

Annexure to Director's Report

DISCLOSURE REQUIRED UNDER SECTION 134 (3) (m) OF THE COMPANIES ACT 2013 READ WITH RULE 8 OF THE COMPANIES (ACCOUNTS) RULES, 2014.

A. CONSERVATION OF ENERGY

(a) Energy Conservation measures taken and on hand

With a view to assess and optimize the performance of generating stations, energy audit of HHEP, Burla and BHEP, Balimela has been conducted by M/s Eaga. The firm has submitted the final Energy Audit Report for the above Power House; which are scrutinized by OHPC.

(b) Additional investments and proposals if any, being implemented for reduction of consumption of energy.

Based on the Energy Audit Report, necessary investment will be made during the R & M work of the power house with installation of energy efficient equipments.

(c) Impact of measures at (a) and (b) above for reduction of energy consumption and consequent impact on the cost of production of goods.

Energy efficient device equipments shall be installed in phased manner and during R & M work replacing the low performance one's based the Energy Audit Report.

B. TECHNOLOGY ABSORPTION

NIL

C. FOREIGN EXCHANGE EARNINGS AND OUTGO DURING 2015-16

(Rs. in lakhs)

		2015-16	2014-15
(a)	Earnings in Foreign Currency	Nil	Nil
(b)	Foreign Exchange Outgo :		
	(i) Value of imports calculated on CIF basis for capital good and spare parts.	775.20	714.00
	(ii) Expenditure in foreign currency for foreign visits.	Nil	
	(iii) Expenditure incurred in foreign currency for payments of consultants.	-	Nil

Annexure to Director's Report**CORPORATE SOCIAL RESPONSIBILITY AT OHPC****1. Brief outline of the Company's CSR policy, including overview of projects or programs proposed to be undertaken and a reference to the web-link to the CSR policy and projects or programs :****Introduction :**

The company has formulated a CSR policy in line with the provisions of Section 135 of the Companies Act, 2013 read with Schedule VII of the Act read with Companies (Corporate Social Responsibility Policy) Rules, 2014.

Highlights of the Policy :

The CSR activities shall be undertaken by OHPC, as per its stated CSR Policy, as projects or programmes or Activities (either new or ongoing) excluding activities undertaken in pursuance of its normal course of business.

The CSR Policy inter alia include but not limited to a list of CSR projects or programmes which OHPC plans to undertake falling within the purview of the Schedule- VII of the Act, specifying modalities of execution of such project or programmes and implementation schedule for the same; and monitoring process of such projects or programmes.

CSR Activities do not include the activities undertaken in pursuance of normal course of business of OHPC. The Board of Director (BoD) of OHPC shall ensure that the surplus arising out of the CSR projects or programmes or activities shall not form part of the business profit of OHPC.

OHPC shall give preference to the local area and areas around where it operates, for spending the amount earmarked for CSR activities.

Programmes Covered under CSR :

The major focus area of CSR activities should be at locations in and around six power stations under the control of OHPC across the state of Odisha. However due consideration may be given to the peripheral developmental activities which OHPC has been carrying out for past several years provided such activities/programmes/schemes are covered under the Schedule-VII.

The CSR Policy of OHPC will prioritize its activities for the displaced families from the reservoir area & rehabilitated in those villages in & around BHEP, Balimela, UIHEP, Mukhiguda & UKHEP, Bariniput.

After identification of all such villages, the priority will be for imparting skill development training to the interested persons of the said villages & to implement deep bore well Scheme of Govt of Odisha. OHPC will make an endeavor to support various social sector spending by Govt of Odisha especially those covered under the items enlisted under Schedule-VII of the Companies Act, 2013 and Rules framed there-under read with subsequent amendments &/or clarifications, if any, which broadly include but not limited to the followings:-

- Supporting fees (tuition & hostel) of some needy SC/ST/SEBC candidates pursuing technical education through DTET, Odisha.

- Supporting efforts of Govt of Odisha for promoting Clean India Movement through OPEPA & Deptt of Education.
- Providing ambulance services to Health Administration of Govt of Odisha.
- Contribution towards old age home, orphanage and such organizations working in the field of uplifting differently abled persons.

