7th April 2016
BJ/SH-L2/ 50

BSE Limited
Corporate Relationship Department
1st Floor, New Trading Ring
Rotunda Bldg., P. J. Towers
Dalal Street, Fort
Mumbai – 400 001.

National Stock Exchange of India Limited
Exchange Plaza, 5th Floor
Plot No. C/1, G Block
Bandra-Kurla Complex
Bandra (East)
Mumbai – 400 051.

Dear Sirs,

APTEL Order on Compensatory Tariff matter

The appeals filed by the Procurers in the Compensatory Tariff matter of Coastal Gujarat Power Limited (CGPL), the 100% subsidiary of the Company under which functions the 4000 MW Ultra Mega Power Project at Mundra, Gujarat, were listed today before the Full Bench of Appellate Tribunal for Electricity (APTEL) for Judgment. APTEL allowed the appeals, observing *inter alia* that:

(a) No regulatory powers can be exercised by the Central Electricity Regulatory Commission (CERC) to change the Tariff except for what is provided in the Power Purchase Agreement (PPA) (i.e. under Force Majeure and Change in Law).
(b) Promulgation of Indonesian Regulation qualifies as Force Majeure but relief can be granted only as per the PPA.

Orders dated 15.04.2013 and 21.02.2014 passed by CERC were set-aside and the matter was remanded back to CERC to consider the relief to be granted to CGPL for Force Majeure event. CERC has also been directed to conclude the said exercise expeditiously within a period of 3 months from today.

The above is based on our understanding of the Judgment pronounced earlier today and the same is subject to confirmation once the Judgment is available.

Yours faithfully,
For The Tata Power Company Limited

(H. M. Mistry)
Company Secretary

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