



जे. महापात्र

कार्यकारी निर्देशक
(आर. अण्ड आर., सेफ्टी एवं सीएसआर)

J. MOHAPATRA

Executive Director (R & R, Safety & CSR)

एन टी पी सी लिमिटेड

(भारत सरकार का उद्यम)

NTPC Limited

(A Govt. of India Enterprise)

(Formerly National Thermal Power Corporation Ltd.)

केन्द्रीय कार्यालय/Corporate Centre

01/CSR/2.03

10th October, 2007

Dear Jeff,

NTPC as a part of its commitment to UN Global Initiative has prepared the "Communication on Progress" for the period April, 2006-March 2007". Copy of the COP is enclosed. The COP is included in NTPC's Annual Report for the year 2006-07 at Annexure-X to Director's Report. The copy of the annual report will be sent separately.

With regards,

Yours sincerely,


J. MOHAPATRA)

Jeff Senne,
Manager, Communication on Progress,
Global Compact,
UN Global Compact Office,
United Nations,
New York 10017,
(USA).

Annex-X to Directors' Report

UNGC – Communications on Progress (2006-07)

NTPC expresses its continued support for the Global Compact and its commitment to take action in this regard, as was communicated by the Chairman & Managing Director, NTPC in his letter dated May 29, 2001 addressed to Secretary General, United Nations.

NTPC has posted the brief of Global Compact and its commitment to the principles of GC on its website at www.ntpc.co.in. The principles of GC were also communicated to all employees through in-house magazines, internal training programmes and posters. Director (HR) of NTPC has been nominated as Vice President, Northern Region for Global Compact Society, India.

Human Rights: Principle 1-2

Most of NTPC's operating power stations are located in remote rural areas which are socio-economically backward and deficient in the basic civic amenities. NTPC, as responsible corporate citizen has been addressing the issue of community development in the neighbourhood areas of its stations, which had been impacted due to establishment of the project.

While, this has been initially administered as part of resettlement and rehabilitation effort, NTPC recognized its social responsibility to continue community and peripheral development works where the same has been closed under R&R policy. Towards this, NTPC during 2004-05 adopted "Corporate Social Responsibility-Community Development (CSR-CD) Policy", July' 04.

Under this policy, during 2006-07, NTPC allocated a fund of Rs.62.049 million to 20 operating stations for carrying out comprehensive Community Development work in the area of health, education, drinking water and peripheral development. In addition, Quality Circles (QCs) have been started in neighborhood villages of 10 stations. The NTPC employees participate in various CD activities through Employee Voluntary Organization for Initiative in Community Empowerment (EVOICE).

NTPC also recognizes that generation of power is key to development, particularly in the remote and far-flung places where the power is either not available or is in acute shortage. The Decentralized Distributed Generation and Supply (DDGS) of power is a plausible solution. Under its CD initiatives, NTPC supported for preparation of 45 Detailed Project Reports (DPRs), for insurance of the commissioned DG projects and for bridging the gap between the total project cost and the grant received from external funding agencies in respect of 11 Distributed Generation (DG) Projects.

NTPC supported various Institutions/ Bodies and undertook initiatives for major activities as detailed below:

- (i) In Uttarakhand, NTPC is committed to provide support for setting up a technical polytechnic at Kaladungi, Dist. Nainital.

- (ii) In Kerala, NTPC has committed to provide support to Allapuzha medical College Hospital for one dialysis machine. The hospital will provide free medical facilities to the economically under privileged patients.
- (iii) In Orissa, NTPC has taken up Developmental works for Car parking, Water tanks and Lighting of approach road for Shree Jagannath Temple, Puri, a renowned cultural heritage site.
- (iv) Further in the field of Health, NTPC has committed to provide support to Hyderabad Eye Research Foundation for three specialized Eye Centers at Bhubneswar Eye Hospital, Bhubneswar, Orissa. These Centers will provide free medical facilities to the economically under privileged patients.
- (v) NTPC has also committed support to Centre of the Study of Values, Udaipur for assistance in self reliance for 200 tribal girls/ women in tribal area of Jhamar Kotra in Udaipur District, Rajasthan.
- (vi) NTPC supported and participated in the "Ability Mela" organized by Business & Community Foundation, Delhi for the benefit of Persons with Disability.

Labour Standard: Principle 3-6

For addressing the issue of labour standard in comprehensive manner, NTPC has decided to adopt international standards like SA-8000 and OHSAS-18001.

During the year 2006-07, two of the NTPC stations viz Unchahar and Vindhyachal received SA-8000 accreditation. Anta, Auraiya, Badarpur, Faridabad, Kayamkulam, NCPP-Dadri, Ramagundam, Simhadri, Talcher-Thermal and Tanda are already accredited in the previous years.

All the 20 operating Stations of NTPC have already obtained accreditation under OHSAS 18001. During 2006-07 seven stations viz. Anta, Kahalgaon, Kayamkulam, Korba, Ramagundam, Simhadri, and Singrauli have been re-certified under OHSAS 18001. Surveillance audits were conducted for OHSAS 18001 for all other stations.

Environment: Principle 7-9

Towards its commitment to environment NTPC has decided to adopt ISO-14001 and all its 20 operating stations have obtained accreditation for ISO-14001.

During the year 2006-07, six stations viz. Kayamkulam, Korba, Ramagundam, Simhadri, Singrauli and Tanda stations have been re-certified under ISO 14001. Surveillance audits were conducted for ISO-14001 for all other stations.