



आरईसी ट्रांसमिशन प्रोजेक्ट्स कंपनी लिमिटेड  
(आरईसी लि. के पूर्ण स्वामित्व की कंपनी) (पूर्ववर्ती नाम सरल इलेक्ट्रिफिकेशन कॉरपोरेशन लिमिटेड)  
**REC Transmission Projects Company Limited**  
(A wholly owned subsidiary of REC Ltd.)(Formerly Rural Electrification Corporation Limited)  
An ISO 9001:2015, ISO 14001:2015 & OHSAS 18001:2007 Certified Company

ईसीई भवन, तीसरी तल, एनेक्स-II, 28ए, केजी मार्ग, नई दिल्ली-110001, टेली.: 011-47964796 (4लाइनें) फैक्स: 011-47964738 ईमेल: contactus@rectpcl.in वेबसाइट: www.rectpcl.in  
ECE House, 3rd Floor, Annexe-II, 28-A, KG Marg, New Delhi-110001 Tel.: 011-47964796 (4lines) Fax: 011-47964738 Email: contactus@rectpcl.in Website: www.rectpcl.in

Ref No: RECTPCL/TBCB/Raj Ph-II/Part-C/2020-21/ 1076

Date: 01.02.2021

**M/s Power Grid Corporation of India Limited**

'Saudamini', Plot no. 2, Sector – 29,  
Gurgaon – 122001 (Haryana)

**Kind Attention: Mr. B. Vamsi Rama Mohan, CGM (TBCB)**

**Sub: Establishment of Transmission System for "Transmission system strengthening scheme for evacuation of power from solar energy zones in Rajasthan (8.1 GW) under phase-II- Part C" through tariff based competitive bidding process - Letter of Intent.**

Dear Sir,

We refer to:

1. The Request for Proposal dated 05.03.2020 comprising Request for Proposal Document, Draft Transmission Service Agreement, Share Purchase Agreement and Tariff Illustration Sheet (provided in CD) and Survey Report dated 27.07.2020 issued to M/s Power Grid Corporation of India Limited as regards participation in the Global Invitation for Bids for establishment of Transmission System for "Transmission system strengthening scheme for evacuation of power from solar energy zones in Rajasthan (8.1 GW) under phase-II- Part C" through Tariff Based Competitive Bidding process, and as amended till the Bid Deadline including all correspondence/clarifications/amendments/Errata/corrigendum issued by REC Transmission Projects Company Limited in regard thereto (hereinafter collectively referred to as the "Final RFP") and as listed below:

- i. Amendment-I dated 22.04.2020
- ii. Survey Report dated 27.07.2020
- iii. Clarification & Amendment-II dated 08.05.2020
- iv. Amendment-III dated 29.05.2020
- v. Amendment-IV dated 19.06.2020
- vi. Additional Clarification & Amendment- V dated 09.07.2020
- vii. Amendment-VI dated 18.07.2020
- viii. Amendment-VII dated 21.07.2020
- ix. Additional Clarification & Amendment-VIII dated 24.07.2020
- x. Amendment-IX dated 07.08.2020
- xi. Additional Clarification dated 13.08.2020
- xii. Amendment-X dated 24.08.2020
- xiii. Additional Clarification dated 10.09.2020
- xiv. Amendment-XI dated 18.09.2020
- xv. Additional Clarification & Amendment-XII dated 15.10.2020

- xvi. Amendment-XIII dated 20.10.2020
  - xvii. Additional Clarification & Amendment-XIV dated 29.10.2020
  - xviii. Amendment-XV dated 09.11.2020
  - xix. Amendment-XVI dated 19.11.2020
  - xx. Amendment-XVII dated 25.11.2020
  - xxi. Amendment-XVIII dated 27.11.2020
  - xxii. Amendment-XIX dated 08.12.2020
  - xxiii. Amendment-XX dated 11.12.2020
2. The offer of M/s Power Grid Corporation of India Limited by way of Technical Bid pursuant to (1) above submitted on 21.12.2020 in response to the Final RFP.
  3. The offer of M/s Power Grid Corporation of India Limited by way of an Initial Offer as submitted on 21.12.2020 in response to the Final RFP.
  4. The offer of M/s Power Grid Corporation of India Limited by the way of Final Offer (which was same as of Initial Offer after conclusion of e-Reverse Auction process) discovered during e-Reverse Auction conducted on 28.01.2021 in response to the Final RFP.
  5. The Technical Bid as in (2) above, the Initial Offer as in (3) and the Final Offer as in (4) above hereinafter collectively referred to as the "Bid".

We are pleased to inform you that your proposal and offer received by way of the "Bid" has been accepted and M/s Power Grid Corporation of India Limited is hereby declared as the Successful Bidder as per clause 3.6.1 of the Final RFP for the above project and consequently, this Letter of Intent (hereinafter referred to as the "LoI") is being issued in two copies, 1 original+ 1 copy.

