

# STUDY ON POWER MANAGEMENT SYSTEMS IN INDIA AND ITS IMPACT ON INDUSTRIAL SECTOR

BY

[VIVEKKUMAR RAI]

[SAP ID:500069885]

**GUIDED BY** 

[MR. PRAVEEN KUMAR YADAV

MANAGER-ELCTRICAL

LARSEN AND TOUBRO LIMITED]

A DISSERTATION REPORT SUBMITTED IN PARTIAL FULFILMENT OF THE REQUIREMENT FOR

[MBA – POWER MANAGEMENT]

OF



CENTRE FOR CONTINUING EDUCATION
UNIVERSITY OF PETROLEUM & ENERGY STUDIES,
DEHRADUN, INDIA.



Larsen & Toubro Limited L&T Construction Transportation Infrastructure

Landmark 'B', Ground Floor, 3'd, 5th & 6th, Floors Suren Road, off. Andheri Kurla Road, Andheri (E), Mumbai - 400 093, INDIA

#### Declaration by the Guide

This is certify that Mr. Vivekkumar Rai, a student of MBA in Power Management, SAP ID 500069885 UPES has successfully completed this dissertation report on "Study of Power Management system in India and its impact on Industrial sector" under my supervision.

Further, I certify that the work is based on investigation made, data collected and analyses by him and it has not been submitted in any other University or Institution for award of any degree. In my opinion it is fully adequate, in scope and utility, as a dissertation towards partial fulfilment for the award of degree of MBA in Power Management.

Mr. Praveen Kumar Yadav

**Engineering Manager** 

Larsen and Toubro Limited,

Mo-9540020687

praveenyadav.eck@gmail.com

Date: 13/11/2019



#### **ABSTRACT**

The use of power by industries is a key lever for ensuring a sustainable industrial development. The cost effective application of power management and efficiency measures offers industries with an effective means of gaining both economic and social dividend, also reducing the negative environmental effects of energy use. Unfortunately, industries in developing countries are lagging behind in the adoption of power management system and management measures; as such missing the benefits of implementation. This research is aims at enhance the knowledge of industrial power management strategies in India, by investigating the present level of power management practices in India.

The research also incorporates the investigation of also investigation of barriers to and driving forces for the implementation of power measure; to shed light on the rationale for both the adoption and non-adoption of cost effective industrial power efficient technologies in India. This research was carried out using a semi-structure interview due to the explorative nature of the research. The interviews were conducted in sessions, in the first session respondents were asked describe the power management strategies in used in the respective companies. In the second session, respondents were asked to fill a structured questionnaire covering the various aspects of the research.

The results reveal that power is highly managed in the industrial area and there is a power management resulting from the low implementation measures. In addition the reveals that the important barriers impeding the implementation of cost effective technologies or measures in the surveyed firms principally stems from rational behavior economic barriers, which are deeply linked to the frameworks for industrial power management. The research also finds that economic gains related to cost reductions resulting from lowered energy use and threats of rising energy prices are the most important drivers for implementing power management.



# TABLE OF CONTENTS

Cl	HAPTER 1 INTRODUCTION8	
	1.1 Background of the study8	
	1.2 Problem Statement8	
	1.3 Need for the research9	
	1.4 Objectives of the study9	
	1.5 Power Management System10	
	1.6 India Power Management Systems11	
	1.7 Indian Power Management System Market Size11	
	1.8 Transforming India's Power Management System12	
	1.9 Changing India's Power Management System15	
CHAPTER 2 INDUSTRY PROFILE19		
	2.1 Indian Industrial Efficiency	
	2.2 Power Use in Industrial Operations	
	2.3 Importance of Power Management System	
	2.4 Power Usage in India	
	2.5 Power Market in India	
	2.6 Industrial Energy Use in India30	
	2.7 Challenges Facing Power Sector in India	
CHAPTER 3 THEORETICAL FRAMEWORK34		
	3.1 Power Security	
	3.2 Industrial Power Use	
	3.3 Industrial Power Management	
	3.4 Effective Power Management Systems	



CHAPTER 4 LITERATURE REVIEW	40		
4.1 Benefits of Power Efficiency	40		
4.2 System Optimization	42		
4.3 Power Efficiency Gap	43		
4.4 Organizational Barriers	45		
4.5 Empirical Barriers to Industrial Efficiency	47		
CHAPTER 5 RESEARCH METHODOLOGY			
5.1 Power Management Practices in India			
5.2 Power Information Source in India			
5.3 Research Method	50		
5.4 Source of data			
5.5 Sampling	52		
CHAPTER 6 ANALYSIS AND RESULTS			
CHAPTER 7 RECOMMENDATIONS AND CONCLUSION63			
BIBLIOGRAPHY65			



# LIST OF TABLES

6.1 Participating Industrial Sectors53	3
6.2 Distribution of Position of Respondents54	1
6.3 Power management practices in India	5
6.4 Power Information System56	5
6.5 Power management opportunities	7
6.6 Average scores of power management hotspots58	3
6.7 Important barriers to Power management59	)
6.8 Power management in India and the end-user region60	)
6.9 Growth of power management market drives and challenges61	
6.10 Power management and industrial sector collaborates	100



# LIST OF CHARTS

6.1 Participating Industrial Sectors	53
6.2 Distribution of Position of Respondents	54
6.3 Power management practices in India	55
6.4 Power Information System	56
6.5 Power management opportunities	57
6.6 Average scores of power management hotspots	58
6.8 Power management in India and the end-user region	60
6.9 Growth of power management market drives and challenges	61
6.10 Power management and industrial sector collaborates	62



#### **CHAPTER 1**

## INTRODUCTION

#### 1.1 BACKGROUND OF THE STUDY

Power is one of the most basic parts of framework essential for the monetary development and welfare of countries. The presence and advancement of satisfactory framework is fundamental for supported development of the Indian economy. India's power sector is one of the most enhanced on the planet. Wellsprings of power age extend from ordinary sources, for example, coal, lignite, flammable gas, oil, hydro and atomic power to reasonable non-regular sources, for example, wind, sunlight based, and farming and residential waste. Electricity request in the country has expanded quickly and is relied upon to rise further in the years to come. So as to satisfy the expanding need for electricity in the country, gigantic expansion to the introduced creating limit is required.

Indian power sector is experiencing a noteworthy change that has reclassified the business viewpoint. Supported monetary development keeps on driving electricity request in India. The Government of India's emphasis on accomplishing Power for all has quickened limit expansion in the country. Simultaneously, the focused force is expanding at the market and supply sides fuel, coordination's, funds, and manpower. This advancement is offering individuals to get progressively proficient to next level.

## 1.2 PROBLEM STATEMENT

All these extension are expanding interest for more power consumption in the country and this creation India center for power management for utilizing in industry confronting problems. Power represents up to 10% of all out generation costs, and this makes as 50 percent of assembling costs in power to concentrated enterprises, for example, the steel, substance and pharmaceutical sectors. It is evaluated that problem emerge in mechanical energy consumption has grown multiple times quicker than general consumption in the course of recent years and right now represents 55 percent of the energy devoured in India. Ventures assume a key task to carry out in power supply, power transmission and energy management frameworks.



Atmosphere security, nature of supply, and energy costs speak to tremendous difficulties for businesses. However without modern organizations, the fundamental discharge decreases are probably not going to occur, since the age of electricity and warmth for procedures and structures causes high carbon outflows. Be that as it may, mechanical plants can likewise be provided with renewable energy. This diminishes carbon emanations just as energy further balances working costs. An extra advantage is the positive social acknowledgment and colleagues. The moving energy scene additionally impacts the nature of supply.

