

Date: 24 June 2026

To
The Commission Secretary
Telangana Electricity Regulatory Commission
Vidyut Niyantran Bhavan
Hyderabad - 500045

Subject: Objections to the proposed tariff reduction in I.A. No. 4 in O.P. No. 24 of 2020

Respected Sir/Madam,

I, Siga Associates, a Solar Power Generator, respectfully submit its objections to the proposed reduction of the approved tariff from Rs.3.13/kWh to Rs.2.98/kWh.

The Letter of Award was issued in favour of Siga Associates on 29 December 2025, and the Power Purchase Agreement was thereafter executed with TG-NPDCL on 31 December 2025. Article 9.1.1 of the duly executed PPA expressly provides a fixed tariff of Rs.3.13/kWh for the entire term of the agreement. (25 years)

The firm accepted the project and undertook substantial financial and contractual commitments on the basis of the approved tariff, Letter of Award and executed PPA. The project cost, equipment procurement, land arrangements, statutory approvals, financing obligations, debt servicing and expected returns were assessed exclusively with reference to the contracted tariff of Rs.3.13/kWh.

The stated GST-rate change had already occurred and was within the knowledge of the concerned authorities before issuance of the Letter of Award and execution of the PPA. Nevertheless, TG-NPDCL consciously executed the PPA at Rs.3.13/kWh. A subsequent reduction would therefore alter concluded contractual rights and seriously prejudice investments and liabilities undertaken in good faith.

Further, a reduction in the GST rate does not automatically establish a corresponding benefit of Rs.0.15/kWh to every project. Any alleged benefit must be established on a project-specific basis after examining the actual dates of procurement, taxes paid, input-tax credit eligibility, non-GST project costs, financing expenses, existing purchase commitments and expenditure already incurred. A uniform tariff reduction without such verification would be arbitrary and commercially inequitable.

The proposed revision would materially affect project viability, debt repayment capacity and the legitimate expectation arising from the concluded PPA. Regulatory certainty and sanctity of executed contracts are essential for attracting and sustaining investment in renewable-energy projects, particularly those implemented under a Government scheme.

In view of the above, Siga Associates respectfully requests the Hon'ble Commission to reject the proposed tariff reduction and retain the contracted tariff of Rs.3.13/kWh. Alternatively, no adjustment may be permitted without project-specific verification, disclosure of the complete calculation methodology, and a fair opportunity of hearing to the affected Solar Power Generator.

Yours faithfully,
Siga Goutham Abhishikth
Proprietor, Siga Associates