

Annual Report of Secretary General, BIPPA for the year -2018

Bismillahir Rahmanir Rahim

Honourable President,
Members of the Board of Directors,
General Members,
Distinguished guests,

-Assalamu Alaikum.

It is my pleasure to extend my warm welcome in this cheerful evening to attend the 3rd Annual General Meeting of Bangladesh Independent Power Producers' Association (BIPPA).

The journey of Bangladesh Independent Power Producers' Association (BIPPA) is started on 29-06-2014 satisfying all the requirements as per Law of the Government under the dynamic leadership and proper guidance of the First Convener and founder president, late Mr. Annisul Huq, Honourable Mayor of DNCC, to protect, promote, represent and safeguard the occupation, trade and the business of Independent Power Producers who are engaged in commercial power production in Bangladesh.

I am glad to remind you again that the 11 (eleven) members of the First Board of Directors of BIPPA were elected on 28.11.2015 for the term of 02 (two) years, 2015-2017. Then in the Board Meeting held on 30.11.2015 11(eleven) Directors unanimously elected 01(one) President and 03(three) Vice-Presidents. The committee was constituted as follows:

Sl.	Name	Designation	Organization
1	Mr. Mohammad Latif Khan	President	Summit Narayanganj Power Limited
2	Mr. K. M. Rezaul Hasanat	Vice-President	Midland Power Company Limited

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3	Mr. Feroz Alam	Vice-President (Finance)	Shahjibazar Power Company Limited
4	Mr. Gulam Rabbani Chowdhury	Vice-President	Baraka Power Limited
5	Mr. Annisul Huq	Director	Desh Energy Limited
6	Mr. K. M. Ahsan Shamim	Director	United Power Generation & Distribution Company Limited
7	Mr. Md. Mamun Haider	Director	Sinha Power Generation Company Limited
8	Mr. Animesh Kundu	Director	Quantum Power Systems Limited.
9	Mr. Salman Obaidul Karim	Director	Dutch Bangla Power & Associates Limited
10	Mr. Lt. Gen. (Retd.) Abdul Wadud	Director	Summit Power Limited
11	Mr. Moazzam Hossain	Director	Energyprima Limited

Our proud Elected Second Board of Directors for the term; 2017-2019 is as follows:

Sl.	Name	Name Of Member Company with Designation	Position In BIPPA
1	MR. MOHAMMAD LATIF KHAN	Summit Power Limited (Vice Chairman)	PRESIDENT
2	MR. IMRAN KARIM	Confidence Power Rangpur Limited (Vice Chairman)	VICE-PRESIDENT (FINANCE)
3	MR. GULAM RABBANI CHOWDHURY	Baraka Power Limited (Managing Director)	VICE-PRESIDENT
4	MR. LT. GEN. (RETD.) ABDUL WADUD	Summit Narayanganj Power Unit-II Limited (Managing Director)	VICE-PRESIDENT
5	MR. K. .M. REZAUL HASANAT	Midland Power Company Limited (Chairman)	DIRECTOR

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6	MR. MD. MAMUN HAIDER	Sinha Power Generation Company Limited (Executive Director)	DIRECTOR
7	MR. ANIMESH KUNDU	Quantum Power Systems Limited (Managing Director)	DIRECTOR
8	MR. MOAZZAM HOSSAIN	Energyprima Limited (Managing Director)	DIRECTOR
9	MR. NAVIDUL HUQ	Desh Cambridge Kumargaon Power Company Limited (Managing Director)	DIRECTOR
10	MR. MOHAMMED FAISAL KARIM KHAN	Summit Barisal Power Limited (Director)	DIRECTOR
11	MR. HUMAYUN RASHID	Energypac Power Venture Limited (Chairman)	DIRECTOR

Achievements of Bangladesh Independent Power Producers' Association:

Honourable members, I want to draw your kind attention to some of our achievements under the dynamic leadership of Mr. Mohammad Latif Khan, President (BIPPA)

- (i) Permanent exemption of Advance Income Tax (AIT) on importation of Plants, Equipments and Machineries for the construction of Power Plants.
- (ii) Relief of resident Private Power Producer companies from multi-tier taxation on dividend income.
- (iii) The numbers of the members of Bangladesh Independent Power Producers' Association by this time increased to 49 (Forty Nine) which is also an achievement of BIPPA. (The list of the member companies is given in the folder for your kind perusal).
- (iv) Issuance of Circular by the Ministry of Commerce regarding the Independent Power Producer companies compulsory be the member of BIPPA.
- (v) We have successfully participated and installed a stall in the National Power & Energy Week-2018 at Bashundhara International Convention Centre (BICC).

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Future Plan of Bangladesh Independent Power Producers' Association:

1. More private power producer companies to be included as the member of BIPPA.
2. Website of BIPPA is under construction. Hope it will be done very soon.
3. Research and Development cell be created.
4. Panel lawyer to be appointed for the solution of legal matters.
5. Professional accounts person to be appointed to develop the software of Accounts and to do accounts works smoothly.
6. Vision to purchase a permanent office space for BIPPA.
7. Create fund to promote and encourage and finance to the technical development in respect of power sector of Bangladesh.

Audit Report and Accounts:

The audit Report and Accounts for the year ended 30 June 2018 as audited by auditor RAHMN MUSTAFIZ HAQ & CO. is circulated for your kind perusal and approval. It is noted that the total received amount (including opening balance in Bank) of BIPPA for the financial year 2017-2018 is TK. 9,24,67,470/- (Nine Crore Twenty Four Lac Sixty Seven Thousand Four Hundred and Seventy) only, total expenditure amount (including FDR in Bank) is TK. 8,87,19,801/- (Eight Crore Eighty Seven Lac Nineteen Thousand Eight Hundred and One) only, and Cash in Bank on 30 June 2018 is TK. 37,47,669/- (Thirty Seven Lac Forty Seven Thousand Six Hundred and Sixty Nine) only. A "Receipt & Payment Summary" for the year ended 30th June, 2018 is also circulated for ready reference.

