Τo,

Shri Rakesh Mehta, Principal Secretary (Power), Govt. of NCT of Delhi, Delhi Secretariat, IP Estate, New Delhi-110 002

Sub.: Review Petition under Section 94 of Electricity Act 2003 against Order dated 22nd September, 2006 passed by Delhi Electricity Regulatory Commission on the Petition filed by Delhi Transco Limited for determination of their Annual Revenue Requirement and Bulk Supply Tariff for FY 2006-07.

Sir,

As you are aware, the Delhi Transco Limited has filed a Review Petition before this Commission against the Tariff Order issued by the Commission on 22/09/2006 (on Petition No. 07/2006) pertaining to Bulk Supply and Retail Tariffs for Financial Year 2006-07.

2. In the Review Petition, the Delhi Transco Limited has, inter-alia, raised the issue of treatment of DVB arrears and has submitted that while in the Tariff Petition, it had requested the Commission to direct M/s DPCL for providing the amount of DVB arrears to Transco, there are no specific directions from the Commission to M/s DPCL in this regard. In the Review Petition, therefore, the Delhi Transco Limited has requested the Commission to issue specific directions to M/s DPCL for remittance of the past DVB arrears to Transco and review its Orders of 22/09/2006.

3. While the Commission has disposed off the Review Petition filed by the Delhi Transco Limited vide Order dated 22/03/2007 (copy enclosed), the Commission is alive to the fact that M/s DPCL is not a regulated entity of this Commission and, therefore, has refrained from passing any directions in the Review Order to remit the money of DVB arrears to Transco. Instead, the Commission has decided to advice the Government of NCT of Delhi to direct M/s DPCL to remit the DVB arrears to Transco as has been mentioned in the various Tariff Orders of this Commission.

4. This letter may kindly be treated as statutory advice to the Government of NCT of Delhi under Section 86(2) of the Electricity Act, 2003.

Yours faithfully,

(Somit Dasgupta) Secretary