
NOTICE

No. PXIL/S&PD/16-17/211

Date: February 20, 2017

Sub: Public notice inviting comments from stakeholders on introduction of Energy Saving Certificate (ESCert) Contract in Power Exchange India Limited (PXIL).

The Government of India under the National Action Plan on Climate Change (NAPCC) released on 30th June 2008 identified eight Missions to achieve the targets set in the NAPCC scheme. One of the missions termed the National Mission for Enhanced Energy Efficiency (NMEEE), emphasized promotion of innovative policy and regulatory regime for creating and sustaining markets for energy efficiency in a time bound manner.

The Ministry of Power, Government of India (MoP), under provision of the Energy Conservation Act 2001 (EC Act 2001) introduced the Perform Achieve and Trade (PAT) scheme under the NMEEE which is a market based mechanism to enhance the cost effectiveness of improvements in energy efficiency in energy intensive large industries on 30th March 2012. Under provisions of EC Act 2001 and the PAT scheme, energy consumption norms and standards were specified by MoP for 478 Designated Consumer (DC) for the period 2012-2015 covering 8 sectors vis. Aluminium, Chlor-Alkali, Textile, Pulp & Paper, Iron & Steel, Fertiliser, Cement and Thermal Power plants.

The PAT scheme stated that if Specific Energy Consumption (SEC) of the DC is lower than the specified SEC then DC will be issued an ESCert certificate by MOP and if SEC of the DC is higher than specified SEC then DC has to purchase ESCert to overcome the excess SECs attained beyond its target. The PAT scheme also specified that ESCert would be transacted exclusively on power exchanges approved by the Central Electricity Regulatory Commission (or 'the Hon'ble CERC').

The Hon'ble CERC notified the Central Electricity Regulatory Commission (Terms and Conditions for Dealing in Energy Savings Certificates) Regulations, 2016, on 27th May 2016 (or the 'ESCerts Regulation'). Under provisions of ESCerts Regulation, the Bureau of Energy Efficiency (BEE) (or the 'Administrator') has defined the detailed procedure for following three activities:

- (i) Procedure for Registration of a Designated Consumer with Registry as Eligible Entity
- (ii) Procedure(s) for interface activities between Power exchanges and Registry, Administrator and Registry and Registry and Designated Consumer

(iii) Dealing of Energy Savings Certificates, Transfer and other residual matters

BEE vide their email dt. 15-Feb-2017 informed power exchanges that Hon'ble CERC has approved the above three procedures and directed the power exchanges to upload draft Business Rules on their website to seek comments from public. The power exchanges have also been directed to submit the Business Rules after compilation of comments to Hon'ble CERC on 8th March 2017.

As per direction of BEE, the draft Business Rule on ESCert product has been prepared by Power Exchange India Limited (PXIL) and is posted on our website **www.powerexindia.com**. All the stakeholders are invited to submit their comments/suggestions on the draft Business Rules on ESCert product prepared by PXIL. For benefit of all stakeholders the following documents are being enclosed as notice:

- a) PXIL notice inviting comments/suggestions from stakeholders
- b) Draft Business Rules of PXIL for ESCert Product
- c) Email communication received from BEE informing public comments to be received on Business Rules for ESCert Product
- d) ESCerts Regulation notified by Hon'ble CERC
- e) Detailed procedure issued by BEE

Note: The above documents can be accessed by clicking at webpage-
<https://www.powerexindia.com/PXIL/insidepage.aspx?id=232>

All the stakeholders are requested to submit their comments/suggestions, latest by 03:00 PM of **03.03.2017**, either in person, or by post at 5th Floor, Tower 3, Equinox Business Park (Peninsula Techno Park), Off Bandra Kurla Complex, LBS Marg, Kurla (West), Mumbai-400 070, or through email to info@pxil.co.in

For any further queries/clarifications, please contact Mr. Anil V. Kale (022-26530525) / Ms. Vishakha Bhosale (022-26530523).

For Power Exchange India Limited

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Authorized Signatory