



ANDHRA PRADESH POWER GENERATION CORPORATION LIMITED

ABSTRACT

Sub: APGENCO- PHEP (12X80MW) – Execution of Polavaram Hydro Electric Project on EPC (TURNKEY) basis – Implementation of the Arbitration Award pertaining to the Terminated contract with M/s.NECL– Regarding.

G.O.O. No. 32/CE(HPC&HP)/2025

Date:07.05.2025
Read the following:

Ref:

- 1.Arbitration Award dated 08-12-2024.
- 2.Minutes of Meeting dated 01-05-2025
- 3.Resolution passed by the Board of Directors through circulation on 07-05-2025

ORDER:

The Andhra Pradesh Power Generation Corporation Limited has accorded approval for implementation of Arbitration Award pertaining to the terminated contract with M/s.Navayuga Engineering company Limited (M/s.NECL) pertaining to the Polavaram Hydro Electric Project (12X80MW). In view of the same following actions shall be implemented.

1. An amount of Rs.890,85,60,491/- shall be paid to M/s.NECL duly adjusting the receivables from M/s.NECL as per the Arbitration Award as mentioned below.

Sl.No.	Description	Amount in Rupees
1	Amount to be paid to NECL	890,85,60,491
2	Amount to be paid to APGENCO	732,09,53,251
3	Balance to be paid to NECL	158,76,07,240

2. Process the invoices raised by M/s. NECL for the awarded amount as follows.
 - i. To process the invoice for Rs. Rs.878,10,96,658/- duly adjusting the receivable amount from M/s. NECL without GST.
 - ii. To process the invoice for Rs. 11,38,06,993/- with 12% GST only [even though the invoice is incorrectly raised with 18% GST].
3. Address all the Banks, that issued the Bank Guarantees to release the original bank Guarantees and modify the liability of one of the Mobilization Advance BG from Rs. 161.01 to 114.93 Crores [towards the APGENCO receivable GST refund].

4. Release the Corporate Guarantee submitted by M/s. NECL.

This Order is issued in concurrence with the Resolution passed by the Board of Directors through circulation on 07-05-2025

(By Order and in the name of Andhra Pradesh Power Generation Corporation Limited)

**Chief Engineer
(HPC & Hydel Projects)**

To:

- The Chief Engineer/Civil/Hydel & General Services/C&I/APGENCO/VS/Vja-04
- The Chief General Manager (Resources & Accounts)/ APGENCO/ Vidyut Soudha/Vja-04.
- The Chief General Manager (Audit & Trust)/APGENCO/VS/ Vja-04.

Copy to:

- The Superintending Engineer/E&M/PHEP/Polavaram/Rajahmundry-3
- The Dy.EE/Technical to Managing Director/ APGENCO/ Vidyut Soudha/ Vja-04.
- The Dy.EE /Technical to Director (Hydel)/ APGENCO/ Vidyut Soudha/ Vja-04.
- The AO to Director (Finance & Commercial)/ APGENCO/ Vidyut Soudha/ Vja-04.
- The Dy.EE /Technical to Director (Thermal)/ APGENCO/ VS/ Vja-04.
- The Dy.EE /Technical to Director (HR & IR)/ APGENCO/ Vidyut Soudha/ Vja-04.
- The AE/Technical Chief General Manager (Adm., IS & ERP)/ APGENCO/ Vidyut Soudha/ Vja-04.
- The Assistant Company Secretary/APGENCO/VS/ Vja-04.
- The Central Record Section/APGENCO/VS/ Vja-04.