



A Maharatna Company

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DGM(T)

एन टी पी सी लिमिटेड
(भारत सरकार का उद्यम)
NTPC Limited
(A Govt. of India Enterprise)

ER HQ-II BHUBANESWAR

Ref.: NTPC ER-II/DDUGJY/ 270

Dtd. 20.03.2017

To
The CPM,
REC, Bhubaneswar.

Sub: Observation of discrepancies in the BGs submitted by M/s Venus Controls & Switchgears Limited against the contract for Execution of Rural Electrification Work in Deogarh District under 12th Plan DDUGJY scheme.

Dear Sir,

The Work of Rural Electrification of Deogarh District was awarded to M/s Venus Controls & Switchgear under 12th plan DDUGJY scheme .The contractor had already mobilized its manpower at Deogarh & had started execution of the said work . The agency has supplied around Rs. 4.75 Cr worth of materials and completed execution all 06 UE Villages till date .The agency has also completed 3 (three) PE villages.

While finalising the release of 2nd trench of supply advance , discrepancies were observed in the BG and release of advance was suspended. Subsequently as a matter of precaution , all the other CPBGs and advance BG submitted against the said contracts, were sent for re-confirmation vide our e-mail dated 25.01.2017. In reply to our e-mail, Bank of Baroda, Kolkata (vide their e-mail dated 25.01.2017) have informed that as per their record , there is discrepancies in the value of BGs.

Subsequent to the observation of the above suspecting irregularities in BGs , the following actions have been initiated by NTPC ,

- i. The agency has been issued a notice of 14 days on 28.01.2017 for refunding the unadjusted advance along with accrued interest and to make good the Performance BGs. The 14 days notice period expired on 10.02.2017.
- ii. The above matter has been forwarded for an internal enquiry to NTPC Vigilance , Corporate Centre , Delhi on 27.01.2017 as per Fraud Prevention Policy of NTPC & the same is under investigation.
- iii. The materials lying unutilized at Deogarh site have been taken to the custody of NTPC . The bills payable to the agency as per the payment terms of the contract for the portion of the work completed , are being adjusted against the outstanding advance. After adjustment , the total outstanding amount along with interest accrued up to 27.02.2017 is Rs. 2, 33,68,527.00 . Against which total Rs 2,86,25,021.00 is available. in the form of retention towards supply of key items and the materials available at site store.

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