Budget of Bangladesh Independent Power Producers' Association:

The budget of BIPPA for the calendar year 2019 is also circulated for you kind perusal and approval. The budget of the calendar year 2019 is of total TK. 1,53,30,360/- (One Crore Fifty Three Lac Thirty Thousand Three Hundred and Sixty) only. Noted that, the last year's Budget was TK. 1,53,43,813/- (One Crore Fifty Three Lac Forty Three Thousand Eight Hundred and Thirteen) only, which was TK. 13,452/- (Thirteen Thousand Four Hundred and Fifty Two) only more than the present Budget. Details of Budget, Comparative Analysis and Evaluation of the previous Budget are also enclosed for your kind perusal.

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Abolishment of Multi- tier Taxation from Dividend Income:

I want to take the opportunity to appreciate the President BIPPA, for his course of action taken on behalf of the Association to relieve the resident companies from multi-tier taxation on dividend income, subject to maintenance of separate account which has been reflected in the Budget of the Financial year 2018-2019.

Permission to import of HFO of Sulphur content 2% instead of 3.5%:

In the 4th Board meeting the Board of Directors present in the meeting appreciated for the steps taken by the Association with the related ministries. Board Members present in the meeting unanimously decided to pursue the matter with the related ministries for the permission to import of HFO of Sulphur content 2% instead of 3.5%. For this course of action Mr. Lt. Gen. (Retd.) Abdul Wadud, Vice- President and Abdul Halim, Secretary General of BIPPA were requested to take the necessary steps in BSTI so that such is included in the specification permitted.

Stall installation in National Power & Energy Week-2018:

As decided by the Board of Directors in the 3rd Board Meeting a stall in National Power and Energy Week- 2018 was installed successfully.

On behalf of the Association I would like to express my thanks and gratitude once again to Mr. Mohammad Latif Khan for reallocating the pavilion of Summit Power Limited in favour of BIPPA for National Power and Energy Week- 2018.

Revise/ Re-fix the Rental rate of HSFO Storage Tank:

In the 4th Board meeting the members of the Board of Directors present in the meeting unanimously agreed to take further initiative to request Chairman BPDB, Power Division and Energy Division to take further action on the letter of Bangladesh Petroleum Corporation (BPC).

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Implications of the existing law regarding 5% provision on profit before tax, as Workers' Profit Participation Fund (WPPF) imposed by Bangladesh Labour Act 2006 and amendment made therein:

In the 4th Board meeting the Board of Directors present in the meeting unanimously agreed to take further initiative to request the related Ministry not to implement the existing Labour Law on Independent Power Producers to relief the Power Producers in the Private Sector from the extra burden of 5% provision on profit before tax, as Workers' Profit Participation Fund (WPPF). But it is also agreed by the Board Members present in the meeting that like BGMEA a percentage of .03% on gross revenue may be imposed by adding a new clause to the existing labour laws. For this course of action Mr. Lt. Gen. (Retd.) Abdul Wadud, Vice- President, Mr. Gulam Rabbany Chowdhury, Vice-President and Mr. Abdul Halim, Secretary General of BIPPA are requested to take necessary steps.

Appropriate outage calculation instead of present method of calculation of additional outage of power plants:

Members of the Board of Directors and the special participants present in the 4th Board Meeting took part in the discussion and unannimously requested 1. Mr. Asadul Alam Siddique, Senior General Manager of Summit Power 2. Engr. A M Mainuddin Khan, Head of Corporate Affairs of Confidence Power Holdings Ltd. 3. Mr. Monowar Ahmed, General Manager; Commercial Department of Baraka Group to prepare a concrete proposal regarding the appropriate outage calculation instead of present method of calculation of additional outage of power plants. At the end of the Board Meeting they have provided their proposal and such has been agreed to be pursued at BPDB. The proposal is- outage calculation should be based on "**Hourly NLDC demand data VS Hourly plant export data**" instead of present outage calculation of BPDB. In Sha Allah very soon this matter will be taken to the Chairman of BPDB and will be persued for a favourable solution.

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Doa Mahfil for Mr. Annisul Huq:

On the occurrence of sudden death of late Annisul Huq on 30th November, 2017. BIPPA has arranged a Doa Mahfil for the eternal peace of DNCC Mayor and Founder President of BIPPA on 17 December, 2017. I want to take the privilege to request all of you to pray for eternal peace of our beloved Founder President and Honourable Mayor late Annisul Huq.

Conclusion:

Bangladesh Independent Power Producers' Association (BIPPA) is now an organization of 49 (Forty Nine) active member companies of Private Sector Power Generation running under the dynamic leadership of our present president Mr. Mohammad Latif Khan, Vice-Chairman of Summit Group.

Finally this is to mention that to reach the objects of BIPPA and to run the organization, financial ability is a must. As you know currently the only source of revenue of Bangladesh Independent Power Producers' Association (BIPPA) is Annual Subscription Fees of existing members to run the Association. So, you are cordially requested to pay the Annual Subscription fees in time. You are also requested with honour and gratitude to adopt the Annual Report and approve the Audit & Accounts and the Annual Budget of BIPPA, I would like to express my heartiest gratitude to all of you for a patient hearing.

Thank you all.

Allah Hafez

Abdul Halim
Secretary General