#### 1.3 NEED OF THE RESEARCH

The industrial sector utilizes about 65% of the complete business energy accessible in India. Of the business wellsprings of energy, coal, lignite, and oil and natural gas are chiefly utilized. The Indian power sector is exceptionally energy escalated and effectiveness is well that of other industrialized in India. Endeavors are made all the time to advance power protection in India as this will help diminish the cost of generation.

There is significant degree for improving power productivity in enterprises managing if such businesses can advance energy preservation, it could prompt considerable decrease in their costs of generation. Power management is significant as all well-arranged activities can help diminish an association's energy charges and limit the harm it does to the earth. The power management procedures are protection and effectiveness. This requires the foundation of an arrangement of collection, investigation, and giving an account of the association's power consumption and costs. In the industrial sector, the significant purchasers of energy have been evaluated that the all-out protection capability of this industry sector is around the all-out energy utilized by it.

#### 1.4 OBJECTIVES OF THE STUDY

- To find out power management strategies in India and current developments.
- To assess the growth of power management and its market drives and challenges
- To analyse the power management strategies and its impact on industrial energy uses
- To recognize the developments in power management how the industrial sector collaborates



#### 1.5 POWER MANAGEMENT SYSTEM

High requesting businesses require a consistent inventory of power, even in the most extraordinary or risky condition. To help the need, India gives industrial power management gadgets that help to direct the stream all through the system. It enables the organization to practice better control over the overhead apparatus costs, improve wellbeing and the moderate natural effects. The digital control system gives the input delivered by a few generators and the requests concerning control exercises. It likewise gives explanatory bits of knowledge into the apparatus system to empower power conveyance.

Power Management Systems can improve profitability and grow generation, while simultaneously diminish the energy utilization of creation and increment financial proficiency. In the wake of executing a Power Management Systems, an organization can do energy arranging, power management system, utilization investigation, hardware and system management to assist management with settling on quicker and better educated choices by giving expert data. This gives undertakings a chance to decrease generally speaking working expenses, augment benefit, and quicken development and increment resource proficiency.

Delta's Power management system is an energy-sparing system which enables clients to quickly screen their energy utilization status and stacking examination, just as advance gadget tasks, improve power productivity and break down the energy utilization of every gadget and system. This improves power management system and power quality to accomplish energy reserve funds.





# 1.6 INDIA POWER MANAGEMENT SYSTEMS

The India power management systems advertise represented \$6, 35.0 million out of 2016, and are relied upon to reach \$2,145.1 million by 2023, developing at a CAGR of 19.1% from 2016 to 2023. Power management systems enable association to gather data on the energy use through observing, surveying, and imagining energy utilization. Development needing power management system, energy value unpredictability, and strategy and administrative orders basically drive the development of power management system.

Keen Cities Mission in India is relied upon to be distinct advantage for EMS advertise in India. Through open and private organization, the legislature of India is set to create 100 urban communities under its Smart Cities Mission by 2020. One of the objectives of this crucial to coordinate brilliant answers for effective energy management in framework just as energy management in all chose savvy urban communities.

Home power management system (HEMS), building power management system (BEMS) and industrial power management system (IEMS) are the three sorts of power management systems contemplated in this report. Among these, the IEMS represents the most elevated market size by an incentive because of the interest from power and energy and assembling division. The Indian IEMS market should reach to about \$1,180.0 million by 2023, developing at CAGR of 16.9% from 2017 to 2023.

# 1.7 INDIAN POWER MANAGEMENT SYSTEM MARKET SIZE

The India power management systems market size is required to reach \$2,145 million by 2023, from \$635 million of every 2016, developing at a CAGR of 19.1% during the estimate time frame (2016–2023). Power management systems enable associations to gather data on the energy use through observing, evaluating, and imagining energy utilization. Through the information gathered during resource checking can be used for compelling decrease in energy utilization from unnecessary resources, gear and devices.

The interest for power management systems is on a fast increment in India, attributable to activity of government toward Smart Cities Mission venture for upgradation and advancement of different foundation for the chose urban communities the nation over, where the viable energy management arrangements and energy stockpiling arrangements are required to are



require for development, redevelopment, and expansion of different utilities, framework, and transportation. In addition, different driving worldwide assembling organizations contribute toward the advancement of their assembling offices in the nation to underwrite over the Southeast Asian markets. The quick developing Indian economy just as rise of India's assembling capacities after China is relied upon to give worthwhile business chances to the EMS market players during the figure time frame. Besides, energy management arrangements help in improving the general energy utilization, checking, and upgrading the effectiveness of the structure. In any case, absence of mindfulness among long haul advantages of EMS arrangements just as extreme productive energy approaches prevent the development of India EMS market.

The India power management systems market is portioned dependent on offering, administration, part, type, end client, market vertical, and district. The offering fragment is bifurcated into systems and administrations. By administration, the market is comprehensively arranged into observing and control, usage and mix, upkeep, and counseling and preparing. In light of type, the market is divided into home EMS, building EMS, and industrial EMS. By segments, the India power management systems market is grouped into sensor, controller, programming, and others. The end-client industry is isolated into private and business fragment. Contingent upon the market vertical, the India EMS market is partitioned into power and energy, telecom and IT, producing, venture, human services, and others.

# 1.8 TRANSFORMING INDIA'S POWER MANAGEMENT SYSTEM

India's power management situation is changing each day, inferable from expanding pace of industrialization and exponential development pace of populace. The administration is additionally taking dangers to bring positive energy balance for its resident.

Energy management is currently turning into a natural word in the industrial field. With all the huge players like Schneider, Siemens, and Secure coming into the image, the market of energy management is getting stiffer. Building management system, SCADA, energy monitoring system, HVACs controller, UPS and so forth, are for the most part various methods for load management. India right currently is sustaining one of the most advance Iota structure (Internet of Things) and biggest Internet client bunch on the planet.



While clarifying how India can be a center point for energy management Chintan Soni, Co-Founder and CEO, Equilibrium Energy Pvt Ltd clarifies, Multinational and national organizations are setting their examination wings and server farms in India to process their worldwide activities. This is opening numerous open doors for the nearby level organizations to analyze and advance. Foundry, shrewd network, oil, transport, assembling, and end any industry you name is stirring to have the most productive energy strategy set up. Government push on factors like generation and utilization of increasingly environmentally friendly power energy, building getting efficient power energy evaluations. India's fantasy about making keen medicinal services, grounds, transport and so forth is opening numerous entryways for venture explicit to the energy division. Understanding the significance of India in world business process, particularly being an activity center point for some MNCs. India is certainly the center of energy management. It is conceivable to show sparing legitimately on energy cost utilizing the EMS technique.

India home to 18 percent of the total populace utilizes just 6 percent of the world's essential energy. India's energy utilization has nearly multiplied since 2000 and the potential for further fast development is colossal. "India right now has become a power surplus nation, however so as to hold this status it needs to include increasingly more power plants as the interest is rising alarmingly. With worldwide aspirations India is at present the biggest maker of materials, substance items, pharmaceuticals, fundamental metals, general hardware and gear, and electrical apparatus. Indian produces are concentrating on the procedure of computerization, IIoT and Industry 4.0. These procedures are as of now driving proficiency, profitability, nimbleness, versatility and advancement. This advancement is offering individuals to get increasingly effective to next level. All these extension are expanding interest for more energy utilization in the nation. This is likewise making India center point for energy management as most recent advances are utilized to deal with the energy.

