To,
Commision Secretary
TGERC

Subject: Objection to Proposed Reduction of Tariff from Rs. 3.13/kWh to Rs. 2.98/kWh

References: LOI no: TSREDCO-KUSUM-COMP/A/2025/35 dated 01/05/2025 ;
PPA no: 253 dated 03/07/2025.

Respected Sir/Madam,
I wish to object to the proposed reduction of the tariff from Rs. 3.13/kWh to Rs. 2.98/kWh under the PM Kusum scheme. Following the issuance of LOIs and execution of PPAs, financial commitments/loan arrangements were made, and repayments planned based on the agreed tariff. Any revision at this stage will adversely affect the financial viability of the project and place an unexpected burden on participants.

Breaching a signed agreement is highly unethical and this is not expected from the Government especially considering this scheme is aimed to help farmers who are the backbone of this nation. After this breach, how can we trust that other terms mentioned in the PPA will not be breached as well?

I therefore request you to retain the tariff of Rs. 3.13 per kWh for all projects and to protect the interests of stakeholders who have already made investments and commitments based on the agreed terms.
I kindly request your consideration and favorable action in this matter.

Yours faithfully,
N. Amarender Reddy
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