

Energy & Environment Initiatives

Technology Finance Group

- Supports demonstration projects & activities creating awareness
- The demonstration projects are:
 - innovative
 - bridge technology gaps
 - first of its kind in India
 - replicable
 - in line with the strategic objectives of the funding agency



Energy & Environment initiatives with industry



Objectives

- Technology development in the energy sector
- Establish consortium approach for R&D projects
- Assist energy efficiency projects, promote energy service companies (ESCO's) and utility based
 Demand Side Management (DSM) programmes
- Reduce green house gas (GHG) emissions
- Alternate fuels for vehicles
- Capacity building of institutions, NGOs



Approach

- Forming consortium of users, manufacturers and R&D institutions
- Assistance to private companies, NGOs, power distribution utilities
- Different financial mechanisms like concessional rupee loans, conditional grants, escrow mechanism, pooled finance

Focus Areas

- Energy conservation/energy efficiency
- Renewable energy
- Energy service companies
- DSM and distribution improvements
- Non-sugar cogeneration



Parakh Foods Limited (now Cargill Foods)

- Sponsors : Prakash Parakh
- Edible oil refinery at Kurkumbh, near Pune
- Steam required for processes
- Co-generation (top end) using biomass (bagasse)
- Generation of power 550 KW
- Loan amount: Rs 20 million
- Annual savings: Rs 16 million
- Reduction of CO₂ emission: 4,350 tpa



Noida Power Company Limited

- Private distribution company for Greater Noida
- Commercial, industrial, residential and agricultural consumers
- Replacement of bare cables with insulated cables and LT lines with HT lines. Increase in HT/LT ratio from 0.85 to 2.46
- Distribution network improvements after load research – annual savings of 1.7 mn units against estimated 0.6 mn units
- Metering of unmetered consumers
- DSM replacement of old pumps by energy efficient pumps (55% energy savings) besides 22% reduction in water consumption

Noida Power Company Limited – Project Impact

- Reduction in transmission and distribution losses.
- Reduction in GHG emissions
- Metering of unmetered households, agricultural DSM expected to boost revenue.
- Growth in industrial and residential demand expected to continue with industrial growth
- The project was the first project of its kind in the country to undertake distribution reforms, metering and agricultural DSM in the same module



Sterlite Industries Limited – waste heat recovery

- Major unit manufacturing copper at Tuticorin
- Copper smelting exothermic process
- Hot flue gases with high heat content being wasted
- Waste heat recovery system to be installed
- Power generation 10.4 MW
- Payback <1 year
- Reduction of CO₂ emission: 47,500 tpa



Sterlite Industries Limited

- Current Power Requirement : 24 MW
- Source: 4 DG sets of 6.1 MW each
- Additional power requirement : 33 MW
- Source :
 - 3 DG sets of 7.5 MW each = 22.5 MW
 - Waste heat recovery = 10.5 MW



- Sterlite waste heat recovery project
- Copper smelter: annual savings

Total generation : 82.8 million units

Cost of generation : Rs 1.10 per unit

Cost of Grid Power : Rs 4.30 per unit

Annual Savings : Rs 265 million



- Sterlite SAP project
- Captive Power Generation: annual savings

Total generation : 171.8 million units

Cost of generation : Rs 2.59 per unit

Cost of Grid Power : Rs 5.05 per unit

Annual Savings : Rs 423 million



Sterlite Industries Ltd

Water Recycling/conservation: annual savings

Current Power requirement : 794 KW

Power saving with modifications : 420 KW

Annual saving in power cost : Rs 14.2 Mn

Current water loss : 1419 m³

Cost of water : Rs 17 / m³

Annual saving in water cost : Rs 8.5 Mn

Total savings in water recycling : Rs 22.7 Mn



Sterlite Industries Ltd

Total Annual Savings

Waste Heat Recovery : Rs 265 million

Captive power Generation: Rs 423 million

Water conservation project : Rs 22.7 million

LP Steam (savings) : Rs 94.4 million

Total annual savings : Rs 805.1 million

Payback : < 6 months



Sahastratronic Contols Pvt. Ltd. (SCPL)

