

## India Electric Utilities

### Alert: Blanket De-allocation of Coal Mines

- The Supreme Court of India has de-allocated all captive coal mines allotted in India from 1993 onwards except four mines which were allotted to UMPPs and Central PSUs. A fine of Rs295/ton has been imposed. The cancellation order will be effective from 31<sup>st</sup> March 2015. The order also levies a penalty of ~Rs295/ton.
- We believe the companies which will be highly impacted are JP Power and JPA. The companies that will likely be impacted less are CESC, NTPC, Tata Power and Adani Enterprise. Please see the next page for more details.

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**See Appendix A-1 for Analyst Certification, Important Disclosures and non-US research analyst disclosures.**

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Figure 1. Potential Impact of Supreme Court Coal Mine De-allocation

Company	Coal Block	Company Impacted	RIC Code	Citi Comments	Potential Impact
MPSMDC Ltd.	Amelia & Amelia North	JP Power and JPA	JAPR.BO, JAIA.BO	Critical for Nigrie 1320MW power plant in JP Power	High
MPSMC	Donger Tal-II	JP Power and JPA	JAPR.BO, JAIA.BO	Critical for Nigrie 1320MW power plant in JP Power	High
Jaiprakash Associates Ltd.	Mandla North	JPA	JAIA.BO	Used for JPA cement operations	High
CECSC	Sarshatali	CECSC	CECSC.BO	Coal mined in ICML used for CESC Kolkatta generation. Impact lesser given coal cost is a pass through	Less
CECSC	Mahuagarhi	CECSC	CECSC.BO	Mining not started. Will not impact EPS	Less
NTPC	Talaipali / Dulanga	NTPC	NTPC.BO	Mining not started. Fuel cost is a pass through anyway	Less
RRVUN Ltd.	Parsa (east) & Kanta Basan	Adani Enterprise	ADEL.BO	Adani Enterprise is the MDO. Operational so will impact numbers. Doesn't contribute too much to EPS	Less
GSECL.	Mahanadi Machhakata	Adani Enterprise	ADEL.BO	Adani Enterprise is the MDO. Not operational and will not impact numbers. Doesn't contribute too much to EPS	Less
MSEB	Mahanadi Machhakata	Adani Enterprise	ADEL.BO	Adani Enterprise is the MDO. Not operational and will not impact numbers. Doesn't contribute too much to EPS	Less
UPRVUNL	Chendipada, Chendi-II	Adani Enterprise	ADEL.BO	Adani Enterprise is the MDO. Not operational and will not impact numbers. Doesn't contribute too much to EPS	Less
CMDCL	Chendipada, Chendi-II	Adani Enterprise	ADEL.BO	Adani Enterprise is the MDO. Not operational and will not impact numbers. Doesn't contribute too much to EPS	Less
MAHAGENCO	Chendipada, Chendi-II	Adani Enterprise	ADEL.BO	Adani Enterprise is the MDO. Not operational and will not impact numbers. Doesn't contribute too much to EPS	Less
Tata Power Ltd	Tubed	Tata Power	TTPW.BO	Mining not started. Will not impact EPS	Less
Tata Power Company Ltd.	Mandakini	Tata Power	TTPW.BO	Mining not started. Will not impact EPS	Less
Adani Power Ltd	Lohara West Extn.	Adani Power	ADAN.BO	Had got de-allocated earlier	None

Source: Ministry of Coal and Citi Research

### Companies Mentioned:

Adani Power (ADAN.BO; Rs46.50; 3)  
Adani Enterprises (ADEL.BO; Rs483.50; 1)  
CECSC (CECSC.BO; Rs774.90; 1)  
Jaiprakash (JAIA.BO; Rs32.00; 2H)  
Jaiprakash Power Ventures (JAPR.BO; Rs13.65; 3)  
NTPC (NTPC.BO; Rs137.70; 2)  
Tata Power (TTPW.BO; Rs85.35; 3)

## Appendix A-1

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