Energy rationed and spared is proportional to energy produced. Spending on energy preservation lessens energy bills, however spares valuable common assets, and diminishes ventures required in extra power age limit. It is an incredible advantage for the nation. The administration needs to effectively advance energy preservation in industry, including IT industry and particularly areas devouring substantial burdens. In a little manner, activities have been taken by advancing utilization of energy proficient hardware in foundries in different



pockets in India. Such activities should be given exposure, and give a stage to organizations to green brand themselves. Energy sparing systems and hardware ought to likewise be boosted by the administration to make them reasonable. Aside from gear, preparing should be bestowed to our architects to make them energy directors, so they can plan and execute energy programs inside their associations. Such aptitudes are not many and rare, and our instructive organizations don't have courses thusly either. These means would go far in advancing India as an energy center.

India Eaton Power Quality Pvt Ltd, India is relied upon to be one of the biggest development locales on the planet for server farm Infrastructure spends sooner rather than later. By embracing the privilege mechanical advancements the server farms in India can be a grandstand of ideal energy management.

Great management is the requirement for long haul achievement and proficient activity in any association. Energy management is the use of energy, in light of ecological and monetary targets. What's more, what you can't quantify, you can't oversee it, so power management system encourages you screen and control energy progressively.

A run of the mill technique in each industry for monitoring energy parameters is a delegated individual/circuit tester goes to each energy meter and gathers esteems and enters those physically into an exceed expectations sheet which is displayed to the management toward the month's end.

What's more, for the most part this physically gathered information bungles with the real information overview and thus genuine energy utilization perusing may not coordinate toward the month's end. EMS improves information precision by taking out human mistakes in the information assortment/examination. Lessens upkeep costs: By examining each electrical parameter, proactive moves can be made to avert abrupt breakdown of office

Constantly monitoring: Monitoring power factor stays away from gigantic punishment forced by the power board and builds odds of getting motivators

Environmentally friendly power energy is a continuous information securing, monitoring, examination and detailing programming instrument for a compelling energy management inside the electrical system. It is an ideal fit for a wide range of electrical offices. It screens



everything in any event, during non-working hours additionally including ends of the week, occasions and so on, with the goal that you can dispose of this phantom loads and spare energy cost.

## Highlights of Green Energy are:

Configurable utilization reports: Reports like Individual utilization report, move insightful utilization reports, and aggregate utilization provides details regarding hourly, day by day, and week after week, month to month and yearly premise can likewise be produced.

Recorded information examination: Green Energy logs information at client characterized interim period and gives information dashboard access on constant premise.

Supports all energy meters with RS-485 port: Easy to introduce as it underpins all the energy meters with RS 485 ports. This reuses existing infra and gear and spares cost.

Alerts: Alert for hardware can be set with the end goal that at whatever point gear is acting up then Green Energy will advise the designed clients through SMS or an E-mail or it will spring up a caution on the screen itself.

# 1.9 CHANGING INDIA'S POWER MANAGEMENT SYSTEM

Data centers are the cerebrum of an organization where the most basic procedures are run. Large scale activities require propelled IT frameworks to process complex data. Every one of these exercises is directed through the considerable measure of equipment fitted appropriately in a latrine or independently in a room inside secure premises. Contingent upon their size, these are alluded to as 'server rooms' or data centers. The vast majority of the enormous organizations and government offices keep up huge data centers. They are helpless against robbery, mishaps or deliberate controls. As these PCs are working day in and day out, it's essential for them to get adequate cooling. All things considered, there is a ton of powerful equipment working in one spot.

Searching for operational perspective, occasional back-up, power sourcing, move arranging is significant so the procedure can run easily with no breaks. The more broad and basic equipment requires ideal insurance for running complex programming. Indeed, even postponement for a nano second can make gigantic misfortune the business.



At the point when gotten some information about what should be changed in India's power management systems for data focus Power management system is assuming a very fundamental job in dealing with the data centers. The warmth freed and security concerns, manual monitoring or supervision for these server rooms are not really powerful. Building Management System and SCADA either work to spare the emergency circumstance or else gives simply perusing at ordinary interims. Ideas like arranging, every moment examination and gauging are missing. Another huge test is the way that these systems are LAN based framework which just adds to the multifaceted nature of these rooms."

Remote power management system is better choices for overseeing energy at data focus. They are financially savvy, retrofit and works on restrictive monitoring. Their sensors bolster both physical and nonphysical parameters, responsive to any little changes. Data stockpiling is advantageous as it's on the cloud, open from anyplace on the planet. Resource examination gives noteworthy bits of knowledge in the wake of contemplating the notable data like alarm, cautions, messages and SMS to keep away from any basic circumstance. Robotized control spares a great deal of time to act when tried. Resource wellbeing registration can be planned perusing to the gauging done by these systems. Energy wastage, over-burdening, wiring glitches can be effectively recognized because of its constant (every moment) monitoring.

Energy examination (Amalgamation of Data science on Energy Data) is an acclaimed idea in the west, particularly remote energy investigation. 'Level' rating as characterized by the Indian National Standards Institute (ANSI) is given to organizations as a pointer of security level. In India this idea is new and just a couple of organizations offer EMS for data centers. Savvy Sense is India's first remote energy management arrangement which is having a tremendous effect in the area.

Our reality is changing quickly. At a certain point in time we felt that power access for all was an adequate objective yet at the same time today we have not accomplished that objective. Simultaneously, urbanization, current ways of life, propels in infocomm technologies, have made us an innovation and data subordinate society. Driving the data economy are the data centers that host the entirety of the data. Data centers which were up to this point applicable just for huge banks or programming organizations, has gotten increasingly significant with regards to a move of practically all technologies and stages to the cloud.



Data centers chug energy simply like any overwhelming industry. At the point when gear is flawed, it expends significantly more energy, along these lines turning out to be in proficient. Data centers likewise need tremendous measures of energy to cool the insides. The data centers costs are fundamentally energy and gear. Organizations go to incredible degrees to spare energy costs, for example, having data centers in the ocean or in frigid mountains. While we can't think about these arrangements in India, we have to utilize power management systems to successfully lessen energy utilization of a data focus. These systems accumulate an entire host of data examinations it and raise alerts empowering energy supervisors to make suitable move to spare energy. Legitimate energy management recognizes issues in gear keep up them and keep them in top condition, with the goal that they don't influence the whole system, causing personal time. Subsequently, India's data centers need to have a functioning energy management plan set up, for example, ISO50001 or go in for green data focus affirmations. This will put them on a way where they start to arrange for how to execute energy management programs. A power management system gives the energy chief data and data to execute and make enhancements in energy utilization after some time.

Late years have seen quick development in worldwide interest for figuring limit, bringing about the industry just increment the quantity of data centers, yet in addition putting resources into noteworthy moves up to expand the limit of their current offices. As indicated by the Federal Energy Management Program, the normal data focus requires 200 percent more energy to work than an ordinary office space. The greater part of this energy goes to cooling gear, server load, and other figuring activities. To control this utilization propelled power monitoring is required.

According to Latish, some significant advances required like distinguishing territories where energy reserve funds can be achieved, actualizing energy decrease projects and monitoring their advancement and guaranteeing the unwavering quality of power to maintain a strategic distance from personal time and lost income can help India datacenters to control energy management impeccably.