This LoI is based on the Final RFP and is further contingent upon you satisfying the following conditions:

- a) Acknowledging its issuance and unconditionally accepting its contents and recording "Accepted unconditionally" under the signature and stamp of your authorized signatory on each page of the duplicate copy of this letter attached herewith and returning the same to REC Transmission Projects Company Limited within three (3) days of the date of issuance of LoI:
- b) Completion of various activities as stipulated-in the RFP including in particular Clause 2.15.2, Clause 2.15.3 and Clause 2.15.4 of the Final RFP, within the timelines as prescribed therein.
- c) Provide the Contract Performance Guarantee of Rs. 94.50 Crores (Rupees Ninety-Four Crore and Fifty Lakh Only) within ten (10) days of the issue of this LoI, separately in favour of each of the Long Term Transmission Customers listed out in Annexure 1 of the RFP, as per the provisions of Clause 2.12.



It may be noted that REC Transmission Projects Company Limited has the rights available to them under the Final RFP, including rights under clause 2.15.5 and 3.6.3 thereof, upon your failure to comply with the aforementioned conditions.

As you are aware, the issuance and contents of this Lol are based on the Bid submitted by you as per the Final RFP including the Transmission Charges and other details regarding the Scheduled COD as contained therein. The Quoted Transmission Charges as submitted by you and the Scheduled COD of transmission element as agreed by you in your Bid, as per Annexure 22 and Format 1 of Annexure 8 respectively of the Final RFP is annexed herewith as Schedule-A and incorporated herein by way of reference.

Further, please note that relationship of M/s Power Grid Corporation of India Limited with the Long Term Transmission Customers will be governed solely on the basis of the Final RFP.

You are requested to unconditionally accept the Lol, and record on one (1) copy of the Lol, "Accepted unconditionally", under the signature of the authorized signatory of your Company and return such copy to us within three (3) days of issue of Lol.

Thanking You,

Yours faithfully

  
(t s c bosh)  
CEO

**Enclosures:**

1. **Schedule A**, Quoted Transmission Charges and the Scheduled COD of transmission element submitted in your Bid, as per Annexure 22 and Format 1 of Annexure 8 respectively of the Final RFP

POWER GRID CORPORATION OF INDIA LIMITED

Financial Bid

Contract Year	Commencement date of Contract year	End Date of Contract Year	Non-Escalable Transmission Charges (Rs. In Millions)	Escalable Transmission Charges (Rs. In Millions)
1	18-Jul-22	31-Mar-23	1,945.50	-
2	1-Apr-23	31-Mar-24	1,945.50	
3	1-Apr-24	31-Mar-25	1,945.50	
4	1-Apr-25	31-Mar-26	1,945.50	
5	1-Apr-26	31-Mar-27	1,945.50	
6	1-Apr-27	31-Mar-28	1,945.50	
7	1-Apr-28	31-Mar-29	1,945.50	
8	1-Apr-29	31-Mar-30	1,945.50	
9	1-Apr-30	31-Mar-31	1,945.50	
10	1-Apr-31	31-Mar-32	1,366.71	
11	1-Apr-32	31-Mar-33	1,366.71	
12	1-Apr-33	31-Mar-34	1,366.71	
13	1-Apr-34	31-Mar-35	1,366.71	
14	1-Apr-35	31-Mar-36	1,366.71	
15	1-Apr-36	31-Mar-37	1,366.71	
16	1-Apr-37	31-Mar-38	1,366.71	
17	1-Apr-38	31-Mar-39	1,366.71	
18	1-Apr-39	31-Mar-40	1,366.71	
19	1-Apr-40	31-Mar-41	1,366.71	
20	1-Apr-41	31-Mar-42	1,366.71	
21	1-Apr-42	31-Mar-43	1,366.71	
22	1-Apr-43	31-Mar-44	1,366.71	
23	1-Apr-44	31-Mar-45	1,366.71	
24	1-Apr-45	31-Mar-46	1,366.71	
25	1-Apr-46	31-Mar-47	1,366.71	
26	1-Apr-47	31-Mar-48	1,366.71	
27	1-Apr-48	31-Mar-49	1,366.71	
28	1-Apr-49	31-Mar-50	1,366.71	
29	1-Apr-50	31-Mar-51	1,366.71	
30	1-Apr-51	31-Mar-52	1,366.71	
31	1-Apr-52	31-Mar-53	1,366.71	
32	1-Apr-53	31-Mar-54	1,366.71	
33	1-Apr-54	31-Mar-55	1,366.71	
34	1-Apr-55	31-Mar-56	1,366.71	
35	1-Apr-56	31-Mar-57	1,366.71	
36	1-Apr-57	17-Jul-57	1,366.71	

