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31/11/08

MISSION

Mission of the Corporation is to augment the freight capacity of the railway infrastructure in the country in such a manner as will be conducive to increase in productivity and overall development of various sectors of the economy that depend upon railway transportation for their freight movement needs.

The Corporation aims to create dedicated freight corridors as required by Ministry of Railways. Such corridors shall be constructed in a manner that will ensure – a) optimal time and cost for each unit of freight movement; (b) Application of latest technologies in the field of railway infrastructure, and (c) such construction is in line with the government policies of promoting environmental conservation and development, d) Adoption of technologies that will reduce life cycle cost and unit cost of O & M.

OBJECTIVES

The main objective of the Corporation is to construct the Eastern and Western Corridors that have been handed over to the Corporation by the Ministry of Railways without any cost or time over run, after final approvals of various government Ministries and agencies are in place.

AUTONOMY AND DELEGATION OF FINANCIAL POWERS

DFCC has to execute a project expected to cost around Rs.30 thousand crores in a scheduled manner so as to complete it in all respects in about 5 years' time. This is a gigantic task which will require very flexible managerial processes to ensure fast, accurate and transparent decision making.

While giving its in principle clearance for forming of DFCC, the Cabinet had been apprised that SPV for project execution will have to be an extraordinarily empowered organization with effective independence in decision making. Accordingly, the Board of Directors of DFCC and in turn the management of DFCC should be so empowered by the Ministry and its Directors on the BOD of the Corporation as to facilitate the objectives of extraordinarily empowerment and effective independence as originally proposed by the Ministry.

Commitments/Assistance from the Government

- (i) Timely release of adequate funds for execution of the projects.
- (ii) Continuance of full assistance by Ministry of Railways in deputing Indian Railway Officials on tenure basis to work in DFCC.

Action plan for implementation and monitoring of the MOU

The performance of DFCC will be reviewed against the targets given in the MOU.



(Mathew John)
Secretary, Railway Board
Ministry of Railways
31.03.2008



(V.K. Kaul)
Managing Director
DFCCIL
31.03.2008

V K KAUL
Managing Director
Dedicated Freight Corridor Corporation of India Ltd.
(APSU under Ministry of Railway)
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R. K. Puram, New Delhi-110 003

MOU-2008-09
Approved: PPE/TF

Signed 31/3/08

MoU Assessment Format for CPSEs Under Construction							
Evaluation Criteria			MoU Target				
			Excellent 1	V.Good 2	Good 3	Fair 4	Poor 5
1. Project Related Parameters	Unit	Weight (in%)					
1.1 Physical Achievement (Time Over run)							
1.1.1. Land Acquisition (8870)	Hectare	12	1550.0	1070.0	890.0	450.0	180.0
1.1.2. Finalisation of Agencies for							
1. Design of Alignment (2800)	Km	4	2240.0	1680.0	1400.0	1120.0	560.0
2. Survey and Land Plans	Km	4	2240.0	1680.0	1400.0	1120.0	560.0
3. Geo Technical Investigations	Km	4	2240.0	1680.0	1400.0	1120.0	560.0
4. GAD & Preliminary Designs of Bridges (45)	Km	4	23	18	14	9	4
5. Outline Designs Specifications	Km	4	300	250	200	100	50
6. Outline Construction Specifications	Km	4	300	250	200	100	50
7. EPC Documentations	Km	4	300	250	200	100	50
1.2 Project Cost (cost over run)/Financial Parameter							
1.2.1 Utilisation of Budget Allotment	Rs. in crores	10	1300	1000	800	600	500
Sub-Total (a+b)		50					
2.Dynamic Parameters							
2.1 Corporate Plan/Vision including (Business Plan)		10	31.12.08	31.01.09	28.02.09	15.03.09	31.03.09
2.2 Project Implementation							
2.2.1 Finalisation of Detailed Plans for 2 major junction arrangements	2	10	31.11.08	31.12.08	28.02.09	15.03.09	31.03.09
2.2.2 Physical Execution - Commencement of site	Km	10	300	250	200	100	50
Total		30					
3. sector Specific Variables							
3.1 (a)Comparative study of international practices in Financial risk profiling and Management		5	31.08.08	31.09.08	28.02.09	15.03.09	31.03.09
(b) International practices of project execution without disruption of other services and availability of construction Machinery and equipment		5	31.08.08	31.09.08	28.02.09	15.03.09	31.03.09
Total		10					
4. Enterprise Specific Variables							
4.1 Environment/forest clearance	300 Kms	4	31.12.08	31.01.09	28.02.09	15.03.09	31.03.09
4.2 Execution of Work for							
(a) Design of Alignment	Kms	3	1575.0	1500.0	1420.0	1350.0	1280.0
(b) Survey and Land Plans	Kms	3	1575.0	1500.0	1420.0	1350.0	1280.0
Total		10					
Total (1+2+3+4)		100					

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Secretary, Railway Board
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