



## NLC India Limited

(‘Navratna’ - Government of India Enterprise)  
Registered Office : No.135, EVR Periyar High Road, Kilpauk, Chennai-600 010.  
Corporate Office : Block-1, Neyveli-607 801, Cuddalore District, Tamil Nadu.  
CIN : L93090TN1956GOI003507, Website: [www.nlcindia.in](http://www.nlcindia.in)  
email: [investors@nlcindia.in](mailto:investors@nlcindia.in) Phone: 044-28360037, Fax: 044-28360057



Lr.No.Secy/LODR/2022

Dt.29.09.2022

To The National Stock Exchange of India Ltd. Plot No. C/1, G Block Bandra-Kurla Complex Bandra (E), Mumbai-400 051. Scrip Code : <b>NLCINDIA</b>	To The BSE Ltd. Phiroze JeeJeebhoy Towers Dalal Street Mumbai-400 001. Scrip Code : <b>513683</b>
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Dear Sirs,

Sub: 66<sup>th</sup> Annual General Meeting- Chairman’s Statement at the Annual General Meeting-  
Copy forwarded

We enclose a copy of the Chairman’s Statement at the 66<sup>th</sup> Annual General Meeting of  
the Company held on Thursday, the 29<sup>th</sup> September, 2022, for your information and  
record.

Thanking you,

Yours faithfully,  
for NLC India Limited

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by Viswanath K  
Date: 2022.09.29  
18:58:17 +05'30'  
Company Secretary

**Chairman's Statement at the 66<sup>th</sup> Annual General Meeting held on  
29<sup>th</sup> September, 2022**

Dear Shareholders,

It is my pleasure to present the 66<sup>th</sup> Annual Report on the performance of the Company, together with the Audited Financial Statements for the financial year ended 31<sup>st</sup> March 2022.

Now I would like to share some highlights of FY 2021-22:

Your Company including its subsidiaries achieved many milestones in the year 2021-

22. Few of them are:

- Highest ever power generation of 29.20 Billion Units (BU).
- Highest ever power generation of 2184 Million Units (MU) through Renewable Energy
- Increased lignite production by 30% and highest ever lignite sales of ₹ 830crore.
- Highest coal production touching 6.36 Million Tonnes.

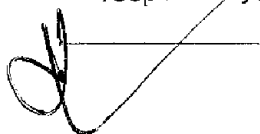
In the financial front as well, your Company during the year 2021-22, registered growth over the previous financial year as under:

- Registered a total income of ₹ 10,662.37 crore with a growth rate of 19% over the last year.
- Registered a Profit After Tax of ₹ 1,236.78 crore with a growth rate of 22% over the last year.

In the current fiscal up to 30<sup>th</sup> June, 2022, your Company achieved significant performances as under:

- Standalone power generation in this quarter registered a growth of 4.89% over the corresponding period of last year while the consolidated power generation during this quarter registered a growth of 5.35%.
- Highest ever power generation (6963.03 MU) for any quarter since inception.
- Lignite production during this quarter registered a growth of 27.47% over the corresponding period of last year.
- Coal sales during this quarter was 27.12 LT as against 4.31 LT in the corresponding period of the previous year.
- The average PLF of Standalone NLCIL Thermal Power Plants during this quarter was 80.32% as against the All India average of 69.50%.
- TPS-I Expn. secured the first position in performance among all thermal powerplants in the Country for the Q1 of FY 2022-23 as per CEA Report.

In the financial front, during the quarter ended 30<sup>th</sup> June, 2022, the Standalone Total Income was ₹ 3,176.54 Crore registered a growth of 26.84% over the corresponding period of the previous year. The Standalone Profit Before Tax and Profit After Tax for this quarter were ₹ 757.15 crore and ₹ 506.08 crore, respectively, registering a growth of 78.43% and 89.39% respectively, as



compared to the corresponding period of the previous year 2021-22. The Consolidated Total Income for this quarter was ₹ 3,966.01 crore, registering a growth of 23.10% while the Profit Before Tax & Profit After Tax for this quarter were ₹ 854.08 crore and ₹ 568.43 crore, registering a growth of 51.60% & 59.07% respectively as compared to the corresponding period of the previous year.

I am happy to inform you that in addition to the Interim Dividend of 15% paid during the year, the Board of Directors has recommended a final dividend of 15% for the FY 2021-22.

Indian power sector is undergoing a significant change that has redefined the industry outlook. The power industry's future in India is bright, and sustained economic growth continues to drive electricity demand in India. The Government of India's focus on attaining 'Power for all' has accelerated capacity addition in the country.

Demand for coal in India has been strong since the start of 2022 and is expected to rise by 7% for the full year as the country's economy grows and the use of electricity expands. Global coal demand is being propped up this year by rising natural gas prices, which have intensified gas-to-coal switching in many countries, as well as economic growth in India. Those factors are being partly offset by slowing economic growth in China and by the inability of some major coal producers to ramp up production.

Currently your Company operates four opencast Lignite Mines with an aggregate capacity of 30.6 MTPA. Your Company has recently commissioned Mine - 1A Expansion by increasing the capacity 3.0 MTPA to 7.0 MTPA. The Board of Directors of your Company in the month of July, 2022 has accorded approval for the proposal to establish Mine III (peak Capacity-11.50 MTPA & Normative capacity-8.71 MTPA) in Neyveli, Tamil Nadu.

After restructuring of Neyveli Mines and commissioning of Mine - III, the aggregate lignite mining capacity is expected to reach 40.10 MTPA by the FY 2030.