Data centers in India have a chance to use the most recent innovation advances to streamline energy management, trusts Kumar. Today, through cloud/virtualisation stages the power use of the significant parts of the data focus power framework including UPS systems, ePDU's, servers, arrange and other basic equipment can be checked and controlled constant at a venture level to guarantee effective energy utilization. By adjusting an energy management



methodology that influences UPS and rack systems that give most elevated proficiency coupled power thickness, and through scope organization which empowers the data focus' accessible power and cooling to develop in relation to IT load. India's data centers can accomplish industry-driving PUE levels.



#### **CHAPTER 2**

#### INDUSTRY PROFILE

# 2.1 INDIAN INDUSTRIAL EFFICIENCY



At this moment, industry represents around 33% of the world's energy use - more than some flip side use segment of the economy. Furthermore, industrial energy request is anticipated to increment by as much as 44 percent throughout the following twenty years, especially in rising and creating nations. This, obviously, implies there will be a remarkable increment in the ozone harming substance outflows that are related with environmental change.

To turn away this course, we should cut our yearly worldwide energy use by a quarter by 2020. It will take a significant move toward power management system and more intelligent asset use to guarantee industry has its impact by getting progressively proficient and profitable. Fortunately we as of now have a great part of the skill set up to animate this degree of progress. Here are the eight praiseworthy activities I accept can on a very basic level adjust the manner in which industry utilizes energy and, eventually, how our worldwide economy capacities.

## Arrangements and projects

Governments assume an indispensable job in driving industry to receive energy-sparing and low-carbon rehearses. Most nations currently have some sort of power management system



approach set up, and endeavors are likewise increase in many creating nations that have enormous, energy-serious industry segments.

China is one of the nation's driving in the strategy field with the industrial energy-effectiveness activities in its Twelfth Five-Year Plan, which focuses on the nation's roughly 15,000 ventures that devour in excess of 10,000 tons of coal equal (tce) every year.

This program expands on the effective "Top-1,000 Program," which concentrated on the nation's main 1,000 energy-devouring undertakings. Because of this activity, China cut its energy force (energy use per unit GDP) by just about 20 percent somewhere in the range of 2006 and 2010 - basically through power management system updates and by shutting out of date offices. It is presently expecting to cut energy force by a further 16 percent by 2015.

In India, the Perform Achieve Trade (PAT) power management system exchanging plan has been created to lessen industrial energy utilization through market-based components. Imagined in 2008, it is relied upon to add to reserve funds of 6.6 million tons of oil proportionate in its first stage (2012-2015). This is practically identical to the sum created by 40 new coal-terminated power plants over their lifetime.

Back in the United States, the Executive Order gave in 2012 will help meet the national objective of conveying 40 gigawatts of new, practical industrial consolidated warmth and power (CHP) before the finish of 2020. CHP includes recuperating the warmth ordinarily lost in power age and utilizing it to give helpful thermal energy to organizations and manufacturing plants. Whenever accomplished, this objective will help create as a lot of power as 80 coal-terminated plants can deliver over their whole lifetime. Numerous U.S. states additionally have power management system asset benchmarks that establish the framework for industrial energy-effectiveness programs supported by people in general or by electric and gas ratepayers.

A large number of the entrenched, ratepayer-supported industrial energy-proficiency programs in North America those from Bonneville Power Authority, BC Hydro, the Energy Trust of Oregon or Wisconsin's Focus on Energy have conveyed dependable energy reserve funds from industry at beneath the normal costs they face for their projects generally speaking. To acknowledge expanded minimal effort energy investment funds in industry, in any case, will require a coordinated exertion grew explicitly for every part.



## 2.2 POWER USE IN INDUSTRIAL OPERATIONS

Having a power management system set up is one of the absolute most significant factors in decreasing the energy utilization of industrial activities in undertakings. As the term recommends, an EMS outfits organizations with genuine practices and methodology that help them persistently improve their power management system.

The advantage to organizations is that it decreases energy costs, increments operational proficiency and efficiency, and improves hazard management. One late investigation by the Lawrence Berkeley National Laboratory indicated that the expense of creating and actualizing an EMS to world benchmarks was, by and large, took care of in under two years through energy reserve funds.

The expanding take-up of ISO 50001 a global ecological management standard concentrated on energy use and execution exhibits that energy management is turning out to be a vital part of industrial activities around the globe. Since the standard was propelled in 2011 by the International Standardization Organization, there has been a colossal jump in the quantity of industrial locales that are ISO-confirmed, expanding from around 90 two years prior to around 8,000 today.

Germany alone records for around 3,000 ISO-affirmed destinations, to a great extent because of deliberate understandings between the German government and industrial firms that urge organizations to cut energy use as an end-result of a duty discount. Different governments have additionally been effective in empowering corporate appropriation of EMS: Sweden, Ireland and Denmark, among others, have had longstanding arranged concurrences with industrial organizations to give specialized help and money related motivating forces as an end-result of energy reserve funds and EMS execution.

## Straightforwardness and revelation

Another pattern that is picking up force is carbon divulgence. Organizations that measure their ecological hazard are better ready to oversee it deliberately. What's more, those that are straightforward and reveal this data are furnishing speculators and other leaders with access to a basic wellspring of worldwide data that conveys the proof and understanding required to



drive activity. A huge number of organizations around the globe, from medium-sized endeavors to enormous freely cited company, understand the advantages of this procedure.

In China, new decides that sign a push toward more noteworthy straightforwardness have recently happened. They require 15,000 ventures, including probably the greatest state-possessed organizations, to distribute data about their air contamination, wastewater and substantial metal releases.

In India, the Companies Act 2013 commands that organizations burn through 2 percent of their benefits on CSR activities and to distribute related reports. Assessments recommend that if all organizations that fall under the purview of the Act are to completely conform to the command, the CSR capital produced would add up to about INR 20,000 crore (USD 3.2 billion).

The not-revenue driven association Carbon Disclosure Project (CDP) works with 3,000 of the world's greatest organizations to quantify and unveil ecological data. Individuals incorporate BMW, Daimler, Phillips Electronics, Nestle, BNY Mellon, Cisco Systems, Gas Natural SDG, Honda Motor, Nissan Motor, Volkswagen, Hewlett-Packard and Samsung.

## Putting a cost on carbon

Many significant organizations presently consider the cost of carbon as a center component of their business technique. Carbon estimating has progressively become an important device, as it assists organizations with distinguishing and execute high-sway power management system extends, and improves the recompenses and IRRs of measures, for example, CHP, the change to low carbon energizes, and the utilization of more up to date process technologies that utilization less energy. Organizations presently estimating carbon incorporate Exxon, Wal-Mart, Indian Electric Power, Microsoft, General Electric, Walt Disney, ConAgra Foods, Wells Fargo, DuPont, Duke Energy, Google and Delta Air Lines. While the fate of carbon valuing guideline is as yet dubious, at any rate 29 significant organizations around the globe have fused a carbon cost into their long haul money related plans.

#### Benchmarking

With energy costs ascending in numerous pieces of the world, power management system is viewed as a way to set aside cash. Benchmarking encourages firms to evaluate what reserve funds they can try by taking a gander at the endeavors of others, the amount they have spared,



and at what cost. A couple of industry areas - eminently, oil purifiers and bond makers - as of now benchmark their power management system execution effectively. In any case, for the more extensive industry, this is a region that necessities further improvement.

