

**CENTRAL ELECTRICITY REGULATORY COMMISSION
NEW DELHI**

Coram:

1. Shri Bhanu Bhushan, Member
2. Shri R. Krishnamoorthy, Member

Petition No.152/2006

In the matter of

Application for grant of inter-State trading licence in electricity.

And in the matter of

Ispat Energy Limited, Mumbai

..Applicant

The following were present:

1. Shri S.Subramanian, IEL
2. Shri Surender Singh Rawat, IEL
3. Shri Rajesh Ranjan, IEL

**ORDER
(DATE OF HEARING: 30.8.2007)**

The applicant, a company registered under the Companies Act, 1956 has made the present application under sub-section (1) of Section 15 of the Electricity Act, 2003 (the Act) for grant of licence for inter-State trading in electricity in whole of India for trading of volume 1000 Million Units or more of electricity in a year. The notices in accordance with sub-section (2) of Section 15 of the Act read with Clause (4) of Regulation 4 of the CERC (Procedure, Terms and Conditions for grant of Trading licence and other related matters) Regulations, 2004 were published. In response to the public notices, no objections were received. Trading in electricity is permitted under the main objects of the applicant.

2. As per Regulation 6, the net worth of the applicant at the time of filing of application should not be less than Rs. 20.00 crore in case of the applicant

proposing to trade up to 1000 Million Units or more of electricity in a year. Based on the details furnished by the applicant, it was established that the applicant had the required net worth at the time of making of the application. Accordingly, the applicant *prima facie* qualified for grant of licence for inter-State trading in electricity as a category `F` electricity trader.

3. On the above considerations, the Commission had proposed to grant licence to the applicant as prayed for. A notice under clause (a) sub-section (5) of Section 15 of the Act was published inviting suggestions/objections to the above proposal of the Commission. No suggestions or objections have been received in response to the notice issued by the Commission.

4. In view of the above, we direct that the applicant be issued the licence for inter-State trading in electricity as category `F` electricity trader for trading in whole of India. The issue of licence shall be subject to the applicant in future complying with the provisions of the Act, the rules framed by the Central Government and the regulations specified by the Commission from time to time in all respects.

Sd/-
(R.KRISHNAMOORTHY)
MEMBER
New Delhi dated the 30th August 2007

sd/-
(BHANU BHUSHAN)
MEMBER