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Drax eyes two US pellet plants

UK power giant Drax Group is looking to buy two pellet plants in the US that have filed for bankruptcy.

The owner of the UK's largest power plant said it has submitted initial cash offers for the operating assets of Texas Pellets and Louisiana Pellets as part of auction processes held on 1 and 2 March, 2017.

"Whilst these are binding bids, and could be accepted by the sellers, it is expected that the successful buyer will be determined through auctions," Drax said in a statement

Drax said buying the assets would help it achieve plans to expand its self-supply compressed wood pellet operations to support 20-30% of its generation requirement.

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