A UNIDO investigation on benchmarking shows power management system could diminish worldwide energy use by 26 percent, with a 15 percent to 20 percent potential improvement in industrialized nations and 30 percent to 35 percent in creating nations and economies experiencing significant change. The potential reserve funds shift area by segment, with energy-serious procedures and segments having the capacity to spare significantly more than normal. Most light industry forms show higher improvement possibilities at an individual plant-level, yet don't expend so much as substantial industry.

#### Supply chains

The benefit of utilizing supply chains to drive change can't be thought little of. Around 40 percent to 60 percent of an assembling organization's carbon impression originates from its production network, yet this number can be as high as 80 percent. These numbers could be altogether diminished through better collaboration on power management system practices and methodologies among organizations and their stockpile chains.

The Institute for Industrial Productivity is working with CDP on another activity called Action Exchange, which will assist this with seeding flourish in the stockpile chains of a portion of the world's greatest organizations, including Bank of America, L'Oreal, PepsiCo, Philips, Vodafone and Wal-Mart.

Supply chains are regularly murky and complex; one worldwide organization can have many providers around the globe. Making straightforwardness and focused on data through Action Exchange will open the entryway to emanations decrease techniques that administrations have so far battled to take advantage of. On the off chance that effective, the a huge number of organizations that unveil to CDP will have the option to get to data on power management system openings and acquiring clean innovation and administrations, just as to share the encounters picked up from the program.



#### Development

Not at all like the advances have we found in IT as of late, the fundamental procedures utilized by industry are decades old. In manure creation, for instance, smelling salts is as yet changed over utilizing the Haber procedure, a method that was first utilized on an industrial scale in 1913 in BASF's Oppau plant in Germany. In spite of the fact that the energy power of smelling salts generation has diminished considerably throughout the years, it remains the most energy-escalated and high-item volume compound procedure.

In late research endeavors led by organizations and colleges, the accentuation has been on diminishing our carbon impression by structuring items with reusable parts that can be coordinated into the following form of that item. This thought of a roundabout economy advances the utilization of less valuable assets and significantly decreases the exemplified energy utilized really taking shape of every item, in light of the fact that each part or item has an any longer lifecycle.

We currently perceive how the idea can function through the endeavors of organizations like Ricoh and Renault. Ricoh's Greenline PCs are rented out, at that point renovated and overhauled toward the finish of each agreement - and afterward rented out once more. Renault makes a portion of its vehicle parts so they can be reused in new models, actually giving them another life. On the off chance that this methodology is applied on a more prominent scale, we would see a huge move away from how the world creates and discards squander.

#### Financing

Financing stays one of the significant difficulties in quickening industrial power management system. Current speculation is well beneath the monetary potential, for the most part since power management system programs aren't yet surely known by banks and agents. Drawing on the work from the European Bank for Reconstruction and Development (EBRD), other money related establishments can find a way proportional up their venture, while at the same time expanding their incomes, constructing a positive brand, and fulfilling controllers and other government organizations that they are focused on tending to environmental change.

EBRD propelled its Sustainable Energy Initiative (SEI) in 2006 and, by 2013, aggregate SEI speculation came to \$17 billion for 756 tasks, of which \$14.4 billion is identified with power



management system ventures. In addition, SEI speculation represented 28 percent of all out EBRD interest in 2013, showing exactly how bankable power management system tasks can be. Combined carbon discharge decrease from these power management system ventures is evaluated at 54 million tons for every year.

# 2.3 IMPORTANCE OF POWER MANAGEMENT SYSTEM

One of the significant purchasers of electrical energy is the ventures. In the present situation there is a tremendous interest for the electrical energy and yet the two significant obstacles are the shortage of energy and the expanded expense of power. Henceforth it is fundamental for the enterprises to streamline the utilization and furthermore monitor the expense. It has gotten essential for the enterprises to utilize less measure of energy for a similar degree of movement. Electrical management is one answer for monitoring and controlling the utilization of energy and take preventive and careful steps. The electrical management system is skilled to gather, store and investigate the data that is acquired from the different remote monitoring gadgets to oversee electrical expense related with the electrical systems.



Energy management is the way to spare energy in any association. There is a worldwide need to actualize power management system since the effective power management system has the positive effect on the energy costs, emanations targets, and henceforth there is a need to spare energy at your association explicitly. Despite these focal points, there are a few difficulties that are confronted while executing a power management system.

The difficulties confronted can be recorded as beneath:



- Poor nature of power
- Increasing energy request
- Poor systems of energy circulation
- · High summed up cost of transport
- Lack of feeling of proprietorship investment.

These difficulties can be changed over into circumstances by making energy-proficient structures, transport of power, and effective arranging.

Monitoring energy utilization and gathering data

The propelled way to deal with the assortment of data is to execute the interim metering systems that consequently quantify and record energy utilization at short, customary interims, for example, at regular intervals or half hour. Subtleties of the normal interim energy utilization data make it conceivable to see examples of energy squander that it is difficult to see generally.

Finding and expanding chances to spare energy

The fastidious meter data that is gathered are precious for finding and increment energy-sparing chances. Venality Energy Limited has its systems prepared to screen the status of creation offices, or something significant or basic data on the continuous premise since it is beyond the realm of imagination to expect to set up control rooms over some remote or perilous areas.

#### Advantages of power management system

- Reducing top interest.
- Energy asset arranging, disposing of in-productive gear activity.
- Measurement and check.

Benchmarking energy utilization or decrease in explicit energy utilization.

By improving great systems and better systems best we can accomplish a "Productive Power management system". Venlite Energy Limited has a dream and mission of giving a productive mechanization over the Internet and interpersonal organizations, IoT and Cloud stages. To turn into an overall innovation pioneer in the keen urban areas, brilliant lattice, being



straightforward by presenting easy to use innovation driven items and application to every day industrial activities in all sort of spaces.

## 2.4 POWER USAGE IN INDIA

The essential wellsprings of energy in India comprise of power, petroleum derivatives and biomass; locally, energy generation is for the most part gotten from biomass sources, hydroelectric dams, thermal electric plants and Sun (solar energy). So as to satisfy the nation's energy need, power, non-renewable energy sources and unrefined petroleum are imported to enhance the essential indigenous energy creation.

This energy is provided to the different monetary and non-financial areas of India, which is comprised of the Residential, Commercial and Services, Agricultural, and Fisheries, Transport and Industrial Sector. In 2004, it was evaluated that biomass, petroleum derivatives, power and solar represented 66.9%, 27%, 6% and 0.1% individually of absolute last energy supply in India; relating to a net aggregate of 7.1 million TOE.

Biomass is India's predominant energy asset as far as its gift and utilization. Roughly, about 20.8 million hectares of 23.8 million hectare land mass of India is secured with biomass assets. Biomass fills in India predominantly involve charcoal, plant buildups and wood fuel. Wood fuel is the significant type of biomass utilized as energy hotspot for both residential and business purposes in India; about 90% of rustic family units rely upon wood fuel and different biomass assets for household purposes (cooking, and warming, and so on). Be that as it may, the utilization of charcoal as a cooking fuel is basic in urban territories. A few India enterprises like, huge sawmills and oil palm processes additionally use biomass buildup to work Combined Heat Power plants, to produce steam and beneficial power for their activity. Power is one of the significant present day energy structures boosting the economy of India; it is chiefly utilized in the industrial part, trailed by the private and business (non-private) divisions.

