

KARNATAKA ELECTRICITY REGULATORY COMMISSION
Draft KERC [Fixation of Trading Margin] Regulations, 2007

Notification No. Y/01/7 dated-----

Section 86 (1) (j) of the Electricity Act 2003, vests the Commission with the power to fix the Trading Margin for the Intra-State trading of electricity. Further, Clause 4.1(d) of KERC [Eligibility Conditions and duties of Electricity Trader] Regulations, 2004 specifies that Trading Margin fixed by the Commission from time to time for Intra-State Trading shall be applicable to Electricity Trader.

In exercise of Powers conferred on it by Section 86(1)(j) read with Section 181 of the Electricity Act 2003 (No.36 of 2003), the Karnataka Electricity Regulatory Commission hereby makes the following regulations, namely:

1. **Short title and commencement:** (1) These regulations shall be called the Karnataka Electricity Regulatory Commission (Fixation of Trading Margin) Regulations, 2007.
2. **Applicability:** These Regulations shall be applicable to any person engaged in Electricity Trading within the State of Karnataka.
3. **Effective Date:** These regulations shall come into force from the date of their publication in the Official Gazette.
4. **Trading Margin:** The licensee shall not charge the trading margin exceeding 4 paise/kWh on the electricity traded, including all charges, except the charges for scheduling energy and open access.
[Explanation: The charges for the open access include the transmission charge, operating charge and the application fee.]

5. **Power to Amend:** The Commission may, at any time add, vary, modify, delete or amend any provisions of these regulations.

6. **Power to remove difficulties:** If any difficulty arises in giving effect to any provisions, the Commission may, by general or specific Order, make such provisions not inconsistent with the provisions of Electricity Act 2003, as may appear to be necessary for removing the difficulty.

By Order of the Commission

Sd/-

Secretary