

Manila

June 7, 2018

POWERGRID-Glance



- ❖ Incorporated in 1989; Commercial operation -1992-93
- Central Transmission Utility since 1998
- Accredited "Navratna" status in 2008
- Listed Company on BSE & NSE
 - IPO in Sept. 2007 and FPOs in Nov. 2010 & Dec. 2013
 - Shareholding (Mar'18): Gol-56.91%; Public: 43.09%

Vision

World Class, Integrated, Global Transmission Company With Dominant Leadership in Emerging
Power Markets Ensuring Reliability, Safety and Economy

Gross Fixed Assets
(as on 31-03-2018)

27.24 bn.\$

Tr. Lines (as on 31-03-2018)

148,838 ckm

1,162 Nos.

MVA & S/S (as on 31-03-2018)

332,163 MVA

236 Nos.

Operating Parameters (FY17-18)

Availability: 99.81%

Reliability(*): 0.60

* Trippings/ line















Operational Areas



Transmission





Consultancy



- Owns and operates ~90% of India's ISTS.
- Inter-State, Inter-Regional and Transnational links
- Green Energy Corridors.
- Development of 1,200kV UHV-AC.

- Leverages POWERGRID's nationwide transmission infrastructure.
- Owns and operates more than 36,500 kms. of telecom network.
- Implements GOI's strategic initiatives:
 - ✓ National Knowledge Network ("NKN")
 - ✓ National Optic Fiber Network ("NOFN")

- Utilizing in house expertise for providing services in areas of transmission, distribution & Environment & Social Management.
- Provide Domestic Consultancy services to more than 150 clients including State power utilities, private sector and govt. utilities.
- Global footprints in 20 countries with more than 25 clients in Asia, Africa and other SAARC countries.

Climate Change: Real & Happening



- □ After extensive debate in last decade, broad consensus on following has emerged:
 - ✓ Climate change is real & happening;
 - ✓ largely due to anthropogenic activities.
- □ Atmospheric CO₂ levels increased from 315.7ppm in 1958 to 409.56 ppm in April'18.
- According to NASA/NOAA's National Climatic Data Centre, 2016 was the hottest year on record across the globe since 1880 when record keeping began.

Some testimonies/opinions:

"Human influence on the climate system is clear, and recent anthropogenic emissions of greenhouse gases are the highest in history. Recent climate changes have had widespread impacts on human and natural systems." Intergovernmental Panel on Climate Change.

A meta study (2013) of 11994 peer reviewed papers on climate change concluded that out of 3974 studies which took position on human-influenced climate change, 97.1% agreed that human activity is causing global warming

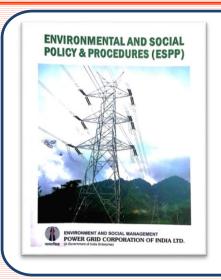
Climate Change vis-à-vis India



- □ Enhanced Vulnerability due to its disadvantageous position on followings:
 - ✓ 2.4% of world's surface area
 - √ 17.5% of world's human population
 - √ 17.5% of world's cattle population
- ☐ 6th most vulnerable country as per Global Climate Risk Index (CRI) released by Germanwatch,
- ☐ HSBC ranked India the most vulnerable country in the world followed by Pakistan, Philippines and Bangladesh.

POWERGRID's Sustainability Practice





Environmental and Social Policy & Procedures (ESPP)

- Committed to the goal of sustainable development and conservation of nature & natural resources.
- Strictly follows the basic principles of **Avoidance**, **Minimization and Mitigation** in dealing with environmental and social issues.
- Restoration and enhancement undertaken, wherever necessary.



