

To

Commission Secretary, TGERC ,
Dear Sir/ Madam ,

With ref to the sub matter above i would like to give a few points as to why reducing of rate is not justified due to the decrease in gst rates
Firstly due to the war raw material prices have gone up more than the difference in GST and hence many project got delayed or stuck because of that

Tye gst is mainly reduced on panel which is i agree a major expense for the project but tye service gst is still to be applied

If we calculate the difference in rate

Tye cost of a 2MW project without gst is approximately 6.15 crores and tye difference in gst is about 7.5 % on panels and less on other things and average gst is reduced by about 6.5%

6.15x6.5 % is roughly 37 lacs

Where as 15 paise on 3.6 million units a year is 5.4 lacs/ year and x25 years is 1.35 crores which does not justify the reduction

Also if prices which have gone up ,would you have increased the price so please do not reduce the price

It our humble request

Mubeen Sultan

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