



New Year Message



1st January, 2010

Dear Colleague,

At the outset I wish all NHPCians and their family members a very happy and prosperous New Year. May the Year 2010 bring prosperity and happiness to one and all.

Looking back, the year 2009 was an eventful year full of challenges and achievements for NHPC. I am glad that the Company has overall performed very well. During the 34th year of its existence, NHPC has become a listed company in both NSE and BSE w.e.f 1st Sept. 2009 following the successful conclusion of Initial Public Offer (IPO) worth over Rs. 6000 crore.

The robust financial results for the half year ended 30th Sept. 2009 with highest ever sales and net profit, showcases continual improvement in performance of the Company. I look forward to having similar impressive performance in the coming year also.

The business portfolio of the Company has been enriched with the 1500 MW Tipaimukh Project in Manipur. We are shortly expecting the establishment of Joint Venture Company for implementing Pakal Dul and two other Hydroelectric Projects with aggregate installed capacity of about 2100 MW in Jammu & Kashmir. Our subsidiary JVC, NHDC has entered into a MoU with Govt. of Madhya Pradesh (GoMP) for executing Reva Thermal Power Project of 1320 MW (2x660 MW) at Revapur in Khandwa District of M.P. Further, NHDC has also been allocated site by GoMP for 100 MW Wind Power Project in Kukru Region of District Betul in M.P.

We have submitted the DPRs of Tawang Stage I & II Hydroelectric Projects in Arunachal Pradesh within agreed schedule. The installed capacity of Tawang-II has since been enhanced from 750 MW to 1000 MW. The revised DPR of 520 MW Teesta-IV H.E. Project, Sikkim also stands submitted to Govt. of India.

Moving forward in expanding business overseas, agreement between NHPC and Royal Government of Bhutan (RGoB) for preparation of DPRs of Chamkharchhu-I (670 MW) and Kuri-Gongri (1800 MW) H.E. Projects in Bhutan was signed at New Delhi in the presence of Dr. Manmohan Singh, Hon'ble Prime Minister of India and Mr. Jigme Khesar Namgyel Wangchuck, His Majesty the King of Bhutan.

The year has also witnessed dedication to the nation of two of our hydroelectric projects viz. 510 MW Teesta Stage-V Power Station in Sikkim and 520 MW Omkareshwar Power Station of NHDC in Madhya Pradesh by Shri Sushilkumar Shinde, Hon'ble Union Minister of Power.

NHPC has been conferred with several prestigious awards in recognition of its commendable performance in various sectors; a few important ones being "TERI Corporate Environment Excellence Award 2009" (Jun. 2009) & National Award for "Meritorious Performance" (Feb. 2009) presented by Smt. Pratibha Devisingh Patil, Her Excellency, the President of India, "National Energy Conservation Award" (Dec. 2009) presented by Shri Sushilkumar Shinde, Hon'ble Union Minister of Power. The entire team of NHPC deserves compliments and appreciation for all these attainments.

Being a listed company now, with more than a million shareholders, it is all the more important for each one of us to put in extra efforts to demonstrate our capacity, capability & credibility and share the enhanced responsibility & commitment towards our valued shareholders & other stakeholders. I hope every NHPCian will rise to the occasion and contribute towards taking the Company to greater heights.

I once again take this opportunity to convey my best wishes to all NHPCians and their family members for a HAPPY NEW YEAR 2010.

Sincerely yours,

(S.K. Garg)

Chairman & Managing Director