

ASSAM STATE ELECTRICITY BOARD

O/O the Chief General Manager (RE), Bijulee Bhawan, Annex Building, Paltanbazar, Guwahati-781 001.
Fax: 0361-2739626; Tel.: 0361-2735684; E-mail: cgmre.aseb@gmail.com

No. CGM (RE)/RGGVY/Nagaon/T-28/Pt-II/06-07/35

Dated: 08/06/2012

To

- **The Deputy General Manager,**
North Lakhimpur Electrical Circle,
APDCL (UAZ), K.B. Road,
ASEB Complex, North Lakhimpur.
- **The Deputy General Manager,**
Bongaigaon Electrical Circle,
APDCL (LAZ), Bongaigaon.
- **The Deputy General Manager,**
Nagaon Electrical Circle,
APDCL (CAZ), Amolapatty, Nagaon.

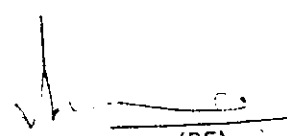
Sub: Foreclosure of RGGVY Works.

Ref: Office Order No: CGM (RE)/RGGVY/Tech-162/2012/08 Dated: 19/05/2012.

Reference to above, a copy of office order for foreclosing the Award of Contract given to M/s Chadalavada Infratech Ltd. (Formerly known as M/s Chadalavada Construction (P) Ltd.) is enclosed herewith in the districts of Lakhimpur, Dhemaji, Bongaigaon and Nagaon as in where is basis as on 19th May/2012.

You are hereby requested to complete the measurement of completed work, stock of materials and material utilization etc. coordinating with representatives of M/s Chadalavada Infratech Ltd. within 10(Ten) days from the date of issue of this letter and submit a detail report to this office for taking further necessary action at this end. The involvement of the representatives of M/s Bienco Lawrie Ltd., Kolkata or from RECL as third party may be considered in case of failure of the company to represent in the verification process.

Encl: As stated above.


Chief General Manager (RE),
ASEB

Dated: 08/06/2012

Memo No. CGM (RE)/RGGVY/Nagaon/T-28/Pt-II/06-07/35(a)

Copy to:-

- **The General Manager,** Guwahati Zone, APDCL(LAZ), Dwranda, Six Mile, Guwahati, for information along with a copy of the above order.
- **The General Manager,** North Assam Zone, APDCL(CAZ), Tezpur, for information along with a copy of the above order.
- **The Chief Project Manager,** REC Ltd., "Sharddha" MG Road, GS Road, Crossing, Sohum-HDFC Point, Christian Basti, Guwahati-5, for information
- **The AGM (RE Monitoring),** Lakhimpur/Dhemaji District, O/O the DGM, North Lakhimpur Electrical Circle, APDCL (CAZ), K.B. Road, ASEB Complex, North Lakhimpur for information & necessary action
- **The AGM (RE Monitoring),** Bongaigaon District, O/O the DGM, Bongaigaon Electrical Circle, APDCL (LAZ), Bongaigaon, for information & necessary action.
- **The AGM (RE Monitoring),** Nagaon District, O/O the DGM, Nagaon Electrical Circle, APDCL (CAZ), Amolapatty, Nagaon, for information & necessary action.

ASSAM STATE ELECTRICITY BOARD

Office of the Chief General Manager (RE), Bijulee Bhawan, Annexe Building Paltanbazar, Ghy-781001.
Fax : 0361-2739626, E-mail:cgmre.aseb@gmail.com

ORDER

Dated: 19-05-2012.

Whereas ASEB floated Bids (INV) dated 12th June, 2008 for Lakhimpur and Dhemaji districts, 05th June, 2008 for Bongaigaon district & 09th June, 2008 for Nagaon district & accordingly bidding documents against specification no. ASEB/CGM(RE)/UAEDCL/RGGVY/Lakhimpur/2008/06, no. ASEB/CGM(RE)/UAEDCL/RGGVY/Dhemaji/2008/07, no. ASEB/CGM (RE)/RGGVY/BNG/2008 & no. ASEB/CGM (RE)/RGGVY/NGN/2008 for the districts **Lakhimpur, Dhemaji, Bongaigaon & Nagaon** respectively issued consisting the documents:

(A)

- | | |
|---------------------------------|----------------------|
| i) Conditions of Contract | Vol.-I & IA |
| ii) Bid Form & Price Schedules: | Vol.-IB |
| iii) Technical Specifications: | Vol.-II (Part A & B) |
| iv) Technical data Sheets: | Vol.-III |

(B) Whereas bids submitted by **M/s Chadalavada Construction (P) Ltd.**, 8-3-988/19, SBH Colony, Srinagar Colony, Hyderabad-500073, Andhra Pradesh for the subject packages.

