

SURYACHAKRA POWER CORPORATION LIMITED



**19TH ANNUAL REPORT
2013-14**



Board of Directors	:	Mr. V.S. Murthy Mr. K. Vijay Kumar Mr. P.V. Subba Rao Mr. P. K. Bhattacharjee (upto 10.03.2014) Mr. A. Ramesh Kumar (upto 07.03.2014) Mrs. B.N. Raja Kumari (upto 28.03.2014) Dr. S.M. Manepalli, Managing Director Mrs. M. Mangatayaru (w.e.f. 14.08.2014 Addnl. Director)
Company Secretary	:	Mr. P. Satish Chandra Mouli
Audit Committee	:	Mr. V.S. Murthy Mr. K. Vijay Kumar Mr. P.V. Subba Rao
Statutory Auditors	:	M/s. M Bhaskara Rao & Co Chartered Accountants 6-3-652, 5th Floor, Kautilya, Somajiguda, Hyderabad-500082
Bankers	:	State Bank of India
Regd. Office	:	Suryachakra House, Plot No.304-L-III, Road No.78, Jubilee Hills, Hyderabad -500 096.
Plant	:	Bamboo flat, Near Fire Brigade, South Andaman, Port Blair - 744 107. A & N Islands



NOTICE

Notice is hereby given that the 19th Annual General Meeting of the Members of Suryachakra Power Corporation Limited will be held on **Tuesday, the 30th day of September, 2014 at 10.00 A.M** at Hotel Devi Grand, #11-5-152, Bhavani Nagar, Moosapet 'X' Roads, Hyderabad-500018 to transact the following business:

ORDINARY BUSINESS:

1. **To receive, consider and adopt the Audited Balance Sheet as at March 31, 2014 and the Profit and Loss account for the period ended as on that date and the reports of the Directors and Auditors thereon.**
2. **To appoint a Director in place of Mr. P.V.Subba Rao, who retires by rotation and being eligible offers himself for re-appointment and if thought fit to pass with or without modification the following resolution as an ordinary resolution:**

"RESOLVED THAT Mr. P.V. Subba Rao, be and is hereby appointed as an independent Director for a tenure of 5(Five) years in pursuant to the provisions of sections 149(4), 149(6) and 152 of the Companies Act, 2013."

3. **To appoint a Director in place of Mr. V.S.Murthy, who retires by rotation and being eligible offers himself for re-appointment and if thought fit to pass with or without modification the following resolution as an ordinary resolution:**

"RESOLVED THAT Mr.V.S. Murthy, be and is hereby appointed as an independent Director for a tenure of 5(Five) years in pursuant to the provisions of sections 149(4), 149(6) and 152 of the Companies Act, 2013."

4. **To consider and if thought fit to pass with or without modifications, the following resolution as an Ordinary resolution:**

"RESOLVED THAT pursuant to the provisions of section 139(2) and 142(1) of the Companies Act, 2013 the retiring Auditors, M/s. M. Bhaskara Rao & Co., Chartered Accountants, Hyderabad (bearing Regn.No.000459S) be and are hereby appointed as Statutory Auditors of the Company to hold office from the conclusion of this Annual General Meeting until the conclusion of the next Annual General Meeting at a remuneration as may be determined by the Board of Directors of the Company from time to time."

SPECIAL BUSINESS:

5. **To consider the appointment of Mrs. M. Mangatayaru, Additional Director as Director and if thought fit, to pass with or without modification(s) the following resolution as an Ordinary Resolution.**

"RESOLVED THAT Mrs. M. Mangatayaru (holding DIN: 00297032), who was appointed as an Additional Director of the Company by the Board of Directors with effect from 14th August, 2014, in terms of Section 161(1) of the Companies Act, 2013 and as per the Articles of Association of the Company and whose term of office expires at this Annual General Meeting and in respect of whom the Company has received a notice in writing from a member proposing her candidature for the office of Director, be and is hereby appointed as Non-Independent and Non-Executive Director of the Company."

