



# Ratle Hydroelectric Power Corporation Limited

## CHAIRMAN'S STATEMENT 01<sup>ST</sup> ANNUAL GENERAL MEETING

*Ladies and Gentlemen,*

On behalf of Board of Directors of Ratle Hydroelectric Power Corporation Limited, I welcome you all to the 01<sup>st</sup> Annual General Meeting of your Company. I thank you for your presence here today.

Your Company was incorporated on 01st June, 2021 to augment the power generating capacity in UT of Jammu & Kashmir by execution of Ratle Hydroelectric Project (850 MW), which is a run-of-river scheme over River Chenab in the Kishtwar District of UT of J&K and falls under the Indus Water Treaty 1960 between India and Pakistan. The project has an installed capacity of 850 MW (4×205 MW + 1×30 MW) and shall generate 3,136 million units in a 90 per cent dependable year.

I am pleased to share with you that subsequent to incorporation of the Company, the work for Turnkey execution of 850 MW Ratle Hydroelectric Project has been assigned through open tender to Megha Engineering & Infrastructures Limited (MEIL) in January, 2022 at a Contract price of Rs. 3485.14 Crores including all Taxes and duties with completion period of 52 months from date of Award. The works are moving at the desired pace and we are committed to complete construction and commission the Project as per CCEA sanctioned milestones.

Since the project of Company is under construction stage and is yet to start operation, your Company has not earned any revenue from operations during the year 2021-22. However, the Company has earned Rs. 209.39 lakh as interest income from funds received from promoters towards equity kept in term deposits with SBI. The Company had reported loss of Rs.42.84 lakh for the financial year ended on 31.03.2022, which has been transferred to Reserves and Surplus account.

Presently, your Company is funded through equity from Promoters. However, the Company intends to deploy Equity & Loan on approved funding pattern of 70:30 from FY 2023-24 onwards by creation of charge on immovable and/or moveable properties of the company. Resolutions for exercising the powers to borrow and create charge have been proposed as Special Resolutions in this AGM.

As on date, the total issued equity share Capital of the Company stood at Rs. 270 crore contributed by NHPC Limited and JKSPDCL in ratio of 51:49 respectively.

As per the MOU signed amongst NHPC Limited, JKSPDC & Govt. of UT of J&K, the works of Rehabilitation and Resettlement is the joint responsibility of JVC and Govt. of UT of J&K. The estimate of R&R plan previously sanctioned by Govt. of J&K has been revised as per the rates provided in case of R&R plan of Kishanganga Hydroelectric Project of NHPC and approved by Board for approval of JKSPDC/ Govt. of J&K. The benefits of the plan shall be extended to the Project Affected Families (PAFs) of Ratle HE Project. Demarcation of Project Land is already under process and matter is being taken up with GoJK for expediting the Land demarcation.

The work for "Preparation of DPR for 400 kV dedicated transmission line from Pothead Yard of Ratle HEP to Kishtwar Pooling Station along with associated GIS bays at Pooling Station" has been awarded to Power Grid Corporation of India Limited (PGCIL). Further, Planning & Design work for Township development of Ratle HEP at Drabshalla, Kishtwar is under process. Your management is dedicated to timely complete all ancillary works for commissioning of Ratle HE Project.

The Management of your Company is committed to act in the best interest of all its stakeholders. As a Public Sector Enterprise, your Company has been broadly complying with the requirements of Corporate Governance as stipulated in the Companies Act, 2013 and the Guidelines on Corporate Governance issued by Department of Public Enterprises, Government of India. A separate section on corporate governance furnishing applicable details forms part of the Directors' Report for FY 2021-22.

As I conclude, I take this opportunity to express my gratitude to our shareholders, Government of India, Government of J&K (UT), Ministry of Power, C&AG, Auditors, Bankers and all other stakeholders of the Company for their support, enthusiasm and cooperation which are the source of constant inspiration for us. I would also like to thank my fellow Board members and team of dedicated and hardworking employees for their commitment and tireless efforts.

Jai Hind.

Sd/-

*(Indra Deva Dayal)*  
Chairman  
DIN: 09189651

*Date: 28.09.2022*  
*Place: Faridabad*