2. The Composition of the CSR Committee :

At present, the composition of Committee of Directors on CSR is as under :

- | | | | |
|----|-------------------------|----------------------|----------|
| 1. | Shri Hemant Sharma, IAS | Director | Chairman |
| 2. | Shri S C Bhadra | Independent Director | Member |
| 3. | Shri Rajesh Sharma | Director (HRD) | Member |
| 4. | Shri B K Behera | Director (Finance) | Member |

3. Average net profit before tax of the Company for last three financial years :

The details of net profit before tax for last 3 financial years for the purpose of computation of CSR Budget as per Section 198 of Companies Act, 2013 are as under:

Sl. No	Financial Year	Net Profit before Tax (In Rs.)	Average Net Profit before tax (In Rs.)
1	2012-13	58,92,32,443	38,91,09,000
2	2013-14	11,12,80,449	
3	2014-15	46,68,14,108	

4. Prescribed CSR Expenditure in FY 2015-16 (two percent of the amount as in item 3 above) : Rs.77,82,000/- (2% of average net profit for past 3 years).
5. Details of CSR spent during the Financial Year :
- (a) Total amount to be spent for the Financial Year: Rs.77,82,000/-
- (b) Amount unspent, if any : Rs.47,44,041/-
- (c) Manner in which the amount spent during the Financial Year is detailed below:

(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
Sl. No.	CSR project or activity identified	Sector in which the project is covered	Projects or programs (1) Local area or other (2) Specify the State and district where projects or Programs was undertaken	Amount outlay (budget) project or programs-wise	Amount spent on the projects or programs Sub-heads: (1) Direct expenditure on projects or Program (2) Over-heads :	Cumulative-expenditure up to the reporting period	Amount spent Direct or through implementing agency
1.	Contribution of Balance amount for purchase of 2 nos. of 60 seated Motor Launches at Balimela Reservoir	-	Balimela, Dist-Malkangiri	Rs.84,320/-		Rs.84,320/-	Rs. 84,320/-



2.	Lighting of Chiplima & Kardola Village		Chiplima & Kardola, Dist-Sambalpur	Rs. 3,68,550/-	Rs.4,52,870		Rs. 3,68,550/-
3.	Peripheral development in Kalahandi		Dist-Kalahandi			Rs.30,37,959	Rs.25,85,089/-
4.	Catchment Area Treatment Plan	OFSDP	UIHEP & UKHEP	Rs.53 Lakhs			
5.	Additional requirement of Funds for procurement of 1 no. of Power Boat for Alguni Dyke Ghat in Nabarangpur		UIHEP	Rs.27 Lakhs			
			TOTAL	Rs.84,52,870			Rs.30,37,959

6. The Company could not achieve the required percentage of expenditure in CSR activities due to the following reason:

In the previous year i.e. 2014-15, the amount released to OFSDP towards Catchment Area Treatment Plan in UIHEP & UKHEP was recorded as expenditure towards CSR activity. However, during the FY 2015-16, the expenditure of Rs.53.00 Lakhs incurred towards CATP has been approved by Honbl'e OERC in the ARR of OHPC. As such, although the amount was spent, it could not be booked under CSR.

Similarly, though the amount of Rs.27.00 Lakhs was paid to the District administration for the Additional requirement of Funds for procurement of 1 no. of Power Boat for Alguni Dyke Ghat in Nabarangpur, the amount could not be booked as expenditure under CSR due to non-receipt of Utilization Certificate from the authority.

7. Responsibility statement of the CSR Committee that the implementation and monitoring of CSR Policy, is in compliance with CSR objectives and Policy of the Company: Implementation and monitoring of CSR Policy, is in compliance with CSR objectives under the Companies Act, 2013.

FOR AND ON BEHALF OF THE BOARD

PRAVAKAR MOHANTY
DIRECTOR (FINANCE)
DIN:-01756900

HEMANT SHARMA, IAS
Director & Chairman
Committee of Directors on CSR
DIN: 01296263

Place : Bhubaneswar
 Date : 28.10.2016