Certifications

- IMS PAS 99:2012
- EMS ISO 14001:2015
- QMS ISO 9001 :2015
- OHSAS 18001:2007
- SAS SA 8000 :2008
- ISO/IEC 27001 :2013

World Bank selected ESPP as the first candidate for 'Use of Country Systems' in India in 2009

Signatory to Integrity Pact of **Transparency International** since 2009

1st Company among Power Sector CPSUs to publish Sustainability Report in 2010

ADB approved ESPP under Country Safeguard System (CSS) in 2017

Sustainability Journey

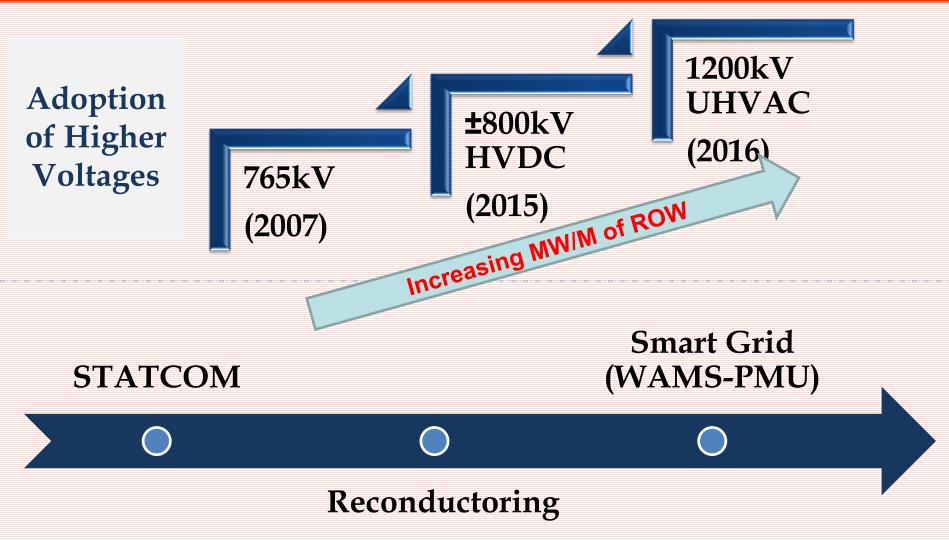


- □ Though Transmission Projects considered environmentally benign still POWERGRID developed a comprehensive "Environmental and Social Policy & Procedures (ESPP)" in 1998 to pre-empt any possible Environment & Social issues with mandated comprehensive E&S Assessment Measure beyond National requirement;
- □ Adoption of ESPP not only reduced Environmental and Social risks substantially but also rewarded financially;
- □ Forest Involvement in Transmission Lines reduced progressively from 6% in 1998 to less than 2 % in 2016;
- □ Approx. 1.25 million tons of CO₂ absorption by saved <u>forest</u> annually.