6. **To consider appointment of Dr. S. M. Manepalli, Managing Director for the period from 30.09.2014 to 29.09.2019 (5 years) and if thought fit, to pass with or without modification(s) the following resolution as a special resolution:**

"RESOLVED THAT pursuant to the provisions of sections 196, 197, 203 and any other applicable provisions of the Companies Act, 2013 and the Rules made thereunder (including any statutory modifications(s) or re-enactment thereof for the time being in force) read with Schedule V of the Companies Act, 2013 (corresponding to sections 198, 269, 309, 310, 311, 316, 387, and 388 and Schedule XIII and any other applicable provisions of the Companies Act, 1956 read with Schedule XIII to the Companies Act, 1956) and based on the recommendations of the Remuneration Committee, Audit Committee and the Board of Directors, consent of the shareholders be and is hereby accorded for the re-appointment of Dr. S.M. Manepalli (holding DIN:00896147) as Managing Director of the Company for a period of 5 (Five) years w.e.f. 30th September, 2014 on the following terms and conditions:

- i) Salary of Rs.3,00,000/-(Rupees three lacs only) per month.
- ii) Perquisites: The value of which shall not exceed Rs.50,000/- Per month

**Category A:**

Housing: Rent free accommodation or House Rent Allowance at 30% of the Basic salary.

Explanation:

- i) The expenditure incurred by the Company on Gas, Electricity, Water and Furnishing shall be valued as per the Income Tax Rules, 1962 and shall be subject to a ceiling of 10% of the salary of the Managing Director.
- ii) Medical Reimbursement: Expenses incurred for self and family subject to a ceiling of one month's salary in a year or five months' salary over a period of five years.
- iii) Leave Travel Concession for self and family once in a year incurred in accordance with any rules specified by the company.
- iv) Club fees subject to a maximum of 2 clubs. This will not include admission and life membership fee.
- v) Personal Accident Insurance, the premium of which shall not exceed Rs.4000 per annum.

Category B:

The following perquisites shall not be included in the computation of the ceiling on remuneration:

- i) The Company's contribution towards Pension scheme or superannuation fund together with Provident Fund not exceeding 25% of the salary wherein contribution towards Provident Fund shall not exceed 12% of the salary. However, for the purpose of calculation of overall ceiling on perquisites, the company's contribution towards Provident Fund, Superannuation fund or annuity fund will not be included to the extent of these either singly or put together are not taxable under the Income Tax Act.
- ii) Gratuity payable should not exceed half a month's salary for each completed year of service.
- iii) One month's leave for 11 months of service on full pay and allowances as per the rules of the company. Encashment of leave at the end of the tenure will not be included in the computation of the ceiling on perquisites.

Category C:

Provision for Car for use of company's business and telephone at residence will not be considered as perquisites. Personal long distance calls on telephone and use of car for private purpose shall be borne by the Managing Director.

7. To Consider approval of the borrowing limits of the Company and if thought fit, to pass, with or without modification(s), the following as a Special Resolution:

"RESOLVED THAT in supersession of the Ordinary Resolution passed by the Members of the Company at the 13th Annual General Meeting ("AGM") held on 24th September 2008 and pursuant to the provisions of Section 180(1)(c) of the Companies Act, 2013 (including any statutory modification or re-enactment thereto from time to time) and other applicable provisions, Articles of Association of the Company and subject to such approvals, consents, sanctions and permissions as may be necessary, the consent of the Company be and is hereby accorded to the Board of Directors of the Company (hereinafter called "the Board" which term shall be deemed to include any Committee which the Board may have constituted or hereinafter constitute to exercise its powers including the power conferred by this Resolution) to borrow from time to time of such sum(s) of money(ies), secured or unsecured, as it may deem requisite for the purpose of the business of the Company, notwithstanding that money(ies) to be borrowed together with the money(ies) already borrowed by the Company (apart from temporary loans obtained from the Company's bankers in the ordinary course of business) would exceed the aggregate of the paid-up share capital of the Company and its free reserves, provided that the total amount up to which money(ies) may be borrowed shall not exceed the sum of Rs.2500 Crores (Rupees Two Thousand Five Hundred Crores Only) outstanding at any point of time".

"RESOLVED FURTHER THAT the Board of Directors of the company be and are hereby authorized to execute the documents and such other agreements to sign all such forms and returns and also to agree to any amendments thereto from time to time as it may think fit for the aforesaid purpose and to do all such acts, deeds, matters and things as may be necessary and expedient for giving effect to this resolution"



8. To consider and approve the remuneration payable to cost auditors and if thought fit, to pass, with or without modification(s), the following resolution as an Ordinary Resolution:

“RESOLVED THAT pursuant to the provisions of Section 148 and all other applicable provisions of the Companies Act, 2013 and the Companies (Audit and Auditors) Rules, 2014 (including any statutory modification(s) or re-enactment thereof, for the time being in force), the Cost Auditors appointed by the Board of Directors of the Company, to conduct the audit of the cost records of the Company for the financial year ending 31st March, 2015, be paid the remuneration as set out in the Statement annexed to the Notice convening this Meeting.”