In 2010, the industrial, private and business segments represented 46%, 40% and 14% separately of the complete power end-use in India. The power appropriation framework is broad and gives access to about 66% of India's populace (Ministry of Energy India, 2010) with an enormous extent in urban regions. For household use, urban zones represents 88% of private power use whiles country residential use represents the staying 12%; the utilization of power by urban inhabitants for the most part incorporates lighting, pressing, refrigeration, cooling,



TV, radio, and so forth, be that as it may, the utilization of power for local cooking is truly irrelevant.

The importation of raw petroleum and non-renewable energy sources likewise shapes a significant part of the India economy, particularly in the transportation area. Oil energizes like LPG, lamp oil, gas, gas premix, lingering fuel oil and diesel are the generally utilized powers on the India market. A part of the raw petroleum imported is utilized to fuel Power Thermal Plants for the age of power; whiles the rest is utilized to create oil distillate by the Indian Oil Refinery.

Business and private areas are the significant buyers of LPG; the utilization of LPG speak to around 4-6% of energy use in the private division (Energy Commission India, 2006c); whiles an enormous extent is utilized in the business and administration segments. Transportation division represents about 99.7% of fuel use in the economy, with the staying 0.3% going into ventures for general dissolvable use (on the same page). Most (around 85%) of the diesel delivered is taken up by the vehicle area, while the remaining 9% and 5% go into the industrial and agriculture& fisheries areas individually. The geographic area of India makes the nation blessed by the gods with solar energy, which can be abused for power age and low warmth prerequisite for the two businesses and household purposes. In any case, this asset is under misused because of absence of satisfactory assets to obtain the solar change system (both power and warmth). During the time of 2000-2004, solar energy represented more than 12-15% of the rural and fisheries division energy share, the utilization of solar energy in this segment is chiefly for drying oats, cocoa and other agrarian items.

# 2.5 POWER MARKET IN INDIA

Much the same as some other nation, energy assumes a significant monetary job in India. The nexus between financial improvement and access to energy has occasionally raised discussions on the insufficiencies and wasteful aspects existing in the India energy market. These insufficiency and wastefulness impacts affect net revenues of organizations, business and just as government incomes objectives. The conventional India energy market can be depicted as a brought together market which is basically controlled by government organizations. These organizations are answerable for arranging exercises, administrative exercises and improvement of the energy market. Around 57% of India live in country territories and the



majority of these individuals need access to present day type of energy like power and oil based commodities thusly most provincial harps depend intensely on biomass assets for energy.

Wood fuel is the prevailing and least expensive fuel accessible on the Indian market; the creation, transportation and clearance of wood fills are altogether embraced by the private segment. There is no official government valuing administrative body answerable at setting the costs of wood fills in India; rather the evaluating is subject to the organic market conditions. Hydropower and imported petroleum product are the principle energy sources used to create power in India (non-renewable energy source is utilized to produce thermal power). In the year 2010, the measure of power created added up to 10166 GWh, hydro-power represented 6995GWh and the rest (3171GWh) from thermal power. India has a consolidated limit of both hydro and thermal power establishment of 1960MW; power request as at 2010 was 1400MW and this interest has a developing pace of 10% per annum (Ministry of Energy, 2010).

State possessed organizations exclusively embrace the age and management of power in India; Volta River Authority is the organization answerable for the age of power and works all power plants in India. Power Company of India and the Northern Electricity Department (a backup of VRA) are responsible for the dispersion of power.

The Public Utility Regulatory Commission and the Energy Commission are the bodies answerable for directing the power supply industry. PURC is the body commanded by government to set power levy; the duties are regularly set in interview with key partners made up of the generators, wholesalers and the delegates of significant buyers. The Energy Commission then again is answerable for specialized guideline and instructing the Ministry with respect to Energy on energy arranging and strategies. The power supply system in India is partitioned into mass power (transmission level) and last power (circulation level). A square end client tax system is utilized in India and this is grouped to a great extent into industry, business (non-private) and private clients. The normal duty for conclusive power use at present ranges between 5.2-8.2 US pennies per unit; this tax rate is generally lower contrasted with other neighboring nations.

Until 2011, India was a non-oil delivering nation and depended to a great extent on unrefined petroleum fare to fulfill national needs. The revelation of oil is relied upon to invigorate financial development and diminish neediness in India. The oil part in India is separated into 3



portions specifically; upstream, midstream and downstream. These sections spread exercises from investigation and generation of oil through to transportation to the marketing of the last items (Ministry of Energy India, 2010).

The Indian Oil Refinery is the main processing plant in India and it has a 45,000 Barrel-Per-Stream-Day limit. Roughly 70% of oil based good request of India is met by the Indian Oil Refinery's inventory, whiles the staying 30% of interest is enhanced by imports of oil based commodities. The mass stockpile of oil based goods the nation over in accomplished by a broad foundation arrange including capacity stops situated at key pieces of the nation, pipelines for the development of oil based commodities, Bulk Road Vehicles and furthermore flatboats situated on the Volta Lake. The National Petroleum Authority is the sole body liable at setting oil costs in India. This authority is likewise answerable for permitting oil administrator downstream and furthermore responsible for setting specialized standard and requirements to manage the oil industry of India.

## 2.6 INDUSTRIAL ENERGY USE IN INDIA

The country India has a genuinely enormous and vibrate industrial area which contributes about 24% of the nation's Gross Domestic Production these ventures are comprised of mining, blundering, fabricating, aluminum purifying, nourishment preparing, concrete and little business transport building. This part for the most part delivers and gives administrations not exclusively to the neighborhood India economy yet additionally toward the West Africa sub-locale everywhere; and some semi-handled items are traded globally to produce capital.

The significant energy sources utilized for industrial reasons for existing are wood powers, power and oil based commodities (diesel, gas and lingering fuel oil) (see figure beneath). Industrial energy in this segment is utilized by subsectors like mining, utilities, assembling, development and The Volta Aluminum Company (an aluminum purifying organization). As per the India Statistical Service, the assembling division of India is subdivided into formal and casual assembling organizations; formal assembling organizations comprise of huge businesses like refining organizations, bond manufacturing plants, material industrial facilities and some more. The casual gathering contains little scale producing organizations like carpentry and specialty organizations. Since 2000, the assembling subsector has been the prevailing energy shopper, representing about 74% of industrial energy share, trailed by Mining and quarrying



(9-10%). Both the utilities and development subsectors expend roughly around 2-3% of the yearly industrial energy use.

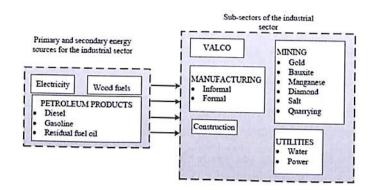


Figure 2.6.1: power Sources and Industrial Sub-sectors

The industrial part is the biggest buyer of power in India; likewise power speaks to the biggest type of energy utilized in the industrial division (barring casual assembling segment) it represented around 55-56% of the all-out industrial energy share during the time of 2000-2004. Most conventional assembling organizations (high-energy escalated) in India are profoundly dependent on power; all things considered, climbs in power costs and problematic inventory of power influences the efficiency of these businesses.

