## THE UTTAR PRADESH ELECTRICITY REGULATORY COMMISSION
## LUCKNOW
## Petition No. 2271 of 2025

**QUORUM**

Hon'ble Shri Arvind Kumar, Chairman

Hon'ble Shri Sanjay Kumar Singh, Member

Hon'ble Shri Griesh Kumar Vaish, Member (Law)

**IN THE MATTER OF**

Petition for determination of Tariff for 330 MW (4X82.5 MW) Shrinagar Hydro Electric Project for the control period FY 2024-25 to FY 2028-29 in terms of Section 62 and 86 of Electricity Act 2003 read with Uttar Pradesh Electricity Regulatory Commission (Terms and Conditions of Generation Tariff) Regulations 2024 and Amended and Restated PPA dates 28.6.2006 executed between Alaknanda Hydro Power Company Limited and Uttar Pradesh Power Corporation Limited.

**AND**

**IN THE MATTER OF**

**Alaknanda Hydro Power Corporation Limited (AHPCL)**

156-159, Paigah House, SP Road, Secunderabad-500003

**........... Petitioner**

**VERSUS**

**U.P. Power Corporation Ltd. (UPPCL)**

Shakti Bhawan, 14-Ashok Marg, Lucknow-226001

**........ Respondents**

**THE FOLLOWING WERE PRESENT**

1. Shri S. P. Pandey, Tech. Advisor, AHPCL
2. Shri Janmali Manikala, Advocate, AHPCL
3. Shri T. Srinivas Reddy, AVP Technical, AHPCL

4. Shri M. Sodekar, Advocate, AHPCL
5. Shri Santosh Reddy, Director, AHPCL
6. Shri Dileep Tripathi, Deputy Manager, AHPCL
7. Shri Manish Dwivedi, CE PPA, UPPCL
8. Shri Anil Kumar, SE PPA, UPPCL
9. Shri Vikas Gupta, EE, UPPCL
10. Shri Divyanshu Bhatt, Advocate, UPPCL
11. Shri Shashwat Singh, Advocate, UPPCL
12. Shri Abhayaaditya Singh, Advocate, UPPCL

**ORDER**

**(DATE OF HEARING: 13.08.2026)**

1. Sh. Divyanshu Bhatt, the learned counsel of UPPCL, submitted that the MAT rate has been revised from 15% to 14%, which would have a consequential impact on the computation of Return on Equity (RoE). In this regard, the revised calculations have already been submitted on record. He further submitted that AHPCL, in its response, has stated that the aforesaid revision is merely a provision proposed in the Budget and has not yet been notified. However, the said submission is incorrect, as the Finance Act, 2026 (Act No. 4 of 2026) was notified on 30.03.2026, whereby the provisions of the Income-tax Act were amended, and the MAT rate was revised from 15% to 14%.

2. In response, the learned counsel for the Petitioner submitted that the applicable MAT rate shall be considered and applied strictly in accordance with the provisions of the relevant Regulations.

3. Sh. Bhatt further submitted that, regarding the issue of interest on loan, the Petitioner has not placed on record the supporting documents, such as the loan agreement, sanction letter and other relevant financing documents, for verification and prudence check by the Commission. The Commission sought clarification from the Petitioner regarding the filing of the loan-related documents. In response, the Petitioner submitted that the loan repayment schedule has already been filed along

with the Petition. The Petitioner further submitted that there has been a revision in the loan repayment structure, resulting in certain benefits, and any such benefit accruing on account thereof would be passed on to UPPCL in accordance with the applicable Regulations.

4. Sh. Bhatt reiterated that the loan agreement, sanction letter and Auditor's Certificate are required to be submitted by the Petitioner to enable proper scrutiny of the loan-related claims and for carrying out a detailed prudence check of the petition.

5. Upon being directed by the Commission, the Petitioner requested two weeks' time to place the aforesaid documents on record.

The Commission accepts the request and reserves the matter for order, subject to the filing of the requisite documents by the Petitioner within the stipulated period. The Commission also allows UPPCL to file written submissions against the submission of the Petitioner, if any.

Griesh

**(Griesh Kumar Vaish)**
**Member (Law)**

Sanjay

**(Sanjay Kumar Singh)**
**Member**

**(Arvind Kumar)**
**Chairman**

उ०प्र० विद्युत नियामक आयोग
U.P. ELECTRICITY REGULATORY COMMISSION

Place: Lucknow
Dated: 18 .08.2026