And whereas, **M/s Chadalavada Construction (P) Ltd.**, was found to be technically qualifier and also the lowest bidder for the subject packages and was offered LOAs on 02-03-2009 for **Lakhimpur district** (Pkg. No. LKP-4) and **Dhemaji district** (Pkg. No. DMJ-2), on 28/01/2009 for **Bongaigaon district** (Pkg. No. **BNG-3**), on 09/01/2010 & 30/01/2009 for **Nagaon district** (Pkg. No. NGN-3 & NGN-6) respectively. The contract for completion of works was 18 (eighteen) months. Later it was extended 6 (six) months. The completion dates as per LOAs are **01.03.2011, 01.03.2011, 28.01.2011, 09.01.2012 & 30.01.2011 respectively** for the packages of Lakhimpur, Dhemaji, Bongaigaon & Nagaon districts.

And whereas, according to the terms and conditions of LOAs, agreements had been signed between ASEB & the party.

(C) And whereas the progress of works was reviewed during the review meetings held on 06.08.2010, 02.12.2010, 19.01.2011, 04.03.2011, 20.04.2011, 20.10.2011, 12.12.2011, 29.12.2011 and 14.02.2012 and their poor performance was recorded in the minutes of the meetings and the party was repeatedly advised to gear up performance in these review meetings.



(D) The performance w.e.f. 31st August,2011 upto 30th April,2012 is as below:

(a) Lakhimpur District: Pkg. LKP-4 (Narayanpur, Karunabari & Telahi Block):

| Sl. No. | Description of works | Sanctioned Coverage under Award | Achievement as on 31.08. 11 | Achievement as on 30.04.12 | Achievement during 31.08.11 to 30.04.12 | Date of Award | |
|---------|---|---------------------------------|-----------------------------|----------------------------|---|---------------|----------|
| i) | Electrification of Un-electrified villages | 192 nos. | 151 nos. | 181 nos. | 30 nos. | 02-03-09 | |
| ii) | Intensification of Already Electrified Villages | 172 nos. | 144 nos. | 165 nos. | 21 nos. | | |
| iii) | BPL Connection | 12900 nos. | 8613 nos. | 10325 nos. | 1712 nos. | | |
| iv) | 11 KV Line | 356.30 km | 234.10 km | 268.10 km | 34.00 km | | |
| v) | LT Line | 3-Ph | 26.90 km | 27.80 km | 35.00 km | | 7.20 km |
| | | 1-Ph | 273.62 km | 247.60 km | 305.70 km | | 58.10 km |
| vi) | DTR | 25 KVA | 119 nos. | 102 nos. | 114 nos. | | 12 nos. |
| | | 16 KVA | 218 nos. | 158 nos. | 189 nos. | 31 nos. | |

(b) Dhemaji District: Pkg. DMJ-2 (Sissiborgaon Block):

| Sl. No. | Description of works | Sanctioned Coverage under Award | Achievement as on 31.08. 11 | Achievement as on 30.04.12 | Achievement during 31.08.11 to 30.04.12 | Date of Award | |
|---------|---|---------------------------------|-----------------------------|----------------------------|---|---------------|----------|
| i) | Electrification of Un-electrified villages | 176 nos. | 127 nos. | 145 nos. | 18 nos. | 02-03-09 | |
| ii) | Intensification of Already Electrified Villages | 84 nos. | 71 nos. | 75 nos. | 4 nos. | | |
| iii) | BPL Connection | 5805 nos. | 3995 nos. | 4100 nos. | 105 nos. | | |
| iv) | 11 KV Line | 297.30 km | 188.00 km | 224.00 km | 36.00 km | | |
| v) | LT Line | 3-Ph | 21.50 km | 16.00 km | 17.30 km | | 1.30 km |
| | | 1-Ph | 187.00 km | 142.50 km | 168.70 km | | 26.20 km |
| vi) | DTR | 25 KVA | 44 nos. | 38 nos. | 39 nos. | | 1 no. |
| | | 16 KVA | 162 nos. | 121 nos. | 135 nos. | 14 nos. | |

(c) Bongaigaon District: Pkg. BNG-3 (Manikpur Block):

| Sl. No. | Description of works | Sanctioned Coverage under Award | Achievement as on 31.08. 11 | Achievement as on 30.04.12 | Achievement during 31.08.11 to 30.04.12 | Date of Award | |
|---------|---|---------------------------------|-----------------------------|----------------------------|---|---------------|---------|
| i) | Electrification of Un-electrified villages | 56 nos. | 52 nos. | 55 nos. | 3 nos. | 28-01-09 | |
| ii) | Intensification of Already Electrified Villages | 78 nos. | 68 nos. | 72 nos. | 4 nos. | | |
| iii) | BPL Connection | 8846 nos. | 6660 nos. | 6686 nos. | 26 nos. | | |
| iv) | 11 KV Line | 164.10 km | 109.30 km | 114.00 km | 4.70 km | | |
| v) | LT Line | 3-Ph | 16.50 km | 15.50 km | 15.50 km | | 0 km |
| | | 1-Ph | 240.00 km | 237.50 km | 242.00 km | | 4.50 km |
| vi) | DTR | 25 KVA | 40 nos. | 38 nos. | 40 nos. | | 2 nos. |
| | | 16 KVA | 118 nos. | 110 nos. | 115 nos. | 5 nos. | |

