



## Chairman's Speech

Dear Members,

It is indeed a great pleasure and privilege to welcome you all to the 29<sup>th</sup> Annual General Meeting of your Company. The Director's Report, Audited Accounts for the year 2004-05, reports of Auditors and Comments of the C&AG are placed before you for your consideration and adoption. With your permission I take them as read.

You will be delighted to know that your Company has performed remarkably well during the year. In fact the Company surpassed all its previous records in terms of power generation and the actual generation of 5195 MU was 25% higher than the previous years' achievement. Most important, Doyang Hydro Power Station and Ranganadi Hydro Power Station produced electricity more than their designed capacity. The sale turn over during the year was Rs.799.00 Crores thereby registering an increase of 20% over the previous year. The revenue collection was increased by Rs.186.00 Crores i.e. 32% more compared to the last year and stood at Rs.770.00 Crores. The effect of turn around of your Company from a loss making to a profit making organization continued from 2003-04 and net profit of Rs.206.00 Crores was registered for the year 2004-05. NEEPCO has paid highest dividend of Rs. 30.00 Crores during this year to the Ministry of Power. Reflection of all the above performances attributed in getting the

Excellent MoU rating by your Company for the second consecutive year.

Among the other milestones your Corporation achieved during the year is taking up the execution of Kameng H.E. Project of 600 MW in Arunachal Pradesh for which CCEA clearance was obtained on 02/12/2004. Agreement for the major packages was drawn within 15 days of receipt of CCEA clearance. Works on all the major fronts of the Project are being continued in full swing.

It is also to highlight that the 280 MW Tripura Gas Based Power Project has been cleared by PIB which is now poised for CCEA clearance. The associated transmission line of the Project is also being taken up matching with the commissioning schedule of the generation Project. As you all know that the works of 60 MW Turrial

*The sale turn over during the year was Rs.799.00 Crores thereby registering an increase of 20% over the previous year. The revenue collection was increased by Rs.186.00 Crores i.e. 32% more compared to the last year and stood at Rs.770.00 Crores.*

H.E. Project in Mizoram has been kept under stands still due to major law and order problem arising out of illegal demand of Crop Compensation. Matter has been taken up with Ministry of Power for an early settlement. Meanwhile, the Revised Cost Estimate of the Project at October, 2004 price level has been submitted to CEA who has cleared the same. PIB memo has been submitted to MoP for taking decision on resumption of works at an early date. The PIB memo of Tipaimukh H.E. Project has also been submitted for taking investment decision. The Company extended significant contribution towards the programme of "Power for all by 2012" by way of successful completion of preparation of feasibility report of eighteen Projects of North Eastern Region in three phases, some of which were completed even before time. Out of these eighteen Projects, work of preparation of Detailed Project Report (DPR) has already been started for nine (9) Nos. in order to complete a minimum of six (6) DPR within March, 2006.

As you know, the key to the success of the Company lies with the employees whose dedication and commitment is the most important factor and they have proved it by their wonderful performance during this year. Considering your improvement in the performance, the Board of Directors of your company was kind enough to grant Productivity Linked Incentive (PLI) @ 10.00 percent of annual basic salary for the year 2004-05. Not only that, for the first time in the history of the Corporation, six outstanding performers in different categories have been declared as the best performers for the year 2004-05, while the best O&M Plant award for the year has been bagged jointly by Ranganadi & Doyang Hydro Electric Project. Over and above, our Company has excelled this year at an All India level Power Sports tournament, emerging champions in the Xth PSCB Inter CPSU cricket tournament at Guwahati and runners up in 5<sup>th</sup> PSCB inter CPSU Football Tournament at Kolkata.

*NEEPCO is the first  
CPSU Company under  
MoP to be accredited  
with the certificate of  
ISO 9001 in the year  
2003-04 followed by  
ISO 14001 and OHSAS  
18001 in the year  
2004-05.*

Notwithstanding the above success, Company felt that Human Resource base should be strengthened more to achieve all-round success in future, for which we need to have enough skilled people. In this direction the Company has taken remarkable action during this year. Promotion of the existing employees as per suitability and fresh recruitment of skilled people in various disciplines has brought about renewed strength and enthusiasm amongst the employees.

It will not be out of place to mention here that NEEPCO is the first CPSU Company under MoP to be accredited with the certificate of ISO 9001 in the year 2003-04 followed by ISO 14001 and OHSAS 18001 in the year 2004-05. Such a certificate reflects performance standard of the Company prominently in respective areas.

Another happy tidings for the Corporation is that NEEPCO Professorial Chair is instituted in the Indian Institute of Technology, Roorkee this year, which will help NEEPCO in the area of Civil Engineering enabling the Corporation to have access to the latest developments in the field of execution of Power Projects.

Since long, the Company felt the necessity of having its own establishment at Guwahati, which is

the gateway of NE Region and this has also been materialized during the year.

Before concluding, I convey my deep appreciation to the Directors, who extended their valuable advice, guidance and support throughout the year and also to all the Government Agencies, Financial Institutions and others associated with us, who have encouraged us with their continuous valuable support. Lastly, I extend my heartiest congratulation to all the Officers and Staff of NEEPCO whose continued perseverance, loyalty and dedication made it possible to lift our Company to this prestigious position.

Thanking you,



(S.C.Sharma)

Chairman & Managing Director