



GUJARAT INDUSTRIES POWER COMPANY LIMITED
REGD. OFFICE: P.O.: RANOLI – 391 350, DISTRICT: VADODARA.
PHONE NO: (0265) 2232768, FAX NO: (0265) 2230029
E-mail: investors@gipcl.com Website: www.gipcl.com
CIN – L99999GJ1985PLC007868.

36th Annual General Meeting on Thursday, the 23rd September, 2021 at 03:00 p.m. through Video Conferencing/Other Audio Visual Means (VC/OAVM).

CHAIRPERSON'S SPEECH

Dear Members,

It gives me great pleasure to extend a very warm welcome to all of you at the 36th Annual General Meeting (AGM) of your Company.

Since the Annual Report has been circulated to the shareholders, with your permission, I will highlight only some of the key aspects of performance of your Company.

FINANCIALS:

(Rs. in Crores)

Particulars	FY 2020-21	FY 2019-20
Sale of Electrical Energy	1333	1374
Profit Before Exceptional Items and Tax (PBT)	272	305
Exceptional Item	-	---
Profit Before Tax	272	305
Profit After Tax (PAT)	183	248
Net worth	2911	2748

OPERATIONAL HIGHLIGHTS:

4 x 125 MW (500 MW) Surat Lignite Power Plant (SLPP):

SLPP achieved combined generation of 2976 Million Units (MUs) during the year under review as against 3360 MUs during the preceding year. Lower Generation was mainly due to long outage of Unit-2, 125 MW from 16.12.2020 owing to major deformation of Economizer Beams and delay in supply of new Economizer Beams by BHEL because of COVID-19. After installation of new modified Economizer Beams, Unit-2 has been restored on 01.07.2021.

Constant endeavors are being made to improve the overall performance of the Units. OEM/ Expert recommendations have also been taken to improve overall SLPP Plant Performance.

All out efforts were made by GIPCL team for sustainable Plant operation during challenging COVID-19 conditions.

During the first five months of current FY 2021-22 i.e. from April to August, 2021, SLPP generated 1145 MUs as against 1369 MUs during the corresponding period last year. Lower Generation was mainly due to outage of Unit-2 and increase in Backing down by SLDC.

310 MW Vadodara Gas based Stations:

During the year under review, the Vadodara Stations achieved combined generation of 731 Million Units (MUs) as against 713 MUs during the preceding year.

During the first five months of current FY 2021-22 i.e. from April to August, 2021, the Vadodara Stations generated 191 MUs as against 324 MUs during the corresponding period last year.

Though the Company is making continuous efforts to maintain optimum available supply of gas at competitive price, high cost of gas in international market has affected generation at Vadodara Station.

162 MW Solar Power Plants:

During the year under review, 162 MW Solar Power Plants generated 317 MUs at a CUF of 22.36% as against 273 MUs at a CUF of 20.13% during the preceding year.

During the first five months of current FY 2021-22 i.e. from April to August, 2021, the Solar Power Plants generated 121 MUs as against 128 MUs during the corresponding period last year.

112.4 MW Wind Farms:

During the year under review, the 112.4 MW Wind Farms generated 208 MUs at a CUF of 21.15% as against 252 MUs at a CUF of 25.57% during the preceding year. CUF is comparatively low due to low wind velocity.

During the first five months of current FY 2021-22 i.e. from April to August, 2021, the said Wind Farms generated 121 MUs against 107 MUs during the corresponding period last year.

Mining:

During the year under review, Valia Lignite Mine recorded the highest ever lignite production of 30.75 Lakh Te as against 30.63 Lakh Te during the preceding year and highest monthly lignite production of 4.45 Lakh Te in the month of May, 2020.

As per requirement of Power Plant, during the first five months of current FY 2021-22 i.e. from April to August, 2021, Mining Division recorded Lignite production of 7.97 Lakh Te from the Vastan Lignite Mine and Valia Lignite Mine.

100 MW Solar Power Project at Raghnesda Solar Park:

I am pleased to inform that the 100 MW Solar Power Project at Raghnesda Solar Park, Ta. Vav, Dist. Banaskantha, Gujarat has been successfully commissioned on 10/08/2021. The project was commissioned within stipulated timeline in spite of several site challenges and under pandemic and lockdown situation.

AWARDS AND ACCOLADES:

During the year under review –

- GIPCL-SLPP received National Award for Excellence in Energy Management-2020 for Outstanding Performance in Energy Conservation (for fourth consecutive year) conferred by Confederation of Indian Industry (CII), Hyderabad and recognized as 'Energy Efficient Unit'.
- GIPCL-SLPP received Environment Excellence Award-2020 under "Clean Generator of the Year – Lignite" category, conferred by Mission Energy Foundation.
- GIPCL-SLPP received National Efficiency Award-2021 under "Best Energy Efficient Plant – Lignite" category, conferred by Mission Energy Foundation.