(d) Nagaon District: Pkg. NGN-3 (Kaliabor Block):

| S. No. | Description of works | Sanctioned Coverage under Award | Achievement as on 31.08.11 | Achievement as on 30.04.12 | Achievement during 31.08.11 to 30.04.12 | Date of Award | |
|--------|---|---------------------------------|----------------------------|----------------------------|---|---------------|---------|
| i) | Electrification of Un-electrified villages | 55 nos. | 26 nos. | 31 nos. | 5 nos. | 09-01-10 | |
| ii) | Intensification of Already Electrified Villages | 151 nos. | 55 nos. | 66 nos. | 11 nos. | | |
| iii) | BPL Connection | 9573 nos. | 3500 nos. | 3705 nos. | 205 nos. | | |
| iv) | 11 KV Line | 150.50 km | 55.60 km | 63.20 km | 7.60 km | | |
| v) | LT Line | 3-Ph | 8.50 km | 3.85 Km | 3.85 km | | 0 km |
| | | 1-Ph | 175.90 km | 89.20 Km | 98.10 km | | 8.90 km |
| vi) | DTR | 25 KVA | 33 nos. | 15 nos. | 16 nos. | | 1 no. |
| | | 16 KVA | 139 nos. | 51 nos. | 58 nos. | 7 nos. | |

(e) Nagaon District: Pkg. NGN-6 (Samaguri, Rupahi & Dhing Block):

| Sl. No. | Description of works | Sanctioned Coverage under Award | Achievement as on 31.08.11 | Achievement as on 30.04.12 | Achievement during 31.08.11 to 30.04.12 | Date of Award | |
|---------|---|---------------------------------|----------------------------|----------------------------|---|---------------|---------|
| i) | Electrification of Un-electrified villages | 92 nos. | 74 nos. | 80 nos. | 6 nos. | 30-01-09 | |
| ii) | Intensification of Already Electrified Villages | 250 nos. | 216 nos. | 225 nos. | 9 nos. | | |
| iii) | BPL Connection | 32508 nos. | 24600 nos. | 24925 nos. | 325 nos. | | |
| iv) | 11 KV Line | 283.90 km | 220.30 km | 225.60 km | 5.30 km | | |
| v) | LT Line | 3-Ph | 31.80 km | 28.20 km | 28.20 km | | 0 km |
| | | 1-Ph | 302.60 km | 294.60 km | 296.10 km | | 1.50 km |
| vi) | DTR | 25 KVA | 115 nos. | 100 nos. | 103 nos. | | 3 nos. |
| | | 16 KVA | 230 nos. | 184 nos. | 186 nos. | 2 nos. | |

The performance as above implies that they have been showing a very casual approach towards implementation of this prestigious project, a flagship programme of the Govt. of India under 'Bharat Nirman' from the beginning and performance of M/s Chadalavada Infratech Ltd. has been found extremely unsatisfactory. The implementing agency has repeatedly brought to the notice of the contractor about the poor performance.

(E) It is noted that no senior representative was present in the review meeting held on 12/12/2011. The representative of M/s Chadalavada Infratech Ltd. Mr. Lalith Syam present in the meeting was directed to inform their MD to sit in a meeting with CMD and other officials of APDCL at ASEB HQ at the earliest. Ch. Ravindra Babu, MD of M/s Chadalavada Infratech Ltd. attended a meeting on 29/12/2011 and assured to complete the packages BNG-3, NGN-3 & NGN-6 within 20 days, the packages LKP-4 & DMJ-2 within 31st March'12 engaging local Sub-Contractor. But the MD failed to keep his own commitment despite a number of opportunities given to the party to complete the packages.



It is noted with concern that **no representative** attended the review meeting taken by CMD, APDCL on 14th Feb'12 inspite of advance notice etc.. The whole matter was discussed on 22nd Feb'12 at Guwahati with the representative of M/s Chadalavada Infratech Ltd., Brigadier Menon and Mr. R. K. Khotswara Rao, Director.

