

	<b>GUJARAT URJA VIKAS NIGAM LIMITED</b> Sardar Patel Vidyut Bhavan, Race Course, Vadodara 390007	
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	<b>Ref.No.: GUVNL/COM/FPPPA/837</b>	<b>Date :13.5.09</b>

To,  
The Secretary,  
Gujarat electricity Regulatory Commission,  
1<sup>st</sup> floor, Neptune Tower,  
Opp. Nehru Bridge,  
Ashram Road,  
**AHMEDABAD**

By FAX

**Sub: Recovery of FPPPA for the period Jan-09 to March-09**

Dear Sir,

In accordance with Hon'ble Commission's Orders dated 25.06.2004, 31.03.2007 & 17.1.2009, computation of the Fuel Surcharge for 4<sup>th</sup> quarter (Jan – March 09) of FY 2008-09 is worked out and the five copies of detailed calculations of the Fuel Surcharge duly certified by Chartered Accountant are appended herewith. FPPPA is worked for the month of January 2009 in accordance with Hon'ble Commission's Order dated 31.3.2007 whereas for the months February and March 2009 in accordance with Hon'ble Commission's Order dated 17.1.2009 as the Tariff Order dated 17.1.2009 of GERC became effective from 1<sup>st</sup> February 2009.

According to the calculation, FPPPA for the 4<sup>th</sup> quarter works out to Rs. 0.99 / Unit (as against Rs. 1.29 per Unit of previous quarter though we have been recovering only Rs. 0.91 / Unit to avoid unbearable burden on consumers).

Further, as informed earlier by GUVNL vide letter dated 27.2.2009, FPPPA of Rs. 1.29 per Unit for 3<sup>rd</sup> quarter of 2008-09 was deferred to avoid the unbearable sock to the consumers and continued to recover Rs. 0.91 / Unit.

Looking to the present fuel prices and availability of generation, it is likely that FPPPA from the 1<sup>st</sup> quarter of 2009-10 onwards may further go down, and therefore the recovery of incremental FPPPA of 38 Paise / Unit for 3<sup>rd</sup> quarter of 2008-09 and 8 Paise / Unit for 4<sup>th</sup> quarter of 2008-09 may be deferred for the present and will be recovered when FPPPA may go down below 0.91 / Unit in future.

In view of above, GUVNL is continuing the recovery of FPPPA of Rs. 0.91 / Unit from consumers for the quarter April-June 2009 instead of increased FPPPA of Rs. 0.99 / Unit. The incremental FPPPA of 38 Paise / Unit for 3<sup>rd</sup> quarter of 2008-09 and 8 Paise / Unit for 4<sup>th</sup> quarter will be recovered in the ensuing quarters when FPPPA will otherwise go down below Rs. 0.91 / Unit to avoid unbearable socks to consumers and maintain some stability.

You are requested to kindly apprise the Commission suitably.

Thanking you,

Yours faithfully,

Sd/-  
**(S B Khyalia)**  
**Executive Director (Finance)**

Copy to:

The Principal Secretary  
Energy & Petrochemicals Dept., Government of Gujarat  
Sachivalaya, Gandhinagar