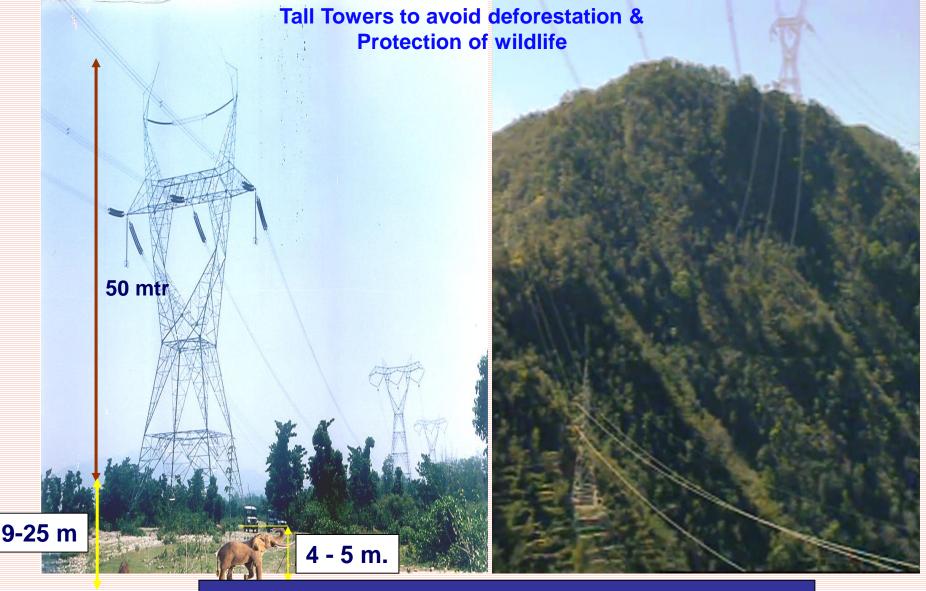
Giant Step to Combat Climate Change

New Technology in Transmission





Innovative Tower Designs



Reduced Tree Felling from 99000 to 7612

Development of 1200kV UHVAC



- Indigenously developed through Public Private
 Partnership (PPP) with 35
 Indian manufacturers;
- > Field trials since 2012;
- Power flow commences in Apr'16;
- Further reduces RoW requirement (as power carrying capacity about 12 times of 400 kV system and 2.5 times of 800 kV system)



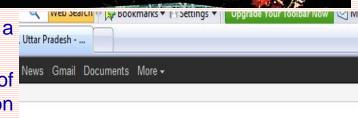
World's highest voltage, **1200kV UHV AC**,

±800 kV NER-NR Interconnector - Case Study





- World's longest (~ 1812 km) multi-terminal ±800kV HVDC with a Power Transfer capacity of 6000 MW;
- Project planned to facilitate development of vast hydro potential of 84,000 MW in NE Region by creating high capacity Transmission Highway;
- To Reduce CO₂ emissions by replacing high carbon intensive thermal generation at demand side by transmitting 6000 MW of low carbon intensive hydro power generated in NER;
- Project designed as CDM in association with the World Bank;
- Estimated reduction in CO₂ emission 257 million tons in 30 years lifecycle (on a conservative estimate @0.7 t CO₂/MW) h Charali, based on 3100 MW transmission, which may go up to 497 million tons of CO₂ in phased manner, if proposed additional capacity is added.





Towards the Green Future



Integration of Renewable Energy to National Grid

- Development of Green Energy Corridor projects
 - ✓ Dedicated scheme for integration of <u>solar/wind</u> power into National Grid;
 - ✓ Funded by KfW (Part A-C) and ADB (Part –D);

□ Dedicated Transmission scheme for Solar Power Parks

- ✓ <u>Solar Power</u> parks are being established in line with GOI's ambitious plans of generating 100 GW solar energy by 2022;
- ✓ POWERGRID establishing dedicated Transmission systems for 5 solar parks i.e. NP Kunta (1500 MW/AP), Tumkur (2000 MW/Karnataka), Bhadla (1500 MW/Rajasthan), Banaskantha (700 MW/Gujarat), Rewa (750 MW/MP);
- ✓ Funded by ADB including Clean Technology Fund (CTF) of \$50 million.

Such corridors will facilitate transfer of 43 GW of renewable energy

New Initiative



- ☐ Use of Inductive Power in Earth wire for powering telecom Antenna
- ✓ Pioneering initiative to purposefully utilize induction power;
- ✓ Towers used for mounting the Telecom Antennas, Base Transceiver System (BTS) and associated auxiliary power supply equipment for mobile communication;

Eliminate use of diesel DG sets-GHG emission source.