GROWTH PLANS:

Development of 2375 MW Renewable Energy Park at Village Khavda, District Kutch, Gujarat

I am glad to inform that your Company has been allotted 4750 Ha of land for development of 2375 MW Renewable Energy Park (i.e. Wind/Solar/Wind-Solar Hybrid) at Village Khavda, District Kutch, Gujarat, on a long term lease basis for a period of 40 years. Barring unforeseen circumstances, the scheduled completion of at least 50% of the total capacity will be achieved within a period of three (3) years and 100% completion of total capacity within a period of five (5) years from the completion of the approach road which is likely to be in December 2021. The Project report for the park is already completed and Project Management Consultant for the RE park has been appointed. The Company has also received connectivity and long term transmission approval for 600 MW – Phase I of the RE park from Central Transmission Utility (CTU).

EXPLORING NEW BUSINESS OPPORTUNITIES:

A dedicated Business Development Cell has been set up to look for new business opportunities.

The Company is also exploring business opportunities in the following areas:

- Solar Parks;
- Solar Projects & Solar Roof Top;
- Wind Farms under Solar-Wind Hybrid Policy;
- Battery Storage
- Energy Audit; and
- Consultancy Services

SAFETY:

Your Company has adopted a comprehensive Health and Safety Policy under the Integrated Management System (IMS).

I am glad to inform that your Company has successfully completed accident free operations for the entire year under review i.e. FY 2020–21.

Safety Audit is conducted through external competent agency to ensure zero accident and cover all employees and contract workmen for safety related training.

CORPORATE SOCIAL RESPONSIBILITY (CSR):

In line with Swachhh Bharat program introduced by the Hon'ble Prime Minister of India, your Company, as a part of CSR has constructed 373 toilets during the FY 2020-21 and so far 4966 toilets during FY 2014-15 to 2020-21. As per our recent survey, 99 % beneficiaries are using the toilets constructed by your Company.

Continuing its philosophy and commitment of achieving all inclusive growth and improvement in the quality of life of the people in and around its Facilities, your Company undertook and completed CSR projects/programs during the year encompassing various areas viz. Health, Education, Women empowerment, Village Infrastructure Development, Sanitation, etc.

CORPORATE GOVERNANCE:

I would like to re-iterate your Company's strong commitment for good Corporate Governance. We continuously strive to improve the quality, content and timeliness of disclosures. I suggest that Members should regularly access website www.gipcl.com to be fully apprised about the developments at GIPCL.

ACCREDITATIONS:

During the year under review, your Company has been successfully recertified for Integrated Management System (IMS) with renewal of ISO:9001:2015, ISO:14001:2015, ISO:45001:2018 and ISO 50001:2018 certifications for further three years.

DIRECTORS:

Consequent upon completion of his tenure of appointment as Managing Director, Gujarat Alkalies & Chemicals Limited (GACL), Shri P K Gera, IAS (Retd.) tendered resignation as Nominee Director of GACL on the Board of GIPCL w.e.f. 01/12/2020.

Thereafter, Shri Milind Torawane, IAS (MD, GACL) has been appointed as a Nominee Director of GACL on the Board of GIPCL w.e.f. 30/01/2021 vice Shri P K Gera, IAS (Retd.).

Consequent upon the transfer of Additional Chief Secretary, Energy & Petrochemicals (EPD), Government of Gujarat (GoG) and Chairperson, GIPCL, Smt. Sunaina Tomar, IAS to the post of Additional Chief Secretary, Social Justice and Empowerment Department (SJED), GoG, she has tendered her resignation from the Board of Directors of GIPCL w.e.f. 14/06/2021 .

Further, during the year under review, pursuant to the provisions of Section 161 and other applicable provisions of the Companies Act, 2013 and SEBI Listing Regulations, the Board of Directors had appointed Prof. Shekhar Chaudhuri (DIN:00052904), Dr. K M Joshi (DIN:00501563) and Shri S B Dangayach (DIN:01572754) as Additional Directors (Independent) respectively for a period of one year w.e.f. 31st March, 2021.

Consequent upon transfer from Secretary (Expenditure) to Commissioner, Geology & Mining, GoG, Shri Roopwant Singh, IAS, Nominee Director has tendered resignation from the Board of Directors of GIPCL w.e.f. 17/08/2021.

On behalf of the Board of Directors, I assure the Stakeholders of the Company that we will continue to work diligently towards better performance of your Company.

HUMAN RESOURCES:

Your Company is endowed with a team of highly competent and motivated personnel, which is very well demonstrated by the significant improvements and progress in all areas of activities of your Company. The employees constantly strive to improve their performance through sustained efficiency, productivity and economy. The Industrial relations remained cordial throughout the year at Vadodara & SLPP.

ACKNOWLEDGEMENTS:

On behalf of my colleagues on the Board, I would like to place on record our sincere gratitude and appreciation for the co-operation and assistance received from the Government of India, Government of Gujarat, Participating Units, Financial Institutions, Banks, Insurance Companies and Business Associates. I also wish to express our gratitude to the valued investors for their unstinted support and faith reposed by them in the Company. Last but not least, I once again place on record our deep sense of appreciation for the dedicated services rendered by the employees of your Company.

: Jai Hind :