

Media Release

REL decides to grant relief to consumers

Will now recover its AEC dues in a period of 18 months as against 6 months

Mumbai, October 6, 2006: To mitigate the hardship for its consumers, REL has suo motto decided to extend the duration of recovery period of AEC (Additional Electricity charges) to 18 months as against the 6 month time frame prescribed by MERC in its recent order. On account of this decision of REL, the AEC will now get reduced to Re.0.32 per unit per month for a period of 18 months as against Re. 0.97 in a period of six as prescribed by MERC order.

REL has already communicated this decision to MERC.

MERC had recently approved the new tariffs for electricity consumers in Mumbai. In the case of REL's consumers the commission had prescribed AES (Additional Energy Charges) to be charged for a period of six months over and above the average increase in tariff of 7.5%.

Reliance Energy Limited supplies dependable and quality power to 25 lakh consumers across its license areas in Mumbai at the lowest cost by way of maintaining lowest T&D losses and efficient distribution systems. Our cost of distribution is Rs. 1.08 as against Rs. 1.48 by BEST in its areas.