“RESOLVED FURTHER THAT the Board of Directors of the Company be and is hereby authorized to do all such acts and take all such steps as may be necessary, proper or expedient to give effect to this Resolution.”

By Order of the Board of Directors

For SURYACHAKRA POWER CORPORATION LIMITED

Sd/-

P. SATISH CHANDRA MOULI
COMPANY SECRETARY

Place: Hyderabad

Date: 14.08.2014

NOTES:

1. A MEMBER ENTITLED TO ATTEND AND VOTE AT THE MEETING IS ENTITLED TO APPOINT A PROXY TO ATTEND AND VOTE ON A POLL INSTEAD OF HIMSELF/HERSELF AND SUCH PROXY NEED NOT BE A MEMBER OF THE COMPANY.

The proxy form(s) in order to be effective must be received by the company at the registered office of the Company not less than 48 hours before the commencement of the meeting.

2. The relevant Explanatory Statement pursuant to Section 102(1) of the Companies Act, 2013 in respect of business item nos. 5 to 8 of the notice, is annexed hereto.
3. The Register of Members and Share Transfer Books of the Company will remain closed from Saturday the 27th September 2014 to Tuesday the 30th September 2014 (both days inclusive).
4. Pursuant to clause 49 of the Listing agreement, the particulars of Directors seeking appointment and re-appointment at the meeting are annexed.
5. Members holding shares in physical form are requested to intimate any change in their address quoting their registered folio number to the Registrars and Share Transfer Agents namely M/s. Karvy Computer share Private Limited, Plot No.17 to 24, Vittalrao Nagar, Madhapur, Hyderabad-500081. Phone.No.040-44655181.
6. Members holding shares in electronic form are requested to intimate any change in their address to the depository participant (DP) with whom the de-mat account is maintained.
7. Members are requested to bring admission slip duly filled in along with a copy of Annual Report to the Meeting.
8. Corporate members intending to send their authorized representatives to attend the meeting are requested to send a certified copy of the Board Resolution authorizing their representative to attend and vote on their behalf at the meeting.
9. As part of Green Initiative in Corporate Governance the Ministry of Corporate Affairs (MCA), Government of India vide its Circular has allowed paperless compliances by Companies inter-alia stating that if the Company sends official documents to their shareholders electronically, it will be in compliance with the provisions of Section 53 of the Companies Act, 1956.



If any member is interested to receive documents in physical form, a communication in this regard may be made at the Registered office of the Company.

10. Members desiring any information on Accounts are requested to write to CFO or Company secretary at an early date so as to enable the management to reply at the meeting.
11. Annual Report of the company has been uploaded on website of the company www.suryachakra.in
12. The Company is pleased to offer e-voting facility to all its members to enable them to cast their vote electronically in terms of Section 108 of the Companies Act, 2013 read with the Companies (Management and Administration) Rules, 2014 and Clause 35B of the Listing Agreement (including any statutory modification or re-enactment thereof for the time being in force). Accordingly, a member may exercise his/ her vote by electronic means and the Company may pass any resolution by electronic voting system in accordance with the above provisions.

The procedure and instructions for e-voting are as under:

- i) Open your web browser during the voting period and navigate to '<https://evoting.karvy.com>'
- ii) Enter the login credentials (i.e., user-id & password) mentioned on the Postal Ballot Form. Your folio/DP Client ID will be your User-ID.

User - ID	For Members holding shares in Demat Form : a) For NSDL - 8 Character DP ID followed by 8 Digits Client ID b) For CSDL - 16 Digits beneficiary ID For Members holding shares in Physical Form : Event No. : Followed by Folio Number registered with the company
Password	Your Unique password is printed on the Postal Ballot Form / Via email forwarded through the electronic notice
Capture	Enter the Verification code i.e., please enter the alphabets and numbers in the exact way as they are displayed for security reasons.