In the Coal Sector, presently your Company operates an open cast coal mine of capacity 20 MTPA at Talabira, in the State of Odisha and through NUPPL, its Subsidiary, your Company is developing the Pachwara South Coal Block in the State of Jharkhand, with a capacity of 9 MTPA. Your Company has intended to enter into commercial mining of coal, with a planned addition of 15 MT, thereby envisaging an aggregate mining capacity of 44 MTPA in the Coal Sector.

The total power generating capacity of your Company as on 31st March, 2022, including wind and solar power generation is 5061.06 MW and including the capacity of NTPL, the Subsidiary Company, the total power generating capacity of NLCIL Group is 6,061.06 MW.

The Board of Directors of your Company in the month of July, 2022 has accorded approval for the proposal to establish TPS II Second Expansion Thermal Power Station (2 X 660 MW) at Neyveli, Tamil Nadu. On implementation of the above Project and also the two Coal based Thermal Power Projects viz GTPP (NUPPL) of capacity 1,980 MW (3X660 MW) and Talabira Thermal Power Project of capacity

3,200 MW (4 X 800 MW), and the likely increase in the capacity of renewable Power Generation by 4,610 MW, the aggregate Power generation capacity is expected to reach 17,171 MW.

Your Company has been awarded with a work order for providing consultancy services to Uttar Pradesh Rajya Vidyut Utpadan Nigam Limited (UPRVUNL) for selection of MDO, supervision & monitoring of exploration and other site activities for its Saharpur Jamarpani Coal Block in Jharkhand.

As diversification strategy, your Company has also ventured into implementation of OB to Sand and Lignite to Methanol projects and has earmarked a capex of around ₹ 4,500 crore.

In line with the 'Lignite Gasification', the ambitious project of our Hon'ble Prime Minister's vision under Atma Nirbhar Bharat to achieve a target of 100 MT Coal Gasification by 2030, M/s Engineers India Ltd is engaged as consultant for setting-up 1200 TPD (0.40 MTPA) Lignite to Methanol project at a cost of ₹ 4,394 Cr in Neyveli.

Government of India is also very ambitious in creating a Hydrogen Economy in the country to support Green Energy Security. In line with this, your Company is evaluating a business model for establishing Green Hydrogen production facility.

NTPL, the Subsidiary Company has generated 4,182.46 MU of power (excluding power surrender) during the FY 2021-22. During the year ended 31st March, 2022, NTPL has declared Dividend of 7%.

NUPPL, the Subsidiary Company is progressing towards commissioning of Unit-I in this financial year.

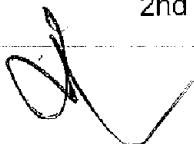
Coal Lignite Urja Vikas Private Limited (CLUVPL), a Joint Venture between your Company & Coal India Limited has been awarded with the Project Management Consultancy Contract by South Eastern Coalfields Limited (SECL) for developing 40 MW Solar Power Project at Bishrampur and Bhatgaon locations of SECL in the State of Chhattisgarh. Presently the project activities are in progress.

Your Company believes in ethical governance and sustainable practices. As a good Corporate Citizen, your Company adheres to the Corporate Governance requirements and compliances of the same have been detailed in the report of Directors, which is a part of the Annual Report sent to Members of the Company.

Your Company, as a socially responsible corporate citizen, continues to carry out developmental works in the surrounding villages, right from its inception, focusing on the socio economic development of the operating regions for achieving inclusive & sustainable growth. The amount spent by your Company for the year 2021-22 towards CSR projects is ₹ 40.80 Crore.

I am pleased to share that your Company has been honored with many awards:

- TPS-I Exp. has achieved 'First place among all India Lignite Fired Stations, 2nd among Central Public Sectors and 7th place in all India Best Thermal



- Power Station-both Public & Private for the financial year 2021-22.
- Mine-I has received the 'National Safety Award' for the years 2018, 2019 and 2020, instituted by Ministry of Labour & Employment, Govt. of India under the category 'Lowest Injury Frequency Rate (LIFR)' per Million cubic metre of output on 08.03.2022.
  - Mine-II also was awarded with National Safety Award 2020 under the category 'Longest Accident Free Period (LAFP)' on 08.03.2022.
  - NLCIL has bagged the Platinum Award in Mining & Power Sector "Grow care India Environment Award 2021" for its outstanding achievement in Environment Management on 23.07.2022.
  - All the three Neyveli Mines were rated as "5 STAR" by Ministry of Coal for the outstanding performance for the year 2019-20
  - GeM portal has ranked NLCIL as 'First in Timely Payment' and 'Second Rank' in overall ranking among top 20 CPSE Buyers for the last one year.
  - NLCIL Corporate Environment Cell was bagged 'Greentech Corporate Governance Award - 2022' under the category 'Excellence in Corporate Governance'.
  - NNTPS has won 'Apex India Green Leaf-Gold Award-2021' under the category of Environmental excellence.

The Industrial Relations scenario in the Company remained peaceful and cordial during the year 2021-22.

I express my sincere thanks and gratitude to the Ministry of Coal, Ministry of Power, Ministry of Finance, Ministry of Environment Forest and Climate Change, Ministry of New and Renewable Energy, DPE, DIPAM, CERC, CEA, CAG, State Governments and Union Territories, Joint Venture Partners, DISCOMs, Auditors, Bankers, Vendors and other stakeholders who have provided significant support.

I wish to place on record my appreciation to my colleagues on the Board and all employees for their valuable contribution to the Company. I am also thankful to the shareholders for their continued trust in the management of the company.

Thank you

**RAKESH KUMAR**  
**CHAIRMAN-CUM-MANAGING DIRECTOR**

Place: Neyveli  
Date : 29.09.2022

