Subject No: 78/21: Store Budget of HESCOM for the FY 2017-18.

Following were submitted:

1. During the last FY 2016-17, there was 100% utilisation of sanctioned Store Budget of Rs.176.23 Crores.
2. Details of Store Budget proposed for FY 2017-18 is as hereunder:
   (i) Out of proposed Capital Budget of Rs. 1199.63 Crores, Rs 814.02 Crores is provided for capital works to be taken up on Turnkey basis and Rs. 385.60 Crores is considered for the works to be taken up departmentally.
   (ii) Out of proposed works to be taken up departmentally viz., Rs. 385.60 Crores, a sum of Rs 73.37 Crores is considered as labour portion and a sum of Rs. 312.23 Crores is provided for purchase of materials required for the works.
   (iii) The details of materials required for the works to be taken up departmentally are as hereunder:
<table>
<thead>
<tr>
<th>SI No.</th>
<th>Particular</th>
<th>Amount in Rs. Crores.</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Materials proposed to be purchased by placing Purchase Orders by the Corporate Office and field Officers.</td>
<td>303.48</td>
</tr>
<tr>
<td>2</td>
<td>Nirantar Jyoti Yojana</td>
<td>8.75</td>
</tr>
<tr>
<td></td>
<td>Total amount in Rs. Crores.</td>
<td>312.23</td>
</tr>
</tbody>
</table>

(iv) Capital investment proposed for NJY works (phase-III) is Rs.54.80 Crores. Out of this, the cost of the materials proposed to be purchased works out to Rs.8.75 Crores and balance Rs.46.05 Crores is considered towards turnkey/ partial turnkey portion for execution of the works.

Board debated the matter. Approving the proposal, the following Resolution was passed:

**RESOLVED THAT** for the reasons explained, the Store Budget of HESCOM for the FY 2017-18 as proposed involving an outlay of Rs. 312.23 Crores (Rs.Three Hundred and Twelve Crores and Twenty Three Lakhs only) be and is hereby approved.

**SubjectNo.78/26:** Contribution of Rs. 50 Lakhs for construction of KPTCL Diploma Engineers Association building at Mattikere, Bengaluru requested by the President, KPTCL Diploma Engineers Association - Regarding.

It was noted that the President, KPTCL Diploma Engineers’ Association has requested to grant financial assistance of Rs.50 Lakhs for construction of the above Building. The approximate cost of construction is Rs.11 Crore and the construction work has been entrusted to M/s. S M Constructions, Bengaluru. It was given to understand that KPTCL & other ESCOMs have also considered the request and contributed for the purpose. Considering the same, it was decided to contribute a sum of Rs.10 Lakhs to the proposal in question.

Following Resolutions were passed in this context:

**RESOLVED THAT** approval be and is hereby accorded to provide a contribution of Rs.10 Lakhs (Rs. Ten Lakhs only) on behalf of HESCOM to KPTCL Diploma Engineers’ Association for constructing their Association’s Building at Mathikere, Bengaluru.
Subject No.78/28 : Transfer of amount lying in the Share Deposit Account to Equity Share Capital Account and allotment of Shares in favour of Hon’ble Governor, State of Karnataka.

Following were submitted:

1. During the last two Financial years, GoK have invested Equity to an extent of Rs.276.58 Crores.
2. Such infusions are initially kept under Share Deposit Account. The said amount has to be transferred to Equity Share Capital Account and necessary shares have to be allotted in favour of Hon’ble Governor, State of Karnataka.
3. GoK vide its Notification dated 02.01.2012 have accorded approval for 50% exemption to HESCOM for payment of Stamp Duty on allotment of Shares.

Board debated the matter, approving the proposal following Resolutions were passed:

RESOLVED THAT for the reasons explained in the proposal, the following be and are hereby approved:

1) To transfer an amount of Rs.276,58,00,000/- (Rupees Two Hundred & Seventy Six Crores and Fifty Eight Lakhs only) lying in Share Deposit Account into Share Capital Account.

2) To allot the following Equity Shares of Rs. 10/- each in favour of the Hon’ble Governor, State of Karnataka:

<table>
<thead>
<tr>
<th>No. of shares allotted</th>
<th>Distinctive No. of shares</th>
<th>Value of shares</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>From</td>
<td>To</td>
</tr>
<tr>
<td>276580000</td>
<td>0934487801</td>
<td>1211067800</td>
</tr>
</tbody>
</table>

3) To incur an expenditure of Rs.13,82,900/- (Rs. Thirteen Lakhs Eighty Two Thousand Nine Hundred only) towards Stamp Duty on allotment of shares.
4) To issue necessary Share Certificate for allotted amount duly authorising Managing Director, HESCOM, Director (Technical), HESCOM and Authorised Signatory, HESCOM to sign the Share Certificate on behalf of the Company & to affix the Common Seal of the Company on the Share Certificate thereon as required under the Articles of Association of HESCOM.

It is hereby requested that needful action may please be taken in accordance with the decision of the Board and “Action Taken Report” sent to the undersigned at the earliest for submitting the same before the Board at its next meeting.

[Signature]
Authorised Signatory
HESCOM

To:
The Chief Financial Officer,
Corporate Office, HESCOM,
P.B.Road, Navanagar,
Hubballi