



CHAIRMAN'S MESSAGE

It gives me immense pleasure to welcome you to the Ninth Annual General Meeting of the Company. The Directors' Report and audited Financial Statements of the Company for the year ended 31st March 2015 together with the Auditor's Report have already been circulated.

DFCCIL was created with an objective to expand IR's freight carrying capacity through a strategy of big leap rather than through small incremental steps as in the past. The Company is steadily going ahead towards the achievement of its mission to build the two corridors with state of the art technology that would enable Indian Railways to regain its market share of freight transport using the additional capacity and offering efficient, reliable, safe and cheaper options to its customers.

As on date, the Company has the following achievements to its credit.

1. The total capital expenditure incurred in FY 2014-2015 is ₹ 2897.50 Crores. The cumulative capital expenditure incurred since inception of the project is ₹ 13247.70 Crores.
2. On the Eastern DFC, the land acquisition over a length 1318 Km. for an area of about 4548 hectares (excluding Sonnagar-Dankuni section of 538 Kms covering an area of 1002 hectares) has been largely completed. On Western DFC, an area of about 5989 hectares along 1520 Kms has been substantially completed. As on 31.03.2015, the progress of land acquisition is approximately 84.2% (except Sonnagar-Dankuni section) and 81% overall. Total compensation amounting to ₹6882 Crore (WDFC- ₹ 4140 Crore, EDFC- ₹ 2742 Crore) has been awarded.
3. During last one year, pace in award of contracts has accelerated. Contracts worth ₹ 17,590 Crores have been awarded. Overall, Contracts for 65% Civil and 48% Electrical and S&T over the complete length of DFCCIL (except Sonnagar-Dankuni section on PPP) have been awarded. Major contracts awarded during this period are:
 - Civil contract – Mughalsarai-Kanpur (EDFC-2) – 402 kms.
 - Civil contract – Vaitarna-Makarpura (WDFC Phase-II) – 320 kms.
 - Electrical Contract for Rewari-Vadodara Section (WDFC Phase I).
 - Electrical and S&T contract – Khurja-Kanpur (EDFC-1).
 - S&T contract – Rewari-Makarpura (WDFC Phase-I).
 - Special Bridge Package for WDFC.
 - Train Protection Warning System for WDFC.
 - Heavy Haul Rail Capacity Development in India (HHRCDI).
4. **Funding arrangements:**
 - Negotiation for EDFC-3 Project has been completed and loan amount of US\$ 650 Million sanctioned by World Bank on 30.06.2015.
 - Loan Agreement of World Bank loan of \$1.1 Billion for Kanpur-Mughalsarai section was signed in December 2014.
 - Revised cost estimate of ₹ 81459 Crores was approved by the Cabinet Committee of Economic Affairs (CCEA) in its meeting held on 24.06.2015.

5. Significant progress has been made in the works already awarded:

- The progress of Earthwork & Concreting in Rewari-Iqbalgarh section of WDFC has been accelerated. Sleeper plant at Bhagega in WDFC has been commissioned.
 - The progress of Earthwork & Concreting in Khurja-Kanpur section of EDFC has been accelerated and Track linking with Mechanized New Track Construction machine started for the first time in India in EDFC.
 - Durgawati-Sasaram Section: Engine rolling of the section after completion of Track & OHE Work and first junction arrangement with Indian Railways commissioned at Durgawati in June, 15.
 - Construction of Sone Bridge is in advance stage. Launching of PSC girders is under progress.
6. During the year 2014-2015, 85 employees were recruited from open market recruitment. In addition, 21 posts were filled from amongst serving Government/PSU employees through immediate absorption. All the new entrants have been provided the prescribed initial/induction training. During the year, a number of initiatives were taken for rewarding and motivating the employees of the Company who serve the company in an exemplary manner. Various training programmes were organized for capacity building and enhancing the skills of officials covering 1295 mandays.
7. DFCCIL was awarded the SAP ACE Award 2014, as a Special Recognition for leveraging technology in the core business process.
8. During the year, an amount of Rs.53.86 Lakh was spent on CSR activities for providing Eco Sanitation, Computers with Accessories in Schools and for providing Skill Development training to PAPs in the selected Project Implementation Units (PIUs). The Company actively participated in Swachh Vidyalaya Campaign.

The Company is committed towards ensuring that business ethics and values are adhered to. As per the guidelines issued by Department of Public Enterprises (DPE) on Corporate Governance for Central Public Sector Enterprises (CPSE) in May 2010, "A Report on Corporate Governance" and "Management Discussion and Analysis Report", form the part of the Annual Report for the year ended 31st March 2015.

Acknowledgments

The Company has been receiving excellent cooperation and support from the Ministry of Railways, Zonal Railways, other Ministries of the Government of India and State Governments. The Officers and staff of the Company have put in their best to take forward the mammoth task assigned to the Company.

I would also like to express my sincere thanks to all other stakeholders of the Company for their support and to my colleagues on the "Board" for their valuable advice and their unstinted support and cooperation.

I must place on record my sincere thanks to our lending agencies, Bankers and Business Associates for their support to DFCCIL. I have no doubt that with our combined efforts and focused approach, it would be possible to achieve the mission of the Company by pursuing the Company's motto of Sincerity, Speed and Success.

Date : 21-09-2015
Place : New Delhi

Sd/-
A.K. Mital
Chairman

