



PXIL CONDUCTS THIRD REC TRADING SESSION WITH SUCCESS

Power Exchange India Limited (PXIL) conducted its Renewable Energy Certificate (REC) trading session for the month of May on 25th May, 2011. Several members including obligated entities like the distribution licensees, captive power plants, open access users and voluntary buyers participated in the REC trading session conducted by PXIL. During the session, the total orders received were 9822, comprising 4500 buy bids and 5322 sell bids. From the total bids received for the trade, 4500 certificates were cleared today.

From the seller side, Yash Agro participated in the trading along with customers of Knowledge Infrastructure Systems Pvt. Ltd. Among buyers included The Tata Power Trading Company and customers of Knowledge Infrastructure Systems Pvt. Ltd.

Mr. Rajesh Mahajan, Director, Knowledge Infrastructure Systems Pvt. Ltd. commenting on the occasion said, "The trading in RECs not only provides an additional source of income for renewable energy generators but also provides an opportunity to states that do not have substantial renewable energy resources. PXIL is playing a significant role in bringing in a transparent price discovery mechanism."

Mr. Uday Kamat, MD, Yash Agro Energy Ltd, further added, "RECs represent the environmental, social, and other benefits of renewable energy generation. It is one of the key growth drivers for the Renewable energy industry. I applaud the commendable role played by the exchanges in carrying out the trading exercise smoothly. On the other hand, continued support of Regulators and other stake holders will be essential for the REC Mechanism to succeed in the long run."

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Mr. V R Shrikhande, DGM, The Tata Power Company Ltd., said, "REC Trading picked up this month. There was a significant increase in the volume compared to earlier months. I hope this trend continues in future months which will facilitate meeting the Renewable Purchase Obligations (RPOs)."

PXIL had launched the first REC trade in the country in March, 2011. This was a landmark step in the Renewable Energy market. On the muhurat trading day itself, PXIL received more than 3600 REC orders. PXIL had around 70% of the share of RECs traded in March. Today's trading has further added to PXIL's success and is a step forward towards ushering an era of using market based instruments to help India mitigate climate change.

The RECs are aimed at plugging the gap between availability of renewable energy sources and the requirement of various entities to meet their renewable energy purchase obligation. RECs provide an economic incentive for electricity generation from renewable energy sources, such as wind /solar power. This mechanism aims to achieve the country's environmental, social and energy objectives.

PXIL acknowledges the immense contribution of CERC as well as the state regulators for following an innovative approach in implementing such a scheme, as also, the coordination role played by the Central Agency viz., NLDC in seamlessly delivering the scheme to the country through the power exchanges. It is one of the pioneering efforts in any developing country for mainstreaming the renewable generation through market mechanism.

PXIL is proud to be part of such mechanism and to be playing a pivotal role in transforming India Power Markets.

Power Exchange India Limited (PXIL) is India's first institutionally promoted Power Exchange that provides innovative and credible solutions to transform the Indian Power Markets. It is Joint Venture of National

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Stock Exchange (NSE) and National Commodity & Derivatives Exchange (NCDEX). PXIL's unique combination of local insights and global perspectives helps its stakeholders to make better informed business and investment decisions. The Exchange is currently operating a Day Ahead, Week Ahead and a Contingency Market as well.