

E. File No. 238/14/2023-Biomass Power Division

**Government of India
Ministry of New and Renewable Energy
Biomass Power Division**

**Atal Akshay Urja Bhawan, Opp. CGO Complex
Lodhi Road, New Delhi-110003**

Dated 16th July 2024

OFFICE MEMORANDUM

Sub : Revision of Rate of Central Financial Assistance (CFA) for Biomass Pellet manufacturing units under Biomass Programme component of “National Bioenergy Programme” (NBP) - reg.

The Scheme to Support Promotion of Manufacturing of Briquettes & Pellets and Biomass (Non-Bagasse) Based Cogeneration in Industries in the Country for the period of FY 2021-22 to 2025-26 was notified under the Umbrella Scheme of National Bioenergy Programme on 02.11.2022 under which the rate of Central Financial Assistance (CFA) provided to Briquette/Pellet Manufacturing plants under clause 2.1 was as follows:

S. N.	Project Type	CFA
1	Briquette / Pellet Manufacturing plants	Rs. 9 Lakh per MTPH (metric ton/hour) manufacturing capacity (maximum CFA of Rs 45 Lakhs per plant)

2. Hereafter, the rate of CFA for pellet manufacturing plants stands revised and accordingly, para 2.1 of the scheme guidelines may be read as under:

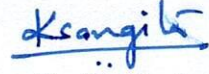
S. N.	Type of project	Rates of CFA under Biomass programme of NBP (for all states and UTs)
(a)	Briquette manufacturing plant	Rs. 9.0 lakhs/MTPH (Maximum Rs. 45.0 lakhs per project)
(b)	Non Torrefied Pellet manufacturing plant	Rs. 21.0 lakhs/MTPH production capacity or 30% of the capital cost considered for plant and machinery of 1 MTPH plant, whichever is lower (Maximum Rs. 105 lakhs per project)
(c)	Torrefied Pellet manufacturing plant	Rs. 42.0 lakhs/MTPH production capacity or 30% of the capital cost considered for plant and machinery of 1 MTPH plant, whichever is lower (Maximum Rs. 210 lakhs per project)

3. The revised rate of CFA shall be applicable on the projects which shall be received in the Ministry in the Biourja Portal under Phase-I of Biomass component of the National Bioenergy Programme of MNRE after issue of this Office Memorandum.

4. All other contents of the scheme dated 02.11.2022 shall remain the same.

5. This issues in exercise of the powers conferred on this Ministry and with the concurrence of IFD vide their Diary No. 158 Dated 16.07.2024.

6. This issues with the approval of Department of Expenditure and Hon'ble Minister of CA, F&PD and New & Renewable Energy.



(Sangita M. Kasture)
Scientist G

To (through website of the Ministry):

1. All Central Government Ministries and Departments
2. Renewable Energy/Power/Energy Departments of all States & UTs
3. Principle Director of Audit, Scientific Audit-II, DGACR Building, I.P.Estate, Delhi-110002
4. CMD, Indian Renewable Energy Development Agency Limited (IREDA), 3rd Floor, August Kranti Bhawan, Bhikaji Cama Place, New Delhi-110066
5. State Nodal Agencies (SNAs) of all States/UTs
6. Sardar Swaran Singh National Institute of Bioenergy (SSS-NIBE), Kapurthala, Punjab
7. Heads of Banks/Financial Institutions

Copy to:

1. PS to Hon'ble Minister of CA, F&PD and New & Renewable Energy
2. PS to Hon'ble Minister of State for New and Renewable Energy
3. PPS to Secretary, MNRE
4. PPS to Additional Secretary, MNRE
5. All Group Heads, MNRE
6. Sh. L.K. Trivedi, Director (PFC-I), Department of Expenditure, Ministry of Finance, North Block, New Delhi-110001
7. Chief Controller of Accounts, MNRE
8. PAO, MNRE
9. DS(IFD), MNRE
10. DDO, MNRE
11. Director (NIC) – for uploading on website of the Ministry