

17

AGREEMENT BETWEEN RAJASTHAN AND GUJARAT
FOR THE EXPLOITATION OF MAHI RIVER

Kadana Dam.

1. Kadana Dam should be built to FRL 419.00. The entire cost and benefits of this Project will be borne by Gujarat. At a later date when Mahi areas are taken over by Narmada and a part of the Kadana waters are released for use in Rajasthan, Rajasthan should pay to Gujarat an appropriate cost of the Dam for such use. The exact proportions will be fixed at the time when such releases become available.

Banswara Dam.

2. Banswara Dam across Mahi, located in Rajasthan, will be built to FRL 921.00. Out of the total cost of the Dam, a portion will be allocated for power which Rajasthan will develop from the waters of this reservoir. This will be at the rate of Rs.1,250/- per kW firm power. If the total cost of the dam increases beyond Rs.14 crores, the allocated cost per kW taken above will also be increased proportionately.
3. The cost of the dam for FRL 915.00 should be shared between Gujarat and Rajasthan in the ratio of 40:9, as the utilisation of the waters for irrigation inclusive of evaporation losses are 40 TMC in Gujarat and 9 TMC in Rajasthan.
4. Building the dam upto FRL 921.00 will give an additional storage of 7 TMC which will be useful in lean years for ensuring firming of power generation. In view of this, Rajasthan has agreed to bear the difference in cost for building Dam between FRL 921.00 and FRL 915.00.

5. At a later date when Narmada Development takes place and when Mahi areas are fed by the waters of Narmada and the Mahi waters at Banswara are released for use in Rajasthan, Rajasthan should reimburse the cost of the Banswara Project paid by Gujarat.

Sd/- Nathu Ram Mirdha
Minister, Irrigation,
Rajasthan, Jaipur.

Sd/- Vijaykumar Trivedi
Minister for Public Works,
Ports & Civil Supplies,
Gujarat.