- An energy service company (ESCO) which worked with Nasik Municipal Corporation (NMC) on a shared savings based street lighting ESCO project
- Energy saving potential was assessed jointly with NMC
- Energy Services Agreement for implementation of the project entered into between SCPL and NMC
- Savings were shared for five years
- Earlier energy bill prior to project implementation Rs 50.0 million per annum for area allotted to SCPL
- Avg achieved annual savings Rs 17.0 million on a capital investment of Rs 16.6 million
- Project completed in Nov 2005
- Payback period ~1.5 years



Project Objective

- Installation of 486 street light controllers covering about 19000 street lights at various lighting stations to improve street lighting efficiency
- Improvement in the existing electrical distribution network for
 - Reduction in cable losses
 - Power factor optimization



Street Light Controller (SLC)

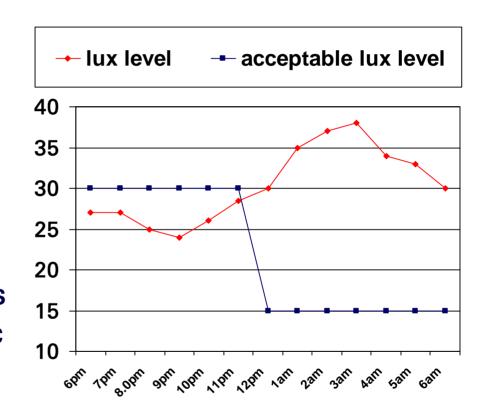
Salient Features of SLC

- Microprocessor based unit with a real time clock
- Three modes of operation (Start, Run & Dim)
- Voltage correction in Start mode as per lamp manufacturer specifications to enhance life of bulb
- Microprocessor changes mode to Run mode where voltage is changed to acceptable lux level
- At programmed time DIM mode takes over automatically to reduce illumination at an agreed value
- On/Off and sunrise/sunset timings for 52 weeks can be programmed



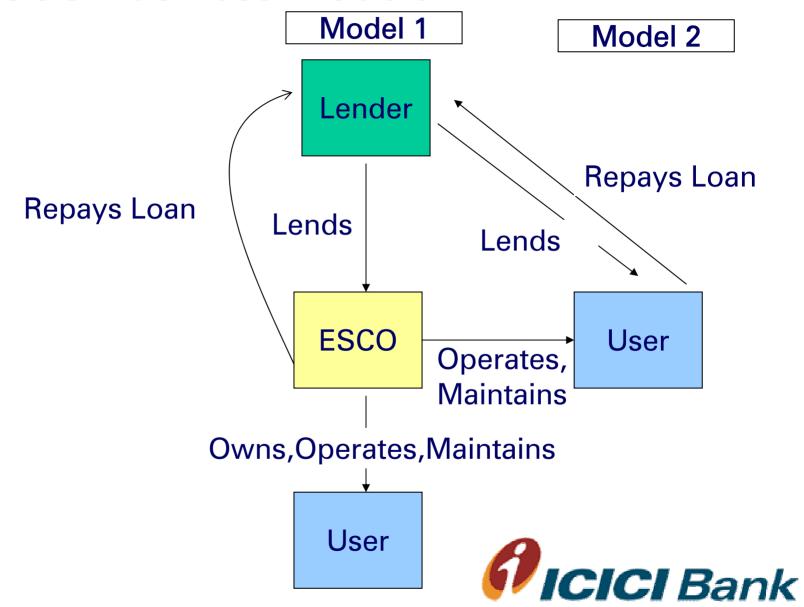
Street Light Controller

- The actual lux level varies due to variation in the voltage levels
- The red graph shows the approx lux level, whereas green graph shows the acceptable lux level
- Light level available during peak traffic hours is less than during low traffic hours.
- Large potential to save energy between 12 pm to 6 am