The greatest interest is charged by most noteworthy kVA devoured over a time of thirty minutes during the month. Ventures are likewise charged per unit kWh utilized in a month; industrial power charges additionally incorporate the charging of power factor floods experienced. Industrial power bills are accused of the NES (National Electrification Scheme) and road light collects to finance residential power use. The prevalent oil based commodities utilized in the industrial division are diesel and leftover fuel oil. Oil based goods are the second biggest energy structure utilized in this area; its offer ranges between 38-42% during the year 2000-2004. Diesel is for the most part used to power diesel motors in industrial outfits, whiles the leftover oil is essentially utilized for warming purposes. Some industrial outfits in India use fuel to power their backup power generator when there is power blackout. The industrial area is the second biggest purchaser of wood fuel in India and it represents about 25% of absolute wood fuel. Wood fuel is the most utilized fuel in the casual assembling subsector. The utilization of wood fuel in this part is for the most part for terminating boilers and other warming procedures.



# 2.7 CHALLENGES FACING POWER SECTOR IN INDIA

Issues of energy security always compromise India's economy; these issues originate from difficulties confronting the energy part of India. The energy challenges in India are mostly unified on the stockpile side of the segment, in this manner undermining openness, reasonableness and unwavering quality of energy supply. The advancement system of India is administered by two archives; The India Poverty Reduction Strategy and the Coordinated Program of Economic and Social Development. The goals of the two structures are to give techniques to support financial development and decrease destitution in India. A basic factor for the fruitful acknowledgment of these development targets will be the capacity to meet the energy needs of the nation.

Subsequently, the normal monetary development combined with populace increment can additionally expand the difficulties of energy access in India. So as to satisfy neighborhood need of fuel, the economy of India is currently over subject to the importation of unrefined petroleum to the degree that, raw petroleum imports speak to a huge bit of India's worldwide exchange exchanges. In 2001, raw petroleum importation represented around 80% of the exchange deficiency. Between the times of 2000-2004 the unpredictable costs of raw petroleum likewise expanded the expense of raw petroleum importation from US\$280 million to over US\$ 500 million separately hence the economy of India is delicate to the cost of unrefined petroleum. On a drawback, an expansion in the energy request of India (because of monetary development and populace increment), can additionally build the weakness of the nation's economy to the unpredictable cost of unrefined petroleum and along these lines lead to a financial flimsiness. The over dependence on wood fills for cooking is likewise another test confronting the energy area of India; the unnecessary utilization of wood powers by the country networks because of their absence of access to different types of energy and neediness, is an essential driver of deforestation in India.

Energy misfortunes because of wasteful transformation, conveyance and utilization of energy assets are tremendous difficulties in India. Energy misfortunes totaled about 26% of the all out essential inventory in 2000 and expanded to about 30% in 2004. The resultant high loss of energy on the stockpile side (utility side) is because of outdated hardware and an absence of



specialized ability to successfully deal with the transformation and appropriation of energy. The utilization of wasteful gear for lighting, cooking/warming and cooling intentions is the significant supporters of energy misfortune on the interest side of the economy. Developing concern with respect to power management system on both organic market side of the energy division has required activity by the administration of India to diminish these wasteful aspects. One of such activity is the advancement of high-energy proficient lights in families. Also the Energy Commission of India has presented an apparatus benchmarks and marks to control the importation of wasteful recycled machines into the nation.

Concerning business and industrial parts, the legislature has made endeavor to lessen government consumption on power by introducing Automatic Capacitor banks in some open offices, additionally the Energy Commission of India has set out on various refinement projects to advance and empower the reception of power management system by private business and industrial outfits. The aggregated impacts of these activities by government have brought about noteworthy energy sparing; be that as it may, there still exists wide proficiency hole in the energy segment. Absence of capital is a significant test blocking the development and progress of India's energy division.

Thusly, the energy area does not have the ability to satisfactorily contribute to fulfill the extending need of energy in the nation; this issue chiefly originates from the way that energy estimating in the part isn't practical and all things considered India energy administration organizations have a poor money related situation in the energy market to make benefits. Solar energy and other sustainable source have a high capability of giving energy particularly to rustic areas in the nation, however these asset are scarcely abused because of absence of assets to bear the cost of the systems of change.

A huge division of India's power is produced from two hydro-electric dams (roughly 70% of genuine power created), thus the India economy faces extreme power emergency when there is low water inflow into the hydro-electric dams. In ongoing time India has encountered three dry season related power emergency; in 1998, 2002 and 2006 all subsequent in a costly burden shedding project to chop down and deal with the interest heap of the nation. This serious arrangement of dry spell related power emergency has brought about the closing down of organizations and enterprises in India.



#### **CHAPTER 3**

# THEORETICAL FRAMEWORK

#### 3.1 POWER SECURITY

Over the most recent couple of decades, banters on practical improvement have been a prominent subject among strategy creators and specialists around the world; in the coming of fast worldwide monetary and industrial development, issues of energy use have likewise increased high consideration in a similar regard. Since, energy is a basic contribution for each country; and it assumes an indispensable job in the financial and security of any country (Pode, 2010). Topical in the discussion of building up a practical energy system is Energy Security, this idea depicts the capacity to supply or use energy in a way that is solid, moderate, available and naturally well disposed. The World Bank Group characterizes Energy Security all the more extensively as the methods for a nation to deliver and utilize energy in a maintainable way and at a sensible expense so as to; encourage monetary development and, through this, neediness decrease; and legitimately improves the nature of individuals lives by expanding access to current energy administrations (World Bank Group, 2005).

In any case, it is essential to take note of that, idea of energy security much of the time vary by close to home and institutional viewpoints, national styles, topography, geology, and time (Sovacool and Brown, 2010). This has brought about assorted variety of definitions and observations, for example the World Bank meaning of energy security depends on three columns that is power management system, expansion of supply, and minimization of value unpredictability (World Bank Group, 2005). From an end clients 'point of view, energy security involves the inventory of energy administration without interruptions (Sovacool and Brown, 2010). For energy makers, it is the capacity to verify long haul and appealing markets for their characteristic assets that regularly support their economies (World Bank Group, 2005). In general, energy security comprises of four interconnected criteria or measurements: accessibility, moderateness, effectiveness, and natural stewardship (Sovacool and Brown, 2009). Accessibility measurement of energy security alludes to getting adequate measure of energy to guarantee continuous stockpile and lessen remote reliance on fuel (Sovacool and Brown, 2010).



Access to moderate and evenhanded energy supply is a significant part of any nation's energy security. Essentially, the reasonableness measurement characterizes the arrangement of energy and energy administrations at a value that is moderate to all residents in a nation. Unpredictable energy costs can disturb the energy security of a nation; in this manner, energy fills and administrations must not exclusively be reasonable, yet their costs should be steady (Sovacool and Brown, 2010). Proficiency is a financially savvy methods for guaranteeing energy security by limiting the unit asset input per unit yield. Effectiveness can be subdivided into parts to be specific monetary and power management system. In the financial sense, effectiveness is the proportion of progress execution or expanded organization of more power management system types of gear and preservation (Sovacool and Brown, 2010). Whiles, power management system alludes to the improving the exhibition of energy hardware and changing customer dispositions (Sovacool and Brown, 2009).

As of late, the developing interest and cognizance of ecological assurance is a significant lift for issue of energy security; partners overall are attempting to discover creative intends to ensure the earth by limit energy utilization from carbon escalated and non-sustainable sources. The Environmental Stewardship accentuates the significance of ecological supportability, which comprises of securing the indigenous habitat, networks and who and what is to come (Sovacool and Brown, 2010; Sovacool and Brown, 2009).

