



NEYVELI LIGNITE CORPORATION LIMITED

(A Government of India Enterprise)

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FSD, Egmore Complex of Food Corporation of India, Chetpet, Chennai-600 031
Corporate Office: Block-1, Neyveli-607 801, Cuddalore District, Tamil Nadu.

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Lr.No. Secy./Reg.30/2016

21.07.2016

To

Shri.Avishkar Naik
Chief Manager/Surveillance
National Stock Exchange of India Ltd
Plot No.C/1,G Block
Bandra-Kurla Complex
Bandra(E),MUMBAI-400 051

Scrip Code : NEYVELILIG

Sir,

Ref : Your fax letter no. NSE/CM/Surveillance/6360 dt. 21.07.2016.

Sub : News Item appeared in Newspaper "DNA" dated 21.07.2016 on Ghatampur Thermal Power Project.

With reference to your above letter, we offer below our comments in respect of the news item appeared in Newspaper "DNA" dt.21.07.2016 on CCEA approves 1980 MW Thermal Power Project in Uttar Pradesh.

(i) Whether such event/negotiation/article stated in published news were taking place. If so, you are advised to provide the said information alongwith the sequence of events in chronological order and the material impact of this article on the Company.

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(i) Whether Company are aware of any information that has not been announced to the Exchanges under Regulation 30 of the SEBI(LODR) Regulations,2015. If so, you are advised to provide the said information and the reasons for not disclosing the same to the Exchange earlier as required under Regulation 30 of the SEBI(LODR) Regulations,2015.

In response to your mail/letter, the following clarification is furnished:

One of the Subsidiaries of the Company viz., Neyveli Uttar Pradesh Power Limited formed in Joint Venture with Uttar Pradesh Rajya Vidyut Utpadan Nigam Limited (UPRVUNL) (in the ratio of 51:49), has proposed to set up 1980 MW (3 x660 MW) coal based thermal power project at Ghatampur Tehsil, Kanpur Nagar in the State of Uttar Pradesh. The information about the said Subsidiary Company and the status of the above Project has been detailed in the Annual Reports of the earlier years (2011-12, 2012-13, 2013-14 and 2014-15) sent to the Shareholders and to the Stock Exchanges.

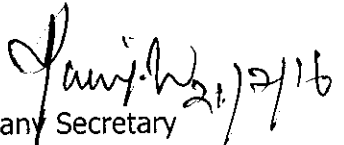
In this connection we wish to state that as part of details of the above Project, it was mentioned in the Annual Report of 2014-15 that the Project Investment Board of Government of India has recommended the Project proposals to the Cabinet Committee on Economic Affairs (CCEA). Government of India has its own process and procedures to take up any proposals to the Cabinet/ Committees of the Cabinet in consultation with the other Ministries of Government of India and accordingly this project proposal has been taken up by the Ministry of Coal, the Administrative Ministry for sanction of the Government/ CCEA.

Based on the Press Release of Press Information Bureau of India on 20th July, 2016, it has come to the notice of the Company that the CCEA chaired by the Hon'ble Prime Minister of India has given its approval for installation of Ghatampur Thermal Power Project of 1980 MW (3x660 MW) capacity through the Joint Venture Company named "Neyveli Uttar Pradesh Power Limited" formed jointly by NLC and UPRVUNL at an estimated cost of Rs.17,237.8 crore. However the formal communication from the Administrative Ministry is yet to be received on this matter.

This is for information please.

Thanking you,

Yours faithfully,
for Neyveli Lignite Corporation Limited


Company Secretary