

MODEL LEASE AGREEMENT

This AGREEMENT OF LEASE _____ entered into on this _____ day of _____ at

BETWEEN:

(herein after referred to as the "LESSOR/OWNER" , which expression shall, wherever the context so requires or admits, SHALL mean and include its legal heirs, executors, administrators and assignees);

AND:

(Name of Solar Power Generator (SPG)) Represented by

(herein after referred to as the "LESSEE, which expression shall, wherever the context so requires or admits, SHALL mean and include its executors, administrators and assignees successors in interest).

I. **WHEREAS** the Lessor is the owner in possession of the Barren/ Agricultural land measuring _____ Acre _____ Survey Number _____ Village, _____ Mandal and _____ District which is more fully described in the Schedule hereunder and herein after referred to as the Schedule property.

II. **WHEREAS** the _____ (Name of SPG) being a (Details of SPG) with an object to plan, develop and operate Renewable Energy based Power Plant (REPP) under MNRE Scheme notified on 8th March 2019 & comprehensive guidelines issued by MNRE on 17th January 2024.

(a) **WHEREAS**, in pursuant to the request of the Lessee, the Lessor has agreed to grant the lease, the lessee has agreed to take on lease from the lessor the land which is morefully described in schedule written hereunder and hereinafter refereed to as **THE SCHEDULE PROPERTY** for setting up of the ___ Power Plant.

(b) That Pursuant to the request of the Lessee, the Lessor has submitted an application under section _____ for the conversion of the land and on behalf of the

Lessor/Owner the __ (Name of the SPG) shall presume that the land is deemed to have converted for Non – agricultural purposes

III. **NOW THIS AGREEMENT OF LEASE WITNESSES THAT** as consideration of the above and of the mutual covenants of the Parties hereto, the Lessor hereby grants and the Lessee hereby accepts the lease of the Schedule property on the following terms and conditions:

1. PURPOSE OF LEASE:

The grant of lease by the Lessor to the lessee in respect of the Schedule property is for the purpose of developing a _____ Power Plant under MNRE Scheme notified on 8th March 2019 & comprehensive guidelines issued by MNRE on 17th January 2024.

Further, Govt. of Telangana has nominated Telangana Renewable Energy Development Corporation Limited (TGREDCO) as the State Nodal Agency for implementation of PM-KUSUM Scheme. TGREDCO on behalf of TGDISCOMs selected the SPGs. Based on the said selection the SPG has to further enter in to Power Purchase Agreement (PPA) with TGDISCOMs and Land Lease agreement with Lessor or Owner

2. PERIOD OF THE LEASE

The period of this Lease shall be for Twenty-seven (27) years from this day, which may be renewed at the option of the Lessee and Lessor for further period, on such mutually agreeable terms as maybe agreed at the time of renewal, by both the parties, by executing and registering separate Lease Agreement.

3. RENT

- (a) The rent payable by the Lessee to the Lessor for the Schedule Property shall be Rs. /-(Rs.____ Only) per annum per Acre. The portion of the _____ Land less than one Acre shall be calculated in terms of proportionately on the annual rent per Acre and the rent payable for the same shall be at Rs. _/- (Rs. ____ Only).
- (b) The annual rent shall be paid in twelve equal installments and each installment to be paid by 5th day of every month, by crediting the same to the Lessor's Bank Account the details of which may be furnished by the Lessor from time to time.
- (c) Lessor may opt for payment of lease rent directly from the distribution company, which will sign Power Purchase Agreement with Lessee for the above-

mentioned Power Plant to be installed by Lessee. In such case the Distribution Company will pay the lease rent to Lessor on Monthly basis from the proceeds payable to the Lessee in Lieu of Power supplied by Lessee. In order to give this effect a suitable provision will be made in the PPA to be signed between Lessee and the Distribution Company.

- (d) on mutual agreement between Lessor and Lessee, the rent hereby reserved shall be paid by enhancing the same at the end of every ___ year(s), at ___% on the rent hereby agreed.
- (e) Any default by the Lessee or delays in the payment of rent by due date of every month, for any reason, the same shall be paid by adding the interest at the rate ___ % for the said delayed period.

4. GENERAL TERMS

- i. In consideration of the rent herein agreed as payable to the Lessor being paid by the Lessee regularly and on complying other terms and condition and covenants by the Lessee, the Lessee shall peacefully possess and enjoy the schedule property during lease period without any interruption by the Lessor.
- ii. The Lessor shall allow or its representatives to conduct survey and other related works
- iii. The Lessor has no objection for the Lessee to establish the ___ Power Plant in the Schedule Property which is the purpose of the grant of the Lease and to that effect the Lessee entering into agreement/s, deeds with company, individuals, developers/third party etc in respect of the Schedule Property.
- iv. The Lessor has no objections for the Lessee or its representatives for installation of machinery, equipments, etc for generation of ___ Power in the schedule property and all works relating to their to including but not limited to laying poles, wires etc.

5. EVENT OF SALE, ACCEPTANCE OF LEASE BY THE NEW OWNER

- a) In the event of the owners transferring their rights/interest in any manner during the existence of the lease to any other person, the same may be allowed without affecting rights of the Lessee under the lease agreement in any manner and the owners/ purchaser/ transferrer shall inform the Lessee about the acquiring of the

right/interest in respect of the leased property and on receipt of such information the Lessee shall accept such new purchaser/transferees to the effect that he will be bound by the terms of the Lease agreement.

