

## **Advisory for submission of Bank Guarantees under GNA Regulations**

**Date: 24-09-2024**

### 1. Submission of BGs:

- 1.1 While submitting the BG, the applicant will attach a cover letter indicating the purpose and reference to which the subject BG is being submitted. The name & the contact phone number of the person submitting the BG should be clearly mentioned in the letter.
- 1.2 The Land-BG to be submitted as a part of application, should be submitted strictly in the format as uploaded on the CTU website to CGM (Open Access), CTUIL.
- 1.3 Conn BG 1,2,3 as applicable, upon issuance of in principle grant of connectivity/intimation of ATS should be submitted strictly in the format as uploaded on the CTU website to Sr. GM (BCD & Regulatory), CTUIL.
- 1.4 Extensions of validity of all bank guarantees for the above at 1.2 & 1.3 should be submitted to Sr. GM ( Finance), CTUIL.
- 1.5 Bank Guarantee in original (hard copy)/ Soft copy is to be submitted within the scheduled date as per intimation/Regulation failing which action shall be taken in terms of intimation/GNA Regulations. In case the due date for submission of the BG falls on a CTU holiday, in that case, the due date for submission of the Bank Guarantee shall stand extended to the very next working day. Further, in case the applicant has only submitted the soft copy of Bank guarantee within the scheduled date, in such cases, the Hard copy of the BG shall also be submitted to CTU within 03 days of the scheduled submission date failing which action shall be taken in terms of GNA Regulations.
- 1.6 In case it is observed that certain amendments are required in the bank guarantee submitted by the applicant, the same should be submitted by applicant within 07 days of intimation of amendment communicated by CTUIL failing which Bank Guarantee is liable to be rejected and applicant is liable for action in terms of intimation/GNA Regulations.
- 1.7 Bank Guarantee and its amendments are to be submitted at the following address:

Central Transmission Utility of India Limited  
5<sup>th</sup> to 10<sup>th</sup> Floor,  
Ircon International Tower, Tower no-1,  
Plot no -16 , Sector-32, Gurugram,  
Haryana-122003

**1.8 Procedure for issuing/verification/confirmation of Bank Guarantee through Banks' Trade Finance Portal SFMS facility**

1.8.1 The BG should be issued through SFMS facility.

1.8.2 At the time of issuance of the BG (including its extensions), in order to avail BG verification through SFMS facility, the issuing Bank will input the IFSC code as SBIN0017313 which is the bank of the beneficiary i.e. Central Transmission Utility of India Limited (CTUIL), in the Advising Bank field in their Trade Finance Portal for BG issue. The details of CTUIL's account are as below:

- A/c no: 40007029694
- Branch: CAG-II New Delhi (17313).

1.8.3 Following additional paragraph regarding issuance of Bank Guarantee through SFMS Platform consisting of the following should be added at the end of the proforma of the Bank Guarantee (i.e. end paragraph of the Bank Guarantee preceding the signatures of the issuing authority of the BG).

“This Guarantee has been issued using SFMS Platform and the requisite communication in this regard has been forwarded to the Beneficiary Bank.

**2. The Applicant shall use the BG Format as given below:**

2.1 Bank Guarantee (Conn-BG1, Conn BG-2 and Conn BG-3) shall be submitted in [FORMAT-CONN-BG]

2.2 Land-BG for a capacity up to 1000MW - Bank Guarantee of Rs. 10 lakh/ MW and for a capacity more than 1000MW - Bank Guarantee of Rs. 100 Crore plus Rs. 5 lakh/ MW for capacity over and above 1000MW, if so opted by the applicant in lieu of land documents, shall be submitted in [FORMAT-LAND-BG].

*(These BG formats are available on CTU website under [Open Access > Formats & Agreements](#))*

3. CONN-BG1, CONN-BG2, CONN-BG3 and Land-BG as required are to be submitted under GNA Regulation as under:

Sl. No.	Bank Guarantee(s)	Amount & Validity
1.	Conn-BG1	Amount of Rs 50 Lakhs with Validity of: COD of full capacity of generation + 30 days.
1.	Conn - BG2 & Conn - BG 3	Applicant shall submit CONN-BG 2 and CONN-BG 3 for requisite amount with initial validity period of 18 months from start date of Connectivity/ GNA to be extended from time to time in terms of GNA regulations. .
<p>If the BG validity requirement is more than 03 years from the intimation for grant of Connectivity/GNA, applicant shall submit the BG with minimum validity period of 03 years from the date of issuance of the Bank Guarantee with additional claim period of 1 year.</p> <p>Amount and validity of the BG shall be further modified/ extended from time to time by the grantee in terms of GNA Regulations.</p>		
2.	LAND-BG	Validity of LAND-BG shall initially be kept for one year which shall be extended from time to time as per GNA Regulations. For a capacity up to 1000MW - Bank Guarantee of Rs. 10 lakh/ MW and for a capacity more than 1000MW - Bank Guarantee of Rs. 100 Crore plus Rs. 5 lakh/ MW for capacity over and above 1000MW

Bank Guarantees unless discharged by the CTUIL are to be kept valid at all times and validity should be extended from time to time at least one month prior to the date of expiry failing which the Bank guarantee is liable to be encashed.