



ಕರ್ನಾಟಕ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆ

1951ರ ರಾಜ್ಯ ಹಣಕಾಸು ಸಂಸ್ಥೆಗಳ ಕಾಯಿದೆ ಅನ್ವಯ ಸ್ಥಾಪಿತ

KARNATAKA STATE FINANCIAL CORPORATION

Established under the State Financial Corporations' Act, 1951



ಸಂಖ್ಯೆ : ಕ.ರಾ.ಹ.ಸಂ./ಪ್ರ.ಕ./
Ref. No. KSFC/H.O./ ED-I/secy/72/2016-17

ದಿನಾಂಕ :
Date.....09.08.2016.....

INTER OFFICE NOTE

Sub : Financial assistance to Solar Power Projects
Ref : ION No.ED-II/ION/766/2016-17 dated 30.07.2016
-:0:0:0:-

The status of financial assistance to Solar Power Projects was deliberated in the Board meeting held on 05.08.2016. The Board took note of the deliberations of the EC in its meeting held on 29.07.2016 and noted the following:-

- The power tariff of ₹8.40 per unit would be applicable only for projects commissioned on or before 31.12.2016;
- The projects will not be viable, if the tariff is revised downwards in the background of the present lending norms;

The matter was further deliberated on the observations of one of the Directors that the technology is fast changing and the panel costs are coming down. The various risks associated with the projects were also deliberated in detail and a suggestion was also made to put a cap on maximum loan based on the plant capacity. After deliberations it was decided that further sanctions to this sector may be stopped and the policy for financing of solar power projects may be reviewed and brought before the Board once again.



In respect of roof top power generation projects, where sanctions have already been made, the Board decided that further documentation / disbursements may be done only after confirming the validity of the Power Purchase Agreement (PPA) with the concerned ESCOMS.

The contents of this ION shall be brought to the notice of all the concerned in your Office.

For strict compliance



EXECUTIVE DIRECTOR - I

To:
All BMs / AGMs / DGMs of BOs
All IA Cells
All Section Heads in HO
All General Managers
Library
O/o MD

Executive Director-II - for information