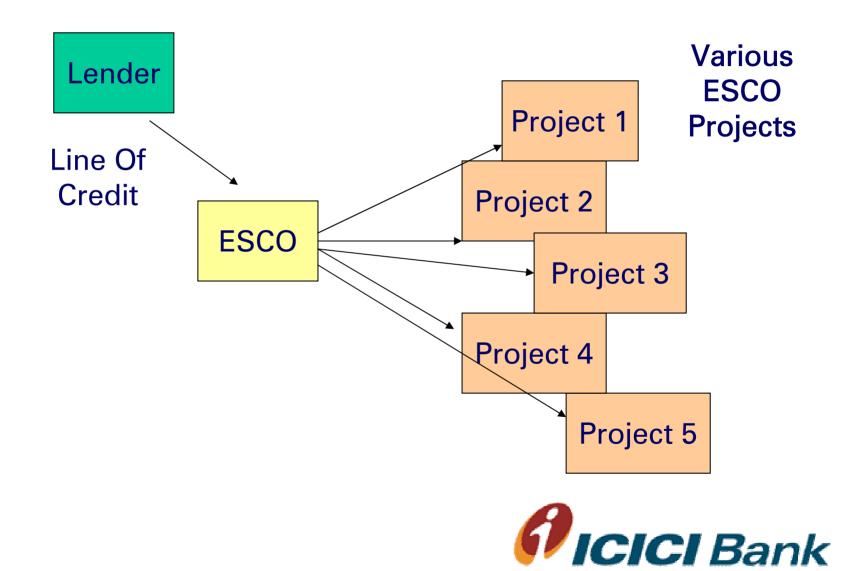




ESCO Business Models



ESCO: Line of Credit



Sumaya HMX Systems Ltd

- Development of "Ambiator", an eco-friendly alternative to an AC
- Works on the indirect evaporative cooling technology by incorporating a wet plate and a cross flow heat exchanger
- Provides 100% filtered cool fresh air and consumes about 35% power compared to an AC making it about 65% more energy efficient compared to an AC
- Does not use chloro fluoro carbons (CFC), as it does not run on compressor-based technology
- The product has also been endorsed by TERI (DCS 001) and the Energy Management Centre (EMC) under Gol
- The company is currently improving on
 - increasing heat exchanger efficiency from 63% to about 80%
 - bringing min offer temperature below 23°C &
 - reducing product size



Indus Smelters Limited

- Sponsor: Lalit Kumar Singhania
- Pilot for 30 tpd steel smelting shop at Raipur
- Innovative process of steel making by utilization of wastes
 - mill fines
 - coal fines
- Cost of production substantially lower



CII-GBC

- LEEDS platinum rated Green Business Centre at Hyderabad
- Centre for excellence in energy/ environment
- First building outside USA and third in the world to achieve platinum rating
- Support for GBC set up and 2 years operations



Agra Iron Founders' Association

- Three world heritage monuments located at Agra
- Agra dominated by small and medium foundry units
- Foundry units used obsolete technology that damaged the marble of the monument due to emissions (primarily sulphur)
- Agra had highest levels of Suspended Particulate
 Matter (SPM), Sulphur Dioxide and other pollutants



Agra Iron Founders' Association

- In 1996 Supreme Court directed creation of Taj Trapezium Zone, closure/shifting of all foundry units or to switch over to natural gas based
- Foundry units did not have access to gas based technology
- Technology developed with technical assistance from Cokeless Cupola Ltd., UK



Agra Iron Founders' Association

- An experimental cokeless cupola designed and set up at one unit
- Savings of Rs. 1000/tonne of metal likely in shifting to cokeless operations
- Payback period ~ I year
- support for technological and commercial validation for use at 10 member units



Project Name	Reva Electric Car Company
Project Cost	Rs.442 mn
Amount Sanctioned	Rs.90 mn
Sponsors	Mr. Chetan Maini, Amerigon(AEVT)
Project Description	Design and Manufacturing of Electric Vehicle (EV)

Status:

