

Jammu & Kashmir State Power Development Corporation Limited

Harnessing the power of the Heavens

To,

10th May 2010

Dear Sir,

Sub: Expression of Interest for participating in Bidding Process for Selection of Partner(s) for development of 240 MW Kirthai – I and 93 MW New Ganderbal Hydro Electric Project in the state of Jammu & Kashmir

In order to harness the hydro power potential of J&K State, Jammu & Kashmir State Power Development Corporation Limited (JKSPDCL), a wholly owned subsidiary of Government of Jammu & Kashmir is entrusted with the responsibility of development of power projects in the state of Jammu & Kashmir.

JKSPDCL has initiated development of 240 MW Kirthai I HEP and 93 MW New Ganderbal HEP located on the rivers Chenab and Jhelum respectively. Having completed certain pre development activities like, identification/acquisition of land, preparation of Detailed Project Report, approval of the Government etc., JKSPDCL intends to select a Joint Venture Partner (JVP) through competitive bidding process for development of these projects in Public Private Partnership mode.

JKSPDCL, in pursuance to above, wants to select a JVP with sound financial & technical capabilities through competitive bidding process and proposes as under:

Sr. No.	Particulars	Proposition
1.	Stake in Joint Venture Company	JKSPDCL – 51% Private Partner – 49%
2.	Equity Participation	In proportion to the stake
3.	Power off-take	Free Power to State - 12% Free Power for LADF - 1% Sale of Power to State - 50% Balance available at disposal of JV Company - 37%
4.	Bid Variable	Premium to be paid to JKSPDCL for acquiring 49% stake.
5.	Technical Qualifications (General & Specific Construction experience):	Must have executed as a Developer/ Management Contractor/ EPC Contractor power projects having a value equivalent or more than Rs. 6.4 Crore/MW of capacity of the proposed project in last 10 years. a. Cost of at least one project being – 3.2 Crore/MW of capacity of the proposed project; b. Out of aggregate capital cost of projects

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		developed in last 10 years – an amount equivalent to or more than 1.6 Crore/ MW of capacity of the proposed project must be on projects involving hydro electric project related activities. For a project to be considered for determination of eligible criteria, it shall have a capital cost not less than Rs. 100 Crores for 240 MW Kirthai-I & Rs.50 Crores for 93 MW New Ganderbal.
6.	Financial Qualifications	c. Internal resource Generation–0.50 Crore/MW of capacity of the project in any year during last 5 years d. Networth - 1.50 Crore/MW of capacity of the project in any year during last 3 years e. Average annual turnover – 2.00 Crore/MW of capacity of the project in any year during last 3 years.

In order to understand bidders' perspective, JKSPDCL invites an expression of interest for participation in the proposed Bidding Process for selection of Partner(s).

Interested developers/ Management Contractors/EPC may express their interest by sending a written communication along with their views on the proposition made by JKSPDCL including Stake/Equity participation, management structure etc. to the office of Executive Director, Jammu & Kashmir State Power Development Corporation Limited, Exhibition Grounds, Srinagar, Kashmir, Jammu & Kashmir 190 009. The last date for submission of Expression of Interest is **25th May 2010**.

Please note that this is not an offer by JKSPDCL to prospective developers or investors or any other party. The purpose of this letter is to gauge interest & views of the potential participants.

Thanking You,

Yours truly,

For Jammu & Kashmir State Power Development Corporation Ltd.

Sd/-
Authorised signatory

Global invitation for Expression of Interest

for selection of partner for development of 93MW New Ganderbal &
240MW Kirthai-I HEP in PPP mode

Jammu & Kashmir State Power Development Corporation Limited a Govt. of J&K undertaking invites Expression of Interest from interested parties for participation in the bidding process for selection of partner(s) for development of 93MW New Ganderbal & 240MW Kirthai-I hydro electric projects on Sind(Jhelum) and Chenab rivers respectively in Public Private Partnership mode. Last date for submission of Expression of Interest is **25th May 2010**. Interested parties are requested to visit www.jkspdc.nic.in for further details.

Sd/-
Executive Director

No : JKSPDC/Tech/P-6/
Dated: 11-5-2010