

**Date: 14<sup>th</sup> October 2011**

**Clarification on Scheme on Rooftop and other Small Power Plants connected to distribution network (below 33 kV) Guidelines**

All the Project Proponents who have been issued Registration Letters confirming the eligibility of GBI under the 'Scheme on Rooftop and other Small Power Plants connected to distribution network (below 33 kV)' and have not commissioned their Solar Power Projects as per their time schedule indicated may kindly note that the following:

- Project Proponents can provide Bank Demand Draft (within 7 working days from the date of issue of notification) in favour of **Indian Renewable Energy Development Agency Limited** payable at **New Delhi** for the equivalent amount of their Bank Guarantee being invoked by IREDA as per the communication dated 30th September 2011 sent to their Bankers.
- On receipt of the demand drafts from the concerned Project Proponents, IREDA shall take necessary action for release their Bank Guarantees.
- The similar procedure of accepting demand drafts in place of Bank Guarantees shall be adopted in future also, with regard to penalties for non-compliance of Milestone – 2 i.e. commissioning of projects.
- The Project Proponents who do not wish that their Bank Guarantees be invoked may arrange to submit their demand drafts equivalent to the Bank Guarantee amount before the target dates / commissioning date for invocation of their Bank Guarantees.

**Note: Any request for the waiver of penalties as per Clause 3.2.13 of the RPSSGP Scheme shall not be entertained by the Programme Administrator.**