

e. File No. 238/14/2023-Biomass Power Division
Government of India
Ministry of New and Renewable Energy

Atal Akshay Urja Bhawan
Lodhi Road, New Delhi-110003
Dated: 4th August 2026

OFFICE MEMORANDUM

Subject: Clarification regarding calculation of eligible Central Financial Assistance (CFA) for Biomass Pellet Manufacturing Projects under the Biomass Programme of the National Bioenergy Programme (NBP) Phase-I– reg.

This is with reference to the Ministry's OM No. 238/14/2023-Biomass Power Division dated **16.07.2024** regarding revision of the rate of Central Financial Assistance (CFA) for Biomass Pellet Manufacturing Units under the Biomass Programme of NBP Phase-I.

2. In this regard, this is to clarify that for the purpose of determining the admissible Central Financial Assistance (CFA) for Biomass Pellet Manufacturing Projects, the capital cost of Plant and Machinery shall be considered excluding GST component.
3. This clarification shall be applicable to all proposals of Biomass based Pellet Manufacturing Projects being considered under the Biomass Programme including cases for which in principle approval has already been issued.
4. This issues with the approval of the Secretary, MNRE.


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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 Renewable Energy (SSS-NIRE), Kapurthala, Punjab

Copy To:

1. PPS to Secretary, MNRE
2. PS to Addl. Secretary, MNRE
3. PPS to Scientist 'F', Bioenergy
4. DS(IFD), MNRE
5. Director (NIC) – for uploading on website of the Ministry