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Headline : <b>Clenergen signs PPA with PTC for 71 MW of power</b>		

# Clenergen signs PPA with PTC for 71 MW of power

## To Set Up Plants In TN, Karnataka

**Our Bureau**  
CHENNAI

CLENERGEN India has secured a power purchase agreement with Power Trading Corporation of India (PTC) for the generation of 71 MW of electricity for a 15-year period at an average price of 12 cents per KW hour with an enterprise valuation of \$322 million.

The wholly-owned subsidiary of the US-based Clenergen Corporation, a clean energy generation pioneer, is setting up two plants in Tamil Nadu (16MW) and Karnataka (64MW) using the gasification technology, its CEO Mark LM Quinn told reporters here on Tuesday.

Clenergen intends to generate over 500 MW of sustainable renewable electricity over the next five years from the use of cultivated feedstock and agricultural waste as source of biomass for gasification process.

As part of its efforts to cultivate biomass on 16,000 acres of leased land in Karnataka and 4,000 acres in Tamil Nadu, it has acquired 800 acres on a 49-year lease from a religious institution in Tuticorin.

Talks are on for acquiring another 1,200 acres, Mr Quinn said, noting that Clenergen is keen to partner with farmers and create a co-operative model to consolidate small land holdings.

Under this framework, Clenergen claims that farmers can get annually a realisation of Rs 50,000 for an acre.

Until the plantations are developed on the lands taken on lease and the harvests of the feedstocks come in, Clenergen has entered into long-term supply contracts for wood biomass. Clenergen's agreement with PTC permits payment disbursement four days from the date of invoicing.