## UNDERTAKING AND DETAILS OF EQUITY INVESTMENT

### Format 1: Bidders' Undertakings

Date: 15/12/2020

To,

**Chief Executive Officer,**  
**REC Transmission Projects Company Limited**  
 (A wholly owned subsidiary of REC Limited)  
 ECE House, 3rd Floor, Annexe - II,  
 28 A, KG Marg, New Delhi - 110001, India

Dear Sir,

**Sub: Bidders' Undertakings in respect of Bid for selection of TSP to establish transmission system for Transmission system strengthening scheme for evacuation of power from solar energy zones in Rajasthan (8.1 GW) under Phase II -Part C**

We hereby undertake on our own behalf and on behalf of the TSP, that if selected as the Successful Bidder for the Project:

1. The Project shall comply with all the relevant electricity laws, codes, regulations, standards and Prudent Utility Practices, environment laws and relevant technical, operational and safety standards, and we shall execute any agreements that may be required to be executed as per law in this regard.
2. We confirm that the Project shall also comply with the standards and codes as per Clause 1.6.1.2 of the RFP and the TSP shall comply with the provisions contained in the Central Electricity Regulatory Commission (Open Access in Interstate Transmission) Regulations, 2008, Central Electricity Regulatory Commission (Grant of Connectivity, Long-term Access and Medium-term Open Access in inter-state Transmission and related matters) Regulations, 2009 and the Central Electricity Authority (Technical Standards for Connectivity to the Grid) Regulations, 2007 made pursuant to section 177(2) of the Electricity Act, 2003.
3. We give our unconditional acceptance to the RFP dated 05.03.2020 issued by the BPC and the RFP Project Documents, as amended, and undertake to ensure that the TSP shall execute the Share Purchase Agreement as per the provisions of this RFP.
4. We have submitted the Bid on the terms and conditions contained in the RFP and the RFP Project Documents. Further, the Financial Bid submitted by us is strictly as per the format provided in Annexure 22 of the RFP, without mentioning any deviations, conditions, assumptions or notes in the said Annexure.

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श्री. वामसी राममोहन / B. VAMSI RAMA MOHAN  
 मुख्य महाप्रबंधक (टीबीसीके) / Chief General Manager (TBCB)  
 पावर ग्रिड कॉर्पोरेशन ऑफ इंडिया लिमिटेड  
 प्लॉट नं. 2, सेक्टर 29, गुरुग्राम (हरियाणा) - 202460

केन्द्रीय कार्यालय : 'सादामिनी', प्लॉट नं. 2, सेक्टर 29, गुरुग्राम (हरियाणा) - 202460, 2823000

Corporate Office : SAUDAMINI, Plot No. 2, Sector 29, Gurgaon (Haryana) - 202460, 2823000

पंजीकृत कार्यालय: सी-9, क़ुतब इंस्टीट्यूशनल एरिया, कटवारीया सारai, नई दिल्ली-110016 फ़ोन: 011-26560112, 26560121, 26564892 सी.आई.एन. : L40101DL1989GOI038121

Regd. Office : B-9, Qutab Institutional Area, Katwaria Sarai, New Delhi -110016 Tel. : 011-26560112, 26560121, 26564892 CIN : L40101DL1989GOI038121

Website : www.powergridindia.com



5. Our Bid is valid up to the period required under Clause 2.8 of the RFP.
6. Our Bid has been duly signed by authorized signatory and stamped in the manner and to the extent indicated in this RFP and the power of attorney / Board resolution in requisite format as per RFP has been enclosed in original with this undertaking.
7. [NOT APPLICABLE].
8. We confirm that our Bid meets the Scheduled COD of each transmission Element and the Project as specified below:

Sr. No	Name of the Transmission Element	Scheduled COD in months from Effective Date	Percentage of Quoted Transmission Charges recoverable on Scheduled COD of the Element of the Project	Element(s) which are pre-required for declaring the commercial operation(COD) of the respective Element
1.	Establishment of 765/400 kV, 2x1500 MVA at Sikar – II with 400kV (1x125 MVAR) and 765 kV (2x330 MVAR) bus reactor	18 months	100%	Elements marked at Sl. No. 1 to 7 are required to be commissioned simultaneously as their utilization is dependent on commissioning of each other.
2.	Bhadla-II PS – Sikar-II 765kV D/c line			
3.	2 no. of 765 kV line bays at Bhadla- II for Bhadla-II PS – Sikar-II 765kV D/c line			
4.	1x330 MVAR switchable line reactor for each circuit at Sikar-II end of Bhadla-II PS – Sikar-II 765kV D/c line.			
5.	1x240MVAR switchable line reactor for each circuit at Bhadla-II end of Bhadla-II PS – Sikar-II 765kV D/c line			
6.	Sikar-II – Neemrana 400kV D/c line (Twin HTLS*)			
7.	2 no. of 400 kV line bays at Neemrana for Sikar-II – Neemrana 400kV D/c line (Twin HTLS*)			

