



KERALA STATE ELECTRICITY BOARD LIMITED

(Incorporated under the Companies Act, 1956)

Registered Office : Vidyuthi Bhavanam, Pattom, Thiruvananthapuram -695004

CIN:U40100KL2011SGC027424

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Abstract

Implementation of Poringalkuthu Small Hydro Electric Project (1 x 24 MW) - Availing loan from M/s Rural Electrification Corporation Limited - Renewal of Insurance policy for the project in the joint name of KSEB Ltd and REC Ltd- Sanctioned- Orders issued.

CORPORATE OFFICE (SBU-G/C)

B.O(FTD) No.635/2021(DGC /AEEIV/PORGL/2014)Thiruvananthapuram, Dated 18.08.2021

- Read :
- 1.B.O(FTD).No.954/2019(DGC/AEE IV/PORGL/2014) dated 24.12.2019
 - 2.B.O(FTD) No.54/2021(DGC/AEE IV/PORGL/2014) dated 22.01.2021
 - 3.Note No.CECI&CC/PHEP/1/REC/2019/334 dated 02.08.2021 of the Chief Engineer(Civil-Investigation & Construction Central)
 - 4.Note No. Fin IV B/Poringalkuthu SHEP/Insurance/ 2021-22/249 dated 06.07.2021 of the Financial Adviser,KSEBL.
 - 5.Note No. DGC/AEEIV/PORGL/2014 dated 09.08.2021 of the Director(Generation- Civil) (Agenda item No- 75/08/2021)

ORDER

The Rural Electrification Corporation Limited (REC Ltd) has sanctioned Rupee Term Loan of ₹ 121.974 Crore to KSEBL for setting up of 24 MW Poringalkuthu Hydro Electric Project (Scheme code No: KL-GE-SEB-009-2016-10914).Consequent to this, for complying with the stipulation of M/s. REC Ltd, KSEBL as per B.O read as 1st above accorded sanction to procure a "STANDARD FIRE & SPECIAL PERILS" policy for the project with a premium of ₹12,00,000 plus ₹ 2,16,000 (GST) totaling to ₹14,16,000/- from M/s. United India Insurance Company Ltd. Sanction was also accorded as per B.O read as 2nd above to renew the policy for further six months.

The Chief Engineer(Civil-Investigation & Construction Central) as per note read as 3rd above has reported that as the validity period of the existing policy expired on 10.07.2021, the Financial Adviser, KSEBL was requested to communicate whether the above policy need to be renewed for complying with the stipulations of M/s.REC. The time extension for the completion and commissioning of the project is now granted for further six months.The Financial Adviser, KSEBL as per note read as 4th above has opined that the asset hypothecated is to be insured during the entire tenure of the loan. The required insurance to mitigate the risk of force majeure,etc safe guarding the interest of KSEBL is necessary and hence the insurance may be renewed accordingly.

M/s. United India Insurance Company Ltd,a public sector Insurance Company, has informed that the renewal premium for "STANDARD FIRE & SPECIAL PERILS" policy covering basic fire risks including RSMD and STFI, EQ risks as addon covers for a further period of one

year comes to ₹12,00,000 plus ₹2,16,000 (GST@18%+ ₹1 stamp duty) totaling to ₹14,16,000/ (Rupees Fourteen Lakh and Sixteen Thousand only) (inclusive of GST).

The Chief Engineer(Civil Investigation and Construction Central) has requested sanction to renew the "STANDARD FIRE & SPECIAL PERILS" policy covering basic fire risks including RSMD and STFI, EQ risks as addon covers for further period of one year ie., with effect from 11.07.2021 for an amount of ₹12,00,000 plus ₹2,16,000 (GST) totaling to ₹14,16,000/-(inclusive of 18% GST+ ₹1 stamp duty) from M/s. United India Insurance Company Ltd, a public sector Insurance Company for complying with the stipulations of M/s.REC for the loan availed for the project.

The matter was placed before the Full Time Directors as per note read as 5th above. Having considered the matter in detail,the Full Time Directors of KSEBL in the meeting held on 12.08.2021, Resolved to accord sanction to renew the "STANDARD FIRE & SPECIAL PERILS" policy covering basic fire risks including RSMD and STFI, EQ risks as addon covers for further period of one year ie., with effect from 11.07.2021 for an amount of ₹12,00,000 plus ₹2,16,000 (GST) totaling to ₹14,16,001/-(Rupees Fourteen Lakh and Sixteen Thousand and One only) (inclusive of 18% GST+₹1 stamp duty) from M/s.United India Insurance Company Ltd, a public sector Insurance Company for complying with the stipulations of M/s.REC for the loan availed for the Poringalkuthu Small Hydro Electric Project,from M/s.REC Ltd.

Orders are issued accordingly.

BY ORDER OF THE FULL TIME DIRECTORS

Sd/-

LEKHA. G

COMPANY SECRETARY IN CHARGE

To:

The Chief Engineer(Civil Investigation and Construction Central) ,Vydyuthi Bhavanam.

Copy to:-

The Chief Internal Auditor/ Financial Adviser

The Chief Engineer (IT)

The RCAO/The RAO

The TA to Chairman&MD/Director (GC)/ Director (D,IT&HRM)

Director (T&SO) /Director (GE&SCM)/Director (Plg & S)

The PA to Director (Finance) / Company Secretary

The Legal Liaison Officer, KSE Board Ltd, Kochi

Library/ FC Supt/Stock File

Forwarded/By Order



Assistant Executive Engineer