- Company exporting EVs to several countries
- Company expanding its installed capacity
- Development of fuel cell vehicles with DRDO



Project Name	New Generation Motors Corp.
Project Cost	\$ 3.3mn
Amount Sanctioned	\$ 1.24mn
Sponsors	Dr.Nabih Bedewi
Project Description	Reengineering of electric drive systems & development of NGM drive systems

Status:

- The project has been delayed
- Bajaj Auto has signed a contract with NGM in December 2005 for commercialization of electric two wheelers
- Reliefs and concessions given recently



Major Initiatives/Impact



New Concepts Introduced

Environment

- Clean coal technologies
- Environmental helpline
- ISO 14000
- Environmental information networking
- Green supply chain management

Energy

- ESCO
- DSM



Zero Emission Initiative

- Reva Electric Car Company Limited
 - Manufacture of Electric Vehicle
- New Generation Motors
 - Electric drive system for two and three wheelers
- Twenty First Century Batteries
 - Lithium ion flexible polymer electrolyte rechargeable battery



National Level Initiatives

Energy

- Establishing Bureau of Energy Efficiency (BEE)
- Setting up of Green Business Centre (GBC) with CII
- Energy rating for electrical appliances CERC
- Innovative structuring of ESCO projects
- Demand side management in utilities
- Greenhouse gas mitigation
- Training programme for bank officials in financing solar energy products



National Level Initiatives

Energy

- Capacity building of technology institutions
 - Central Power Research Institute (CPRI) Setting up of a laboratory for testing various transformer & power station characteristics at Bangalore
 - Electrical Research & Development Association
 (ERDA) Setting up of a short circuit laboratory & facilities for testing electrical appliances at Vadodara
 - The Energy Research Institute (TERI) Setting up of an instrument bank with calibration facility & creation of an energy efficiency advisory & training centre



Environment Initiatives with other stakeholders



Indian Army's Green Governance Programme

- Implementing agency Indian Army Environment Ecology Cell (IAEEC)
- Comprises of
 - 17 sub-projects at select Indian Army locations in the following areas
 - rainwater harvesting
 - ground water rejuvenation
 - construction of check dams
 - treatment of water bodies
 - energy conservation through earth air tunnel
 - wind energy harvesting at remote military outposts
 - awareness initiative for school children on ecology at select sainik schools, military schools



Indian Army's Green Governance Programme-Impact

- Reduced water run-off and higher water percolation into sub-soil
- Increased water storage through artificially constructed lakes, check dams & bunds
- Increase in ground water table by upto 50 ft
- Assured water supply during peak summer
- Creation of environmental parks
- Reduced dependence on water tankers or municipal water supply for gardening or horticulture
- Better utilization of waste water with suitable treatment
- Improved awareness among school children on issues related to ecology & biodiversity



BNHS Corporate Environmental Stewardship Programme

- Grant assistance to Bombay Natural History Society (BNHS)
- Sensitise various corporate/ financial institutions/ banks and Government agencies involved in project planning of
 - Biodiversity
 - wildlife habitats
 - various environmental laws and conventions
- Institutionalized a "Green Governance Award"
 - 3 conservation categories flora, fauna & habitat
- Impact: The programme has helped promote biodiversity conservation and recognise efforts of organisations that protect biodiversity



Kaziranga National Park (KNP)

- KNP at Assam is a World Natural Heritage Site
- Well known for housing the great Indian one-horned rhinoceros
- Is frequently threatened by flash floods and wildlife poachers
- Grant assistance given to KNP to procure some rain boots & other vital kits for forest guards as part of environment protection monitoring initiative
- Impact: The project is expected to prevent poaching and promote better supervision by forest staff



Indian Vulture Conservation Project

- Assisted Institute for Financial Management and Research (IFMR) - Centre for Development Finance (CDF)
- Implementing agency The Peregrine Fund, US (TPF)
- Objective: To establish whether Govt of India's directive on the ban of diclofenac (veterinary drug) would result in an increase in Gyps vulture population in areas where it declined
- Dr Munir Virani from TPF spearheading this five year project (2006-2011)
- Impact: Project to contribute to a research report that will help the government formulate a policy with regards to protecting the Gyps vulture population