\*with minimum capacity of 2100 MVA on each circuit at nominal voltage



*B. Vamsi*

बी. वंशी राममोहन / B. VAMSI RAMA MOHAN  
मुख्य महाप्रबंधक (विद्युत वितरण) / Chief General Manager (TSCB)  
पावर ग्रीड कॉर्पोरेशन ऑफ इंडिया लिमिटेड  
Power Grid Corporation of India Ltd.  
(सार्वजनिक उद्योग) / (A Govt. of India Enterprise)  
प्लॉट नं. 22, सेक्टर-29, गुडगांव-122 001 (हरियाणा)  
Plot No. 22, Sector-29, Gurgaon-122 001 (Haryana)

We agree that the payment of Transmission Charges for any Element irrespective of its successful commissioning on or before its Scheduled COD shall only be considered after the successful commissioning of Element(s) which are pre - required for declaring the commercial operation of such Element as mentioned in the above table.

**Scheduled COD for the Project: 18 months from the Effective Date**

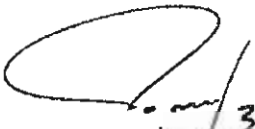
9. We confirm that our Financial Bid conforms to all the conditions mentioned in this RFP, and in particular, we confirm that:
- Ratio of minimum and maximum Quoted Transmission Charges during the term of the TSA for which Transmission Charges have been quoted in the format at Annexure 22 of the Bid is not less than zero point seven (0.7) as provided in Clause 2.5.3.
  - Further, the Quoted Escalable Transmission Charges (after duly escalating the Quoted Escalable Transmission Charges on the basis of the escalation rates specified in Clause 3.5.1.3) for any Contract Year does not exceed fifteen percent (15%) of the corresponding Quoted Non-Escalable Transmission Charges for that Contract Year, for the entire term.
  - Financial Bid in the prescribed format of Annexure 22 has been submitted duly signed by the authorized signatory.
  - Financial Bid is unconditional.
  - Only one Financial Bid has been submitted.
10. We have neither made any statement nor provided any information in this Bid, which to the best of our knowledge is materially inaccurate or misleading. Further, all the confirmations, declarations and representations made in our Bid are true and accurate. In case this is found to be incorrect after our acquisition of Sikar New Transmission Limited, pursuant to our selection as Selected Bidder, we agree that the same would be treated as a TSP's Event of Default under TSA, and relevant provisions of TSA shall apply.



श्री. वमसी राममोहन B. VAMSI RAMA MOHAN  
मुख्य महाप्रबंधक (ई-बी-ई-सी) Chief General Manager (TBCB)  
पावर ग्रिड कॉर्पोरेशन ऑफ इंडिया लिमिटेड  
Power Grid Corporation of India Ltd.  
(भारत सरकार का उद्यम) (A Govt. of India Enterprise)  
प्लॉट सं०-2, सेक्टर-29, गुरुगांव-122 001 (हरियाणा)  
Plot No.-2, Sector-29, Gurgaon- 122 001 (Haryana)

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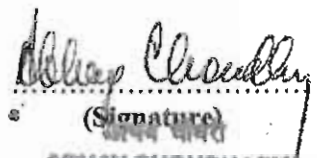
11. We confirm that there are no litigations or other disputes against us which materially affect our ability to fulfill our obligations with regard to the Project as per the terms of RFP Project Documents.
12. Original power of attorney/ Board resolution as per Clause 2.5.2 is enclosed.

  
Name: V. K. Singh  
Director (Personnel)  
V. K. SINGH  
Director (Personnel)  
POWERGRID

Common seal of Power Grid Corporation of India Limited has been affixed in my / our presence pursuant to Board of Director's Resolution dated 06/06/2020 & 12/09/2020

**WITNESS**

  
(Signature)  
MRINAL SHRIVASTAVA  
Company Secretary  
POWERGRID

  
(Signature)  
ASHAY CHOUDHARY  
प्रियम (परियोजनाएं)  
Director (Projects)  
POWERGRID

  
(Signature)  
M. TAJ MUKARRUM  
Director (Finance)  
POWERGRID

B. Vamsi



श्री. वमसी राममोहन / B. VAMSI RAMA MOHAN  
मुख्य महाप्रबन्धक (उप-निदेशक) / Chief General Manager (1908)  
पावर ग्रीड कॉर्पोरेशन ऑफ इंडिया लिमिटेड  
Power Grid Corporation of India Ltd.  
(सार्वजनिक या अर्थात्) / (a Govt. of India Enterprise)  
प्लॉट नं०-2, सेक्टर-29, गुडगाँव-122 001 (हरियाणा)  
Plot No.-2, Sector-29, Gurgaon- 122 001 (Haryana)

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