- iii) Please contact our toll free No. **1-800-34-54-001** for any further clarifications.
- iv) Members can cast their vote online from 9:30 am on Saturday 27th September, 2014 to 5:30 pm on Monday 29th September, 2014.
- v) After entering these details appropriately, click on "LOGIN".
- vi) Members holding shares in Demat/Physical form will now reach Password Change menu wherein they are required to mandatorily change their login password in the new password field. The new password has to be minimum eight characters consisting of at least one upper case (A-Z), one lower case (a-z), one numeric value (0-9) and a special character. Kindly note that this password can be used by the Demat holders for voting for resolution of any other Company on which they are eligible to vote, provided that Company opts for e-voting through **Karvy Computershare Private Limited e-Voting platform**. System will prompt you to change your password and update any contact details like mobile #, email ID etc on 1st login. You may also enter the Secret Question and answer of your choice to retrieve your password in case you forget it. It is strongly recommended not to share your password with any other person and take utmost care to keep your password confidential.
- vii) You need to login again with the new credentials.
- viii) On successful login, system will prompt to select the 'Event' i.e., '**Suryachakra Power Corporation Limited**'.
- ix) If you are holding shares in Demat form and had logged on to "<https://evoting.karvy.com>" and casted your vote earlier for any company, then your exiting login id and password are to be used.
- x) On the voting page, you will see Resolution Description and against the same the option 'FOR/AGAINST/ABSTAIN' for voting. Enter the number of shares (which represents number of votes) under 'FOR/AGAINST/ABSTAIN' or alternatively you may partially enter any number in 'FOR' and partially in 'AGAINST', but the



total number in 'FOR/AGAINST' taken together should not exceed your total shareholding. If the shareholder do not want to cast, select 'ABSTAIN'.

- xi) After selecting the resolution you have decided to vote on, click on "SUBMIT". A confirmation box will be displayed. If you wish to confirm your vote, click on "OK", else to change your vote, click on "CANCEL" and accordingly modify your vote.
- xii) Once you 'CONFIRM' your vote on the resolution, you will not be allowed to modify your vote.
- xiii) Corporate/Institutional Members (corporate /FIs/FILs/Trusts/Mutual Funds/Banks, etc) are required to send scanned (PDF format) of the relevant Board resolution to the Scrutinizer through e-mail to l.d.reddy@gmail.com with copy to evoting@karvy.com. The file scanned image of the Board Resolution should be in the naming format "Corporate Name Event no.".

Registered Office of the Company:

Suryachakra House,
Plot No.304-L-III,
Road No.78,
Jubilee Hills,
HYDERABAD-500 096

Corporate Identity Number: L40103TG1995PLC019554

E-mail: suryachakra.power@gmail.com

Website: www.suryachakra.in

Registrar and Share Transfer Agents:

Karvy Computer Share Private Limited
Unit: Suryachakra Power Corp. Ltd,
Plot No. 1, Vittalrao Nagar,
Madhapur, Hyderabad-500 081.
Phone No.040-44655181.



EXPLANATORY STATEMENT:

(Pursuant to Section 102(1) of the Companies Act, 2013)

The following Explanatory Statement sets out the material facts relating to the special business mentioned in the accompanying Notice:

ITEM NO. 5

The Board of Directors of your Company at its meeting held on 14.08.2014 has appointed Mrs. M. Mangatayaru (DIN: 00297032) as an Additional Director who holds her office only up to the date of this Annual General Meeting. In terms of section 161(1) and other applicable provisions, if any, of the Companies Act, 2013, the company has received a notice in writing from a shareholder along with the requisite deposit, signifying the shareholder's intention to appoint Mrs. M. Mangatayaru as Non-Executive & Non-Independent Director of the Company.

A brief profile of Mrs. M. Mangatayaru.

Mrs. M. Mangatayaru w/o Dr. S.M. Manepalli, hails from a respectable business family and has got vast experience in managing companies' Administration. Earlier she was on the Board for the period from 28.02.1995 to 30.09.1998. Mrs. M. Mangatayaru possesses appropriate skills, experience and knowledge; inter alia, in the field of Administration and companies management

In the opinion of the Board, Mrs. M. Mangatayaru fulfills the conditions for her appointment as Non-Executive & Non-Independent Director as specified in the Act and is not disqualified from being appointed as a Director in terms of Section 164 of the Companies Act, 2013 and has given her consent to act as a Director. Keeping in view of her vast experience and knowledge, it will be in the interest of the Company that Mrs. Mangatayaru be appointed as Non-Executive & Non-Independent Director and accordingly, Dr. S M Manepalli is interested in the said resolution and Board recommends her appointment for your approval.

Save and except Mrs. Mangatayaru and Dr. S.M. Manepalli, to the extent of their shareholding interest, if any, in the Company, none of the Directors / Key Managerial Personnel of the Company and their relatives are, in any way concerned or interested financially or otherwise in the resolution as set out at Item No: 5 of the Notice.