IFMR - Centre for Development Finance (CDF)

- Corpus assistance to CDF-IFMR to help meet its objectives in its focus areas by undertaking initiatives in the areas of energy and environment
- Focus areas include environmentally sustainable project financing, water & sanitation, energy technology & services, rural and urban infrastructure
- Initiatives
 - Facilitating development of urban & rural infrastructure
 - Conserve water and energy resources
 - Promote energy efficiency
 - Support clean technologies
 - Promote biodiversity awareness & projects
 - Draft environmental policies for Indian financial institutions and the government
 ICICI Bank

IFMR - Centre for Development Finance (CDF)

- Assistance to CDF-IFMR to help meet the cost of its Environmentally Sustainable Project Finance (ESPF) programme over 3-years
- ESPF programme focus areas
 - Poverty and environmental impact
 - India's low carbon growth
 - Environmental sustainability beyond carbon
 - Setting standards for markets
- Expected outcomes
 - Increase number of small-scale CDM projects in India
 - Report on air quality monitoring regime in India
 - Report on lenders compliance with environmental regulations



Robin Age

- A weekly children's newspaper exclusively written for children of 5-14 years of age and published by M/s Deep Prakash
- Encourages children back into the reading habit through content that is informative, interactive, engaging and fun
- Carries news & information
 - current affairs, science, technology, sports, careers, culture
 - Special focus on energy and environment
 - activities, puzzles and projects



Robin Age

- Grant assistance given to RobinAge
 - envisages carrying an environment page in every alternate issue of RobinAge
 - promote sensitivity and awareness about environmental issues amongst school children
 - organise in-school workshops to introduce children to basic concepts of energy & environment
 - publish a special issue on the occasion of 'Environment Day' (June 5) in 2009
 - organise child-to-child outreach programmes



Going Forward

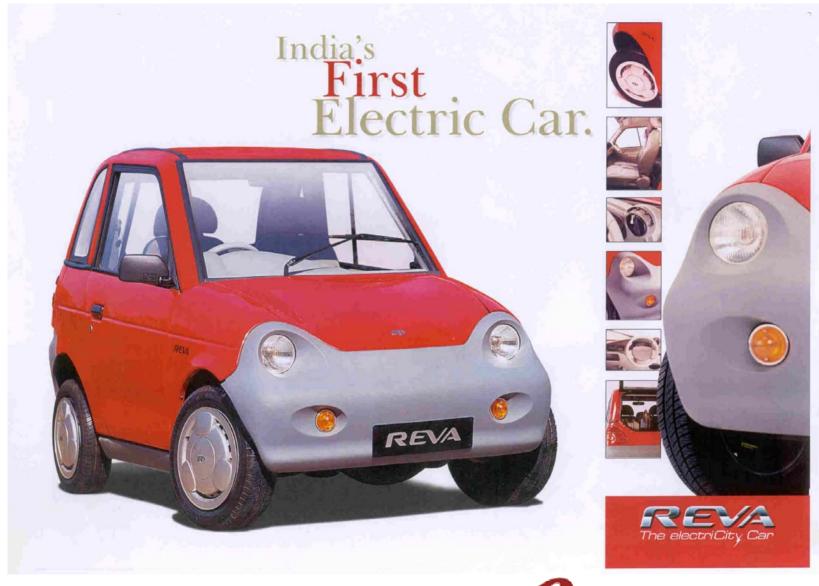
- Strengthen linkages with Gol and multilateral agencies
- Support projects in the areas of
 - Clean technologies / fuels
 - Electric /Hybrid vehicles
 - Alternate sources of energy
 - Energy efficiency initiatives/ ESCO's/ DSM
 - Energy efficient products/capacity creation
 - Biodiversity protection and minimization of waste
 - Environment Sustainability initiatives



Thank you



















New Generation Motors Corp.



Green Business Centre



