CENTRAL ELECTRICITY REGULATORY COMMSSION

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(Tele No.23353503 FAX No.23753923)

No. L-7/25(5)/2003-CERC

Dated:

12 October 2009

PUBLIC NOTICE

Subject: Draft Regulations for revision of trading Margin

In exercise of powers conferred under Section 178 of Electricity Act, 2003 (the

Act), the Commission vide the Central Electricity Regulatory Commission (Fixation of

Trading Margin) Regulations, 2005 had specified the trading margin for the inter-State

trading in electricity.

2. Consequent to the dynamic changes taking place in the power sector, a proposal

to amend the above regulations has been engaging the attention of the Commission for

some time. Accordingly, the Commission had appointed M/s. KPMG (consultant) to

conduct a study on trading margin and suggest appropriate trading margin that

encourages healthy trading market and protection of consumers interest.

3. On consideration of the report of the consultant, the Commission has evolved

some tentative proposals for revision of the trading margin. The draft regulations

seeking to revise trading margin, along with the report of the consultant are annexed to

this notice and can also be downloaded.

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- 4. Notice is hereby given under sub-section (3) of Section 178 of the Act read with Section 23 of the General Clauses Act, 1897 that comments/ suggestions/objections on the draft regulations may be sent to the undersigned latest by 10.11.2009.
- 3. The comments/suggestions/objections received after the stipulated date in the Commission's office may not be considered while finalizing these regulations.

Sd/-(Alok Kumar) Secretary