ITEM NO. 6

Members are aware that Dr. S.M. Manepalli was initially appointed as Managing Director of the Company for a period of Five years (i.e. from 24.07.1995 to 24.07.2000) and has been re-appointed in the same position from time to time. The Board of Directors of the company at its meeting held on 14.08.2014 considered the re-appointment of Dr. S.M. Manepalli as Managing Director for a further period of five years (i.e. from 30.9.2014 to 29.9.2019)

The Remuneration Committee, Audit Committee and the Board have approved to re-appoint Dr. S.M. Manepalli as Managing Director with the same remuneration and is not disqualified from being appointed as a Director in terms of section 164 of the Act and Dr. S.M. Manepalli has given his consent to act as a Managing Director.

Dr. S.M. Manepalli hails from an agricultural and business family from Bhimavaram, West Godavari District, Andhra Pradesh and is a qualified M.B.B.S graduate. During the period 1974-87 he was engaged in rice mill business and operated 6(six) rice mills belonging to the family and he served as President of Bhimavaram Rice&Oil Merchants Association during 1983-87. He also operated Deep sea foreign fishing vessels on charter basis during 1987-92. Thereafter he was engaged in aqua-culture business, construction & operation of prawn/fish tanks, hatchery, feed mill & processing plants.

Inspired by the liberalization policies of Government of India, during 1995 he diversified his business interests by setting up a power generation plant(s) following privatization of power sector. He promoted this 20MW Power Plant successfully in A&N Islands.

ITEM NO. 7

As the members are aware, the existing borrowing powers of the Board is Rs.2500 crores. Pursuant to Section 180(1)(c) of the Companies Act, 2013 the Board of Directors of the company can borrow money subject to consent of the shareholders by a special resolution where the money to be borrowed, together with the money already borrowed by the company shall not exceed the aggregate of its paid-up share capital and free reserves, apart from temporary loans obtained from the company's bankers in the ordinary course of business. The said provision of the Act is similar to the provisions of Section 293(1)(d) of the Companies Act 1956 (Old Act), except that the approval of the shareholders is through a special resolution instead of ordinary resolution specified under the Old Act. The shareholders of the Company, at the 13th Annual General Meeting held on 24th September 2008, had authorized the Board to borrow up to Rs.2500 Crores as an Ordinary Resolution. The Ministry of Corporate Affairs, vide their circular dated 25th March 2014 has clarified that the resolutions passed under the provisions of the Old Act will be valid till 12th September 2014.



Hence the present approval of shareholders is necessary for the Company to pass a Special Resolution under the provisions of Section 180(1)(c) of the Act to ensure continuous compliance pertaining to borrowing of funds up to Rs.2500 Crores of the aggregate of the paid up share capital and free reserves of the Company, to meet the funds requirement of the Company.

None of the Directors / Key Managerial Personnel of the Company/their relatives is/are in any way, concerned or interested, in these resolutions.

The Board commends the Special Resolution set out at Item No. 7 for approval by the shareholders

ITEM NO. 8

The Board, on the recommendation of the Audit Committee, has approved the appointment and remuneration of M/s. Bharathula & Associates, Cost Accountants as the Cost Auditors of the Company to conduct the audit of the cost records of the Company for the financial year 2014-15, at a fee of Rs.25,000/-(Rupees twenty five thousands only) plus applicable taxes as remuneration for cost audit services for the FY 2014-15. In accordance with the provisions of Section 148 of the Companies Act, 2013 read with the Companies (Audit and Auditors) Rules, 2014, the remuneration payable to the Cost Auditors has to be ratified by the shareholders of the Company.

Accordingly, consent of the members is sought for passing an Ordinary Resolution as set out at Item No. 8 of the Notice for ratification of the remuneration payable to the Cost Auditors for the financial year ending 31st March, 2015. The Board of Directors recommends the above resolution for your approval.

None of the Directors or any key managerial personnel or any relative of any of the Directors of the Company or the relatives of any key managerial personnel is, in anyway, concerned or interested in the above resolution.

