



PERFORMANCE REVIEW

Half year ended September 2008



Kolkata, 30th October 2008



■ Performance summary H-O-H

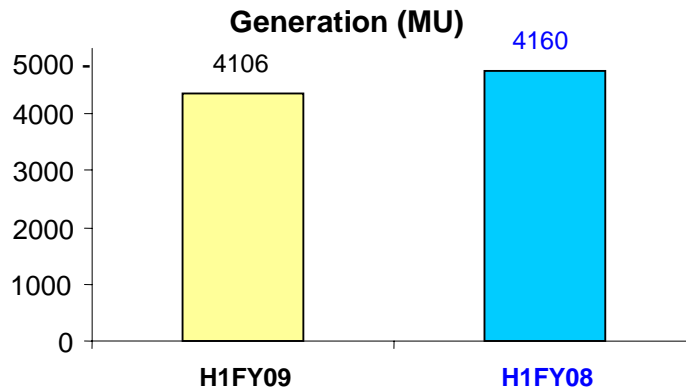
- **Generation** – 4106 MU
- **Sales** – 4034 MU.
- **EBIDTA** – Rs.466 cr.
- **Net profit** – Rs.218 cr.

8% REDUCTION IN INTEREST COST

25% INCREASE IN NET PROFIT for the half year.

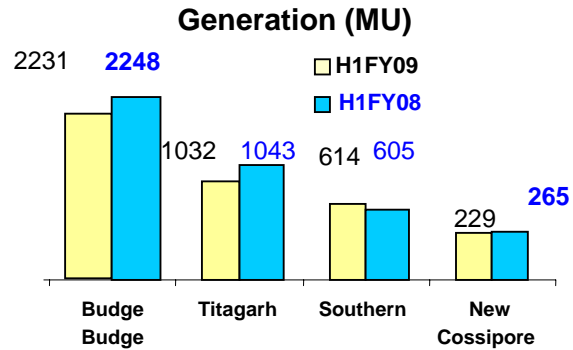
■ Operating highlights

• *Generation*



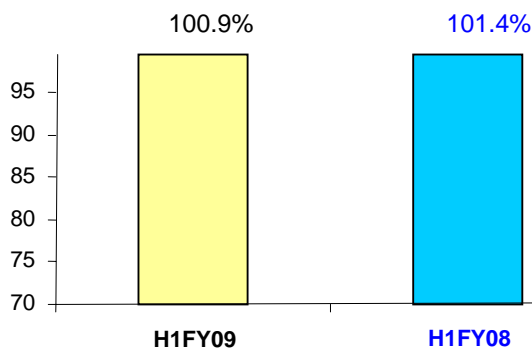
- Plant wise break-up of generation:**

New Cossipore Generating station is only used as a peaking station.



- Plant load factor (PLF)**

Overall PLF (%)



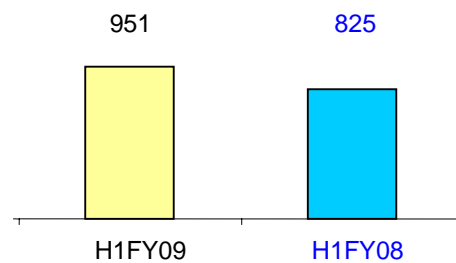
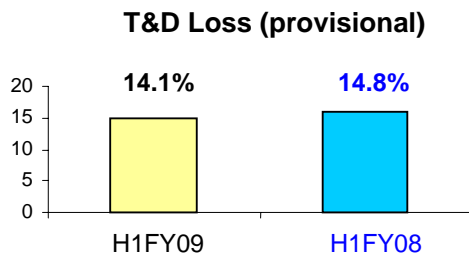
Plant wise PLF is given below:

PLF%	H1FY08	H1FY09
Budge Budge	102.3	101.6
Titagarh	98.9	97.9
Southern	102.0	103.5

* Excluding NCGS

- Transmission & Distribution Loss & Power purchase**

Power purchase (MU)



■ Other highlights

- Tariff

The average tariff for 2008-09 determined by WBERC was at Rs. 3.91/kwh as compared to Rs. 3.86/kwh earlier.

- Power Export

Though the export for the first half of the year was lower than the corresponding period of last year, overall margin generation was higher because of higher price realisation.

- Future outlook

- Progress on 250 MW third unit at Budge Budge has been satisfactory and loan disbursements for the project are continuing.
- The Company has acquired around 75% land for Phase I of Haldia Project 600 MW . Coal linkage has since been obtained. The Company has obtained environmental clearance for the project. Various other clearances , viz water consumption , erection of chimney have been obtained.
- Joint allocation of coal block (110 MT) obtained in Jharkhand for setting up a 1000 MW merchant power plant. Opportunities are also being explored both in and outside West Bengal for merchant power plant in other locations also.
- The property company, a 100% subsidiary is gearing up its activities. Work on development of the Shopping Mall is in progress. New locations in and out of Kolkata have also been acquired for development



Cautionary statement

Statements in this “ Performance Review ” describing the company’s objectives, projections, estimates, expectations or predictions may be “ forward looking statements” within the meaning of applicable securities law and regulations. Actual results could differ materially from those expressed or implied. Important factors that could make a difference to the company’s operations include demand supply conditions, finished goods prices, availability and prices of raw materials, changes in the government regulations, tax regimes, economic development within India and the countries within which the company conducts business and other factors such as litigations and labour negotiations.