# 3.2 INDUSTRIAL POWER USE

# A key advertiser of feasible industrial advancement

The mission to achieve manageable industrial advancement is perhaps the best challenge of the 21st century. Other than the way that industrialization has brought phenomenal improvement of riches and flourishing, industrialization has additionally created numerous externalities. Externalities like the overexploitation of common assets, air and water contamination, environmental change and gigantic aggregation of waste on the earth surface. In acknowledgment of the world's constrained limit, researchers place that industrial improvement must advance a reasonable way to safeguard that the requirements of this age are met without trading off the capacity of who and what is to come (UNIDO, 2011); this includes mulling over natural assurance, social headway and monetary advancement. The abuse and tackling of essential energy hotspots for industrial objects is one the significant dangers of



industrial improvement; in this way, the dynamic advancement of industrialization is indispensable reliant on industrial energy use. The industrial area utilizes more energy than some flip side use divisions and this segment speak to about 37% of the world's essential energy utilization (Abdelaziz ,Saidur and Mekhilef, 2011); additionally industrial energy utilization is anticipated to develop at 2.4-3.2% every year through 2030 in creating nations and 1.2% in created nations (UNEP, 2007).

For businesses to work in a reasonable way it is then necessitated that inventive component are customized to settle the negative effects of industrial energy use especially environmental change. Industrial power management system and management are viable methods for alleviating the negative impacts of industrial energy utilization and simultaneously guaranteeing the improvement of both efficiency and intensity of ventures. In accordance with expanding industrial effectiveness, businesses need to switch energy sources (particularly from carbon escalated sources) so tasks utilize the most appropriate energy source, which can lessen ecological effects of energy use (UNIDO, 2011). Power management system measures for industrial engines have demonstrated to be one of the savviest methods of expanding power management system in businesses. The saddling of poor quality warmth from forms ventures is another method for expanding the general power management system fundamentally (UNEP, 2007).

Improving power management system goes past the endeavors of individual enterprises; it additionally includes the dynamic interest of governments and arrangement producers. Governments are answerable for authorizing market-based estimates, for example, expenses and charges to support energy protection; severe contamination approaches; appropriations to invigorate cleaner technologies improvement and reception.

## 3.3 INDUSTRIAL POWER MANAGEMENT

Various investigations led in the field of industrial power management system shows that there are huge sparing potential that can be accomplished through the viable execution of energy management in enterprises. An investigation by Caffal (1996) uncovered that industrial energy management has the capability of sparing about 40% of energy use in an industrial office. Between the times of 1990-2009 Dow Chemical, diminished its energy force by 38% by actualizing a power management system, which relating to an energy sparing of 1,700 trillion



Btu (Dow, 2012). Toyota Indian power Management Organization additionally decreased energy use per unit by 23% since 2002 by applying a power management system (Scheihing, 2009).

Be that as it may, the feasibility of such industrial energy sparing possibilities are reliant on an assortment of variables like specialized, affordable, institutional and political (OTA,1993); subsequently, these elements are either straightforwardly or in a roundabout way identified with the energy management of an industrial office. Energy use in enterprises is progressively reliant on operational practices (explicitly energy culture of the industrial office) than in the business and private segments (McKaneWilliams, Perry& Li, 2007). In that capacity, most industrial power management system enhancements are accomplished through changes in how energy is overseen (or utilized) in the office, as opposed to through establishment of new technologies (McKane, 2009). In like manner, it is then apparent why overhauling the proficiency of technologies alone can't accomplish ideal reserve funds, yet when joined with operational and upkeep rehearses just as management systems can prompt noteworthy investment funds (Scheihing, 2009).

The execution of power management system in office gives an empowering situation to recognize open doors for and to acknowledge energy investment funds in a supportable way (Worrell, 2009); and furthermore furnishes ventures with the chance of incorporating power management system practices to suit existing management systems. Thus, energy management is a key switch to acknowledging economical industrial power management system around the world. A few power management system norms do at present exist at the national level (for example Denmark, Ireland, Sweden, United States, Spain, South Korea) or are a work in progress (China, Europe by means of CEN and CENELEC, South Africa, Brazil) (UNIDO, 2008). At present there exist new global energy management benchmarks like the ISO 50001 and EN16001 which are structured reasonable for energy management in numerous types and size of organizations over the around the world. Both management systems are based on existing national principles and activities and effective ISO management gauges (like ISO 9001 and ISO 14001).



# 3.4 EFFECTIVE POWER MANAGEMENT SYSTEMS

The reason for an energy management standard is to give direction to industrial offices to coordinate power management system into their management practices, including adjusting creation forms and improving the power management system of industrial systems (McKane, Price and Rue du Can, 2008). In particular, an energy management standard offers a specialist and best practices structure for associations and endeavors to create power management system objectives, plan mediations, organize effectiveness measures and speculations, screen and archive results and guarantee coherence and consistent improvement of energy execution (UNIDO, 2008). Most management guidelines (counting power management systems) are planned dependent on Plan-Do-Check-Act model, which encourages a hierarchical culture of consistent improvement in power management system. The way of life of persistent improvement guarantees set objectives are accomplished in a slow and consistent way; furthermore, it guarantees that set objectives are sensible, reachable and suits the assets (faculty, financial and specialized) accessible to the firm.

### Plan phase

One key necessity of an energy management standard is the foundation of an energy arrangement, which involves the energy plan, objectives, responsibilities, targets and methodology of the top management; the energy management plan is executed through an energy management program. McKane et al (2008) states that, in organizations without an arrangement set up, open doors for development might be known yet may not be advanced or executed due to hierarchical obstructions. In this way, the detailing of an energy plan and its execution through a hierarchical wide energy program is a financially savvy methods for beating power management system obstructions and improving power management system. Energy review is a significant component of a power management systems; a review is done to assemble pertinent authentic data concerning energy utilization patterns. An energy review is led toward the start of a program to set up both the present and past energy utilization of the office; in light of these data energy hotspots can be recognized and benchmarks can be drawn for assessing enhancements. Energy reviews are additionally led to evaluate the degree of progress of continuous projects.



#### Do phase

The Do Phase includes the execution of the energy management program by adjusting activity and activities of the firm to diminish energy utilization of hardware systems and procedures. An effective energy management program starts with a solid hierarchical pledge to nonstop improvement of power management system (Worrell, 2009); along these lines, an energy management program includes the doling out of management obligations and the production of a cross-useful energy advisory group in the Plan Phase. The duty of the council is to direct and screen the program and guarantee the persistent improvement of objectives; the inspiration of specialist (work force) by top management is a viable method for including organization staff with assorted aptitude into the energy management program. The initial phase in an energy management program includes the preparation of the board of trustees and laborers of the firm everywhere, this is done to fabricate the required energy management fitness and advise laborers. The making of documentation like an energy manual is a compelling method for imparting and instructing working staff of the energy program.

### Check phase

This phase targets monitoring and estimating the exhibition (by directing energy reviews) as far as energy sparing and looking at destinations and set targets. On the off chance that there are any shortages, it is then essential that the causes are recognized and broke down to cause amendments so as to acknowledge set objectives. It in this manner significant that set objectives ought to be quantifiable to encourage the appraisal of progress and enhancements.

#### Act phase

The acts Phase fundamentally include management surveys of review, inside and outer reports relating to the exhibition of the energy management program. These reports assume a significant job for the association to distinguish setbacks and other missed hotspots to act upon them to guarantee constant improvement.



### **CHAPTER 4**

### LITERATURE REVIEW

# 4.1 BENEFITS OF POWER EFFICIENCY

The extraction, treatment and end-utilization of most energy asset transmits colossