

BGR ENERGY SYSTEMS LIMITED

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Formerly GEA ENERGY SYSTEM (INDIA) LIMITED

PRESS RELEASE

BGR ENERGY RECEIVES EPC CONTRACT FOR 2 X 600 MW KALISINDH THERMAL POWER PROJECT IN RAJASTHAN

HIGHLIGHTS

- Single largest EPC Contract of Rs.4900 Crores for the Company.
- Will construct Asia's largest Natural Draft Cooling Towers.
- Project secured in International Competitive Bidding.
- Project to be completed in 42 Months.

Chennai, 16th July, 2008, BGR Energy Systems Limited ('BGR Energy"), Chennai has secured, perhaps the largest ever EPC Contract in the Country, for the 2 x 600 MW Kalisindh Thermal Power Project at Jhalawar, Rajasthan from Rajasthan Rajya Vidyut Utpadan Nigam Ltd. ("RRVUNL"). This is a Greenfield project. The lumpsum contract value is Rs.4900.06 Crores. The EPC Contract scope includes Design, Engineering, Supply of Boiler, Steam Turbine Generator and complete Balance of Plant equipments inclusive of all mechanical, electrical, instrumentation & control systems and civil, structural and architectural works, necessary for putting the thermal power station into operation.

RRVUNL called for International competitive bidding for this project and BGR Energy and BHEL were qualified. This is the largest EPC contract won by the Company. It may be recalled that in June, 2008 BGR Energy secured an EPC

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contract from Tamil Nadu Electricity Board for 1 x 600 MW power project at Mettur. These successive contracts demonstrate the Customer's confidence in the Engineering, Project management and execution capability of BGR Energy. This 2×600 MW project will be completed within a period of 42 moths.

This project will have two of Asia's tallest Natural Draft Cooling Towers. These cooling towers will be designed and built by the company in-house. This project will be a Zero Discharge power station meeting the stringent environmental standards.

ORDER BOOK

The Company's order book has now witnessed more than three fold growth and now stands over Rs.11,000 Crores, which include four BoP contracts of 500 MW and two EPC contracts of 600 MW units and contracts of Oil & Gas Equipment sector projects and orders for products.

About BGR Energy Systems Limited

BGR Energy carries on business in two segments as a manufacturer of Capital Goods and as an executor of Turnkey Engineering Projects.

- Capital Goods Design, Engineering, Manufacture and Supply of Hi-Tech Systems and Equipments for the power, oil & gas, refinery, petrochemical and process industries.
- Turnkey Engineering Projects Engineering, Procurement and Construction (EPC) and Balance of Plant (BOP) contracts for Power, Water and Infrastructure projects and LSTK contracts for Oil & Gas sector.

For further information about company, please visit www.bgrcorp.com

