

## CHAPTER - 7

# Recommendation and Way Forward

- *Taking a larger perspective and as the Government is left with the fait accompli of continuing with the bidders since the respective SPVs have already been transferred to the bidders and financial closure has been achieved in two UMPPs, there is a need to closely monitor the physical progress of the projects so as to avoid any slippage in capacity addition programme.*
- *The bid evaluation process may be streamlined to ensure strict compliance of the qualifying criteria and adequate due diligence done in the selection of appropriate bidder.*
- *To ensure fair play, a level playground and transparency of the bidding process for future Developers to derive comfort in Government action, the allocation of the third coal block (Chhatrasal) be appropriately reviewed. Since the Developer had committed that he would be able to source 20 million tonne from the two blocks there would be adequate coal to feed the Sasan UMPP.*

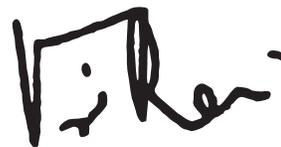


(A K PATNAIK)

Deputy Comptroller and Auditor General  
and Chairman, Audit Board

New Delhi  
Dated: 11<sup>th</sup> May, 2012

Countersigned



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Dated: 11<sup>th</sup> May, 2012