



F.No. 48-6/18/2025-NRE Section
Government of India
Ministry of Power

Shram Shakti Bhawan,
Rafi Marg, New Delhi – 110001
Dated 13th Nov, 2025

To

1. CMD, NTPC Limited
2. CMD, NHPC Limited
3. CMD, SJVN Limited
4. MD, Solar Energy Corporation of India Limited

Subject: Issue regarding pending signing of Power Sale Agreements (PSAs) and Power Purchase Agreements (PPAs) for Renewable Energy (RE) capacity- reg.

Ref: (i) Minutes of the Meeting held on 17th October 2025 under the Chairmanship of Secretary (Power) to review the current status of Renewable Energy (RE) capacity procurement bids undertaken by the Renewable Energy Implementing Agencies (REIAs), and

(ii) Office Memorandum dated 10th November 2025 issued by the Ministry of New & Renewable Energy (MNRE) on its submissions to MoP w.r.t. the Minutes of the Meeting dt 17-10-2025 to review REIA issues.

Sir,


The undersigned is directed to refer to the references cited above. Vide reference (i) cited above, during the deliberations, it was noted that the execution of Power Purchase Agreements (PPAs) and Power Sale Agreements (PSAs) has been pending for approximately 42 GW of RE capacity against which Letters of Award (LoAs) have already been issued. The REIAs attributed the delay primarily to limited demand for plain variable renewable electricity and the emerging preference of Discoms for storage-based renewable energy, which now offers greater dispatchability and very competitive costs. These legacy LoAs have been blocking considerable transmission capacity for serious developers. The Ministry of Power advised REIAs to carry out a due diligence exercise and take suitable action in each case. REIAs may conclude PSAs where feasible, or, where PSA execution is not likely, consider cancellation of LoAs.

2. Vide reference (ii) cited above, MNRE has clarified that there will be no blanket cancellation of LoAs issued by the REIAs. MNRE has directed REIAs to undertake a detailed review and categorisation of all cases where LoAs have been issued but PSAs remain unsigned, taking into account relevant factors.

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3. It is hereby advised that for cancellation of LoAs with no possibility of PPA signing, the REIAs, in consultation with respective project developers, may take further action as per MNRE guidelines.
4. This issues with the approval of the Competent Authority.

Yours faithfully,

Handwritten signature of Vishal Kumar in blue ink, with the date 13/11/25 written below it.

(Vishal Kumar)

Under Secretary to the Government of India.

Copy to:

Secretary, Ministry of New & Renewable Energy
Atal Akshay Urja Bhawan Lodhi Road,
New Delhi – 110003

Copy for information to:

1. PPS to Secretary, MOP
2. PPS to AS (R&R), MOP