- b) In the event of the owners transferring their rights/interest to any other person, the same may be informed to the Lessee and the Lessor shall ascertain and obtain all the necessary documents from the transferee to the effect that the transferee will be bound by the terms and conditions of the Lease Agreement for the balance period of the lease or for using the said documents for renewal of the lease for the balance period.
- c) During the subsistence of the lease, the Lessor shall not carry any activity, in the Schedule property, other than those agreed in this agreement; The change in the legal status of the Lessee shall not affect the terms and conditions of this Agreement.
- d) The change in the legal status of the Lessee shall not affect the terms and conditions of this agreement.
- e) The original Lease Agreement shall be with the Lessee and the copy of the same will be with the Lessor.
- f) In the event of any dispute in respect of the land, the Lessee shall deposit the rent in the concerned civil court. In the event of retention of the rent with the Lessee, the Lessee shall be pay the same together with interest thereon at the rate % for such period
- g) The Lessee shall not offer or create any charge or encumbrance by offering the same as by way of mortgage, security, etc. in favour of any Banks or financial institutions in respect of the loans or advances or any other financial facilities that may be availed by the Lessee.
- h) The owners shall pay the land tax/revenue in respect of the lands.

6. PAYMENT OF STAMP DUTY AND REGISTRATION CHARGES;

- a) The stamp duty and other registration charges, as applicable for this Agreement of Lease shall be paid by the Lessee.

7. FORCE MAJEURE;

It is also agreed and understood between the parties that in case of any mishap due to fire, earthquake, strike, floods, tempest, war, riot, civil war or civil commotions, mob violence, civil disturbance, act of God or on Account of terrorist attack, the Lessor shall not be liable for any loss or damage that may be occasioned to the Lessee/its merchandise.

8. ADDRESSES FOR CORRESPONDENCE. ETC

Any notice and/or communications between the Parties shall be deemed to be sufficient, if delivered by hand under acknowledgement or sent by registered post acknowledgement due to the following address or the address that may be intimated in writing to the Lessee by the Lessor from time to time:

LESSOR'S: _____ - Address to be written

LESSEE'S:

9. LESSOR'S DUTIES, COVENANTS AND OBLIGATIONS

- a) The Lessor hereby covenants with the Lessee that the Lessee paying regularly the rents hereby reserved and performing and observing all the covenants of the Lessee herein contained, shall be entitled, during the subsistence of this lease to enjoy the Schedule property without let, hindrance or interference from the Lessor or any other person/s claiming through or under him; Still, in the event of the Lessee restrained from enjoying the peaceful possession of the Schedule property or on account of any action by the Government during the period of lease and in the event of dispossession of the Lessee from the Schedule property or any portion thereof forcibly, due to any default of the Lessor, the Lessor shall make good the reasonable loss that may be suffered by the Lessee.

- b) The Lessor shall offer necessary support and co-operation to the Lessee in its process to obtain required permission/s, approval/s, clearances, etc., from any Statutory Authority or other Local Bodies for the purpose of obtaining and licence, permissions, etc., for installation of power plant. However, obtaining such permission/s, approval/s, clearances, etc., shall be the sole responsibility of Lessee

10. LESSEE'S COVENANT AND OBLIGATIONS

The Lessee hereby covenants with the Lessor as under:

- a) The Schedule property shall be utilised for the purpose referred to in Clause (1) above;
- b) The Lessee shall pay the rents (as per Clause (3)) regularly and promptly;

11. TERMINATION AND RE-ENTRY

The Lease shall be determinable under all or any of the following circumstances, namely:—

- i. by efflux of time;
- ii. in the event of breach by either party of the terms, conditions and covenants hereof;
- iii. If the Scheduled Premises or any part thereof is severely damaged or destroyed due to any unforeseen circumstances or civil commotion, act of God, etc., and these damages be not restored to by the LESSOR within a reasonable time or if the demised premises is acquired compulsorily by any authority;
- iv. After the expiry of lease period, the Lessee shall handover the land to the Lessor as it was existed previously at the time of this agreement (subject to normal wear and tear).

12. VARIATION:

The Lessor and the Lessee here to acknowledge that this agreement supersedes all prior communications between them including all oral or written proposals. Any variation, addition and modifications of this agreement between the parties shall be valid only if in writing by the Lessor and Lessees authorized representative.

13. ARBITRATION:

- a) Any disputes or differences arising between the Parties here to as to the effect, interpretation or application any of the clauses of this LEASE AGREEMENT or as to their rights, duties or liabilities there under, or as to any act, matter or thing arising out of, or consequent to, or in connection with this LEASE AGREEMENT shall be referred to and resolved by Arbitration by referring the same for arbitration to any retired District Judge and shall be resolved finally at his arbitration under Arbitration and Conciliation Act 1996 and its Amendments or any other Enactment.

The Arbitration proceedings shall be held at and shall be in English/ Language.

- b) This LEASE AGREEMENT shall be governed by the laws of India. The Courts at _____ shall have the jurisdiction to entertain and or try any dispute arising out of or in connection with or in relation to the terms of this LEASE AGREEMENT.

IN WITNESS WHERE OF the parties here to have executed these presents in the presence of the witnesses attesting hereunder on the day, month and year mentioned herein above.

LESSOR

LESSEE

WITNESSES:

1.

2.

SCHEDULE PROPERTY

All that piece and parcel of Barren/Agricultural land measuring _____Acres

___ Guntas _____SY No. _____ at _____ Village, _____ Mandal and _____

District and bounded on the:

East by :

West by :

North by :

South by :