ANNEXURE TO THE NOTICE

Details of Directors seeking re-appointment at the forthcoming Annual General Meeting

(In Pursuance of Clause 49 of the Listing Agreement)

Name	Mr. P.V. Subba Rao	Mr. V.S. Murthy	Mrs. M. Mangatayaru	Dr. S.M. Manepalli
Date of Birth	08.06.1950	15.07.1940	31.07.1956	15.06.1950
Date of Appointment	14.11.2012	29.08.2009	14.08.2014	24.07.1995
Qualification	M.A.L.L.B. PG (Dip) in Pub. Admn & PG (Dip) in Personnel Management	Graduate in Engineering	-	MBBS
Nature of Experience in Specific functional areas	30 years in personnel & Administration in various reputed Corporate entitles.	36 years in Heavy Erection Operation and Maintenance of Transformers, power cables etc.	30 years in business operations of companies	40 years in running Acqua Culture, Agro business, rice mill Operations and power generation.
No. of Shares held in the company as on 31.03.2014	300	200	1561368	1964195
Members of the Committee of Board of Directors of the Company	Audit Committee	Audit Committee, Share holders Grievance Committee & Remuneration Committee	Nil	Nil
Directorships held in other Companies Excluding Private Limited and Foreign Companies	Nil	Nil	Nil	Nil
Chairman/Member in Mandatory Committee of the Companies	Nil	Audit Committee	Nil	Nil

In the opinion of the Board, Mr. P.V. Subba Rao & Mr. V.S. Murthy, proposed to be re-appointed as independent Directors who fulfil the conditions specified in the section 149(6) and other applicable provisions of the Companies Act, 2013 and the rules made there under and that the proposed Directors are independent persons of the management.



DIRECTORS' REPORT

Dear Members,

Your Directors have pleasure in presenting the 19th Annual Report of the company together with the Audited Accounts for the year ended March 31, 2014.

FINANCIAL PERFORMANCE:

(Rs. in millions)

Particulars	Year ended 31.03.2014 (12 months)	Period ended 31.03.2013 (9 Months)
Income from sale of power	1458.42	1011.56
Other Income	2.05	0.00
	1460.47	1011.56
Profit before interest and depreciation	77.69	35.69
Interest and Finance Charges	38.84	78.06
Depreciation	61.76	50.80
Profit after interest, but before exceptional items	(22.90)	(93.17)
Exceptional Items (net)	—	—
Profit before Tax	(22.90)	(93.17)
Current Tax	—	—
Mat credit entitlement	(9.21)	—
Profit after Tax	(32.11)	(93.17)
Profit / (Loss) for the year	(32.11)	(93.17)

REVIEW OF OPERATIONS:

The Board observed that the company achieved a turnover of Rs.1460.47 Millions for 12 months (Standalone) as against the previous year's 9 months turnover of Rs.1011.56 Million(standalone) and an improvement in turnover by Rs.448.92 Millions i.e. an increase in turnover by 43.37% for 12 months period as against the 9 months turnover of last year, due to improved methods of production at plant level, although there was a shutdown of one of the gen sets at the A&N Plant. The operating net loss for the current year was Rs.(-)32.11 Millions after financial charges when compared to previous year's net loss of Rs.(-)93.17 Millions. The company's 20 MW plant at Bamboo flat, Port Blair has achieved an availability of 67.03%.

Management Discussion and Analysis Report for the year under review, stipulated under Clause 49 of the Listing Agreement entered with Bombay Stock Exchange Ltd forms part of this Annual Report. The Board reviews the progress of the Company from time to time and guide the Company towards its corporate goals.

JOINT ELECTRICITY REGULATORY COMMISSION (JERC) PETITION:

The Hon'ble JERC after hearing several hearings from both the parties on the petition filed by the Company in November 2012 has passed order dated 03.07.2013 in favour of the Company with directions to respondents i.e. A&N Administration fixing project cost of SPCL at Rs.78.2965 Crores and certain other issues viz: waiver of liquidated damages and payment of deemed generation charges and interest on delayed payment etc., and directing both the parties to submit the compliance report in this regard to the commission within a fortnight i.e. by 18.07.2013. The company has submitted invoices for an amount of Rs.84.18 Crores (approx) as on July 2013 to A&N Administration for payment of the arrears as per the JERC Order. However the A&N Administration instead of complying the JERC order, have filed a review petition on 03.08.2013 for review of the JERC order dated 03.07.2013 on the tariff issues. The JERC after hearing both the parties at length has dismissed the review petition filed by the A&N Administration in its order dated 23.09.2013 for not finding any merit therein and issued show cause notice to explain why penalty should not be imposed upon them U/S 142 & 146 read with section 149 of Electricity Act against the A&N Administration for willful and intentional non-compliance / contravention of the order dated 03.07.2013 passed by the Commission and for non-payment of an amount of Rs.84.18 Crores as claimed