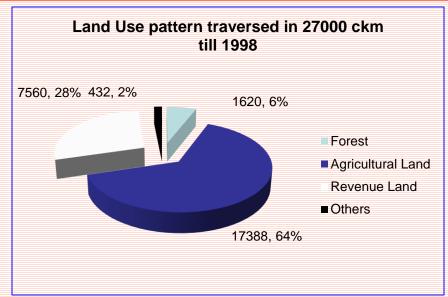
THANK YOU

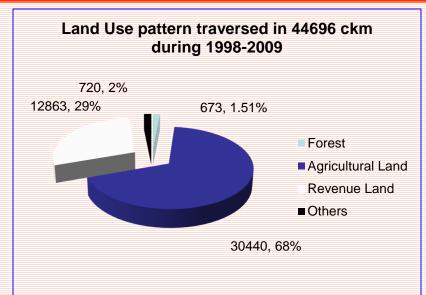


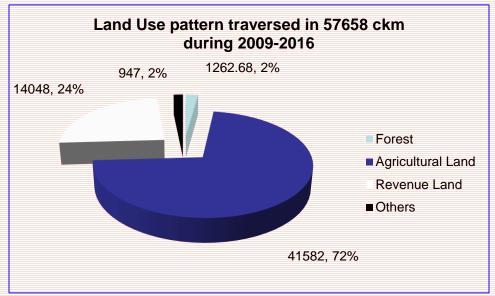
rks@powergridindia.com

Encouraging Results: Saving in Forest









Forest Saving vis-à-vis impact



Description	1998-2009		2009-2016		Total	
Saving in forest	In km.	In ha.	In km.	In ha.	In km.	In ha.
	2006	9227.6	2196	10101.6	4202	19329.2
Compensatory Afforestation (CA) cost saving in INR (million)	1845 (\$ 28.3m)		2020 (\$ 31.1m)		3865 (\$ 59.47m)	
Cost of Net Present Value	7382		8081		15463	
(NPV) in INR (million)	(\$ 113.5m)		(\$ 124.3m)		(\$ 237.9m)	
Anticipated CO2 absorption by saved forest *(tons)	599794		656604		1256398	
Likely O2 Generation by saved forest **(tons)	32296		35355		67652	

^{*} Estimated about 65 tonnes CO2 absorbed by one ha. forest annually.

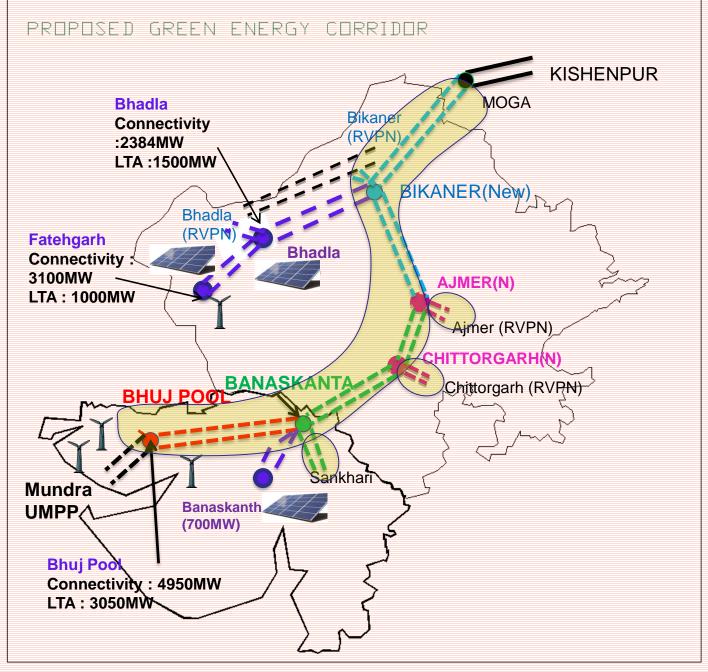
^{**} Estimated about 3.5 tonnes O2 generated by one ha. forest annually.











GEC Part A: KfW Tr-I

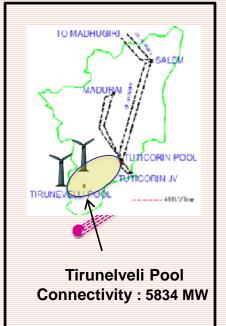
GEC Part B: KfW Tr-II

GEC Part C : KfW

Tr-III

■■■ GEC Part D : ADB

Tr. Scheme for Solar Parks





Solar Parks Integration





- □ POWERGRID evolved comprehensive transmission plan for evacuation of about 20GW Solar Park capacity as part of GEC-II
- Inter State transmission for13 solar parks (about9220MW capacity)
- Intra State transmission for21 solar parks (about10,780MW capacity)