Because of dismal performance to complete the projects, M/s Chadalavada Infratech Ltd. (Name changed by the company from M/s Chadalavada Construction (P)Ltd.) was issued show cause notice vide letter no. CGM (RE)/RGGVY/Nagaon/T-28/Pt-II/06-07/Pt-II/157 dated 24.02.12. The reply of M/s Chadalavada Infratech Ltd. dated 29th Feb'12 was examined and found to be not satisfactory. On 26.03.12, MD of M/s Chadalavada Infratech Ltd. was **called again to discuss about completion of works but he failed to attend**. The representatives of M/s Chadalavada Infratech Ltd. discussed with CGM (RE). But even after that, **no progress has been observed till 30/04/12** although in various meetings the MD as well as representatives **assured to complete the works in all packages by 30/04/12**.

(F) The matter of non-completion of the RGGVY works by M/s Chadalavada Infratech Ltd. was also discussed in the Assam Legislative Assembly during the Budget Session in the months of March-April, 2012 and ASEB was severely criticized for its inaction against a non performing contractor.

The matter was finally discussed in the meeting of the Board of Directors and the Board decided that the contract for all the 5(five) packages given to M/s Chadalavada Infratech Ltd. be foreclosed with immediate effect because of breach contractual terms by failure to complete the works within the stipulated time.

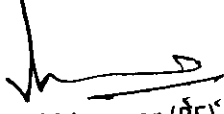
(G) Now, therefore, in the interest of public service, it is hereby decided that work orders as mentioned above for Lakhimpur, Dhemaji, Bongaigaon & Nagaon districts issued in favour of M/s Chadalavada Infratech Ltd., 8-3-988/19, SBH Colony, Srinagar Colony, Hyderabad-500073, Andhra Pradesh comprising the name and address of the **Proprietor/Partner/Director etc.**

| Sl. No. | Proprietor Name | Proprietor Address | Permanent Address |
|---------|------------------|--|---|
| | Name | Present Local Address | |
| 1. | CH V SUBBA RAO | No.8, Upendra Kr. Bora, Sundarpur, Ghy-5 | 8-3-988-19, SBH Colony, Srinagar Colony, Hyderabad. |
| 2. | TV SUBBAIAH | | Parameswari Building, B/S Korvi House, Shivgiri, Hubli-31 |
| 3. | M RAJYA LAXMI | | 4 th Line Vidya Nagar, Vinukonda, Guntur, AP. |
| 4. | CH RAVINDRA BABU | | 8-3-988-19, SBH Colony, Srinagar, Hyderabad. |
| 5. | K KOTESWARA RAO | | 7-27-1B, Markapuram, Prakasam, AP. |

is hereby foreclosed on as in where is basis as on 19th May'12 and measurement of the already completed works will be done within 10 days by the representative of M/s Chadalavada Infratech Ltd., Officials of APDCL/ASEB and a third party preferably M/s Biecco Lawrie Ltd., Kolkata or

representative of REC Ltd. In case of failure of M/s Chadalavada Infratech Ltd., the measurement shall be done by representative of APDCL and third party which will have to be accepted by M/s Chadalavada Infratech Ltd.

This is **without prejudice** to any other action that may be taken for the dismal performance of M/s Chadalavada Infratech Ltd. and loss caused to APDCL, if any.


Chief General Manager (RE),
ASEB, Bijulee Bhawan(Annx. Building),
Paltanbazar, Guwahati-1.

Dated: 19-05-2012.

Memo No: CGM (RE)/RGGVY/Tech-162/2012/08

Copy to:

1. The CMD, RECL, SCOPE Complex, Core-IV, 7 Lodhi Road, New Delhi-110003, for kind information.
2. P.S. to the Chairman, ASEB, Bijulee Bhawan, Paltanbazar, Guwahati-1 for kind appraisal of the Chairman, ASEB.
3. The O.S.D. to the Minister (Power), Govt. of Assam, for kind information of the Hon'ble Minister.
4. P.S. to the Commissioner & Secretary, Power(Elect) Deptt., GOA, Dispur for kind information of the Commissioner & Secretary, Power(Elect) Deptt.
5. The Member (T)/Director(T), ASEB, Bijulee Bhawan, Guwahati-1 for favour of information.
6. The Member (F), ASEB & Principal Co-ordinator, RGGVY, Bijulee Bhawan, Guwahati-1 for favour of information.
7. All the Chief General Manager, APGCL/AEGCL/APDCL/Hydro/F&A/HR, Bijulee Bhawan, Guwahati-1 for information.
8. The O.S.D. to the CMD, APDCL, for display in the official website.
9. The CMD, M/s Chadalavada Infratech Ltd. REG.8-3-988/19, SBH Colony, Srinagar Colony, Hyderabad-500073, A.P, for information.

Received
S. Sarachand
O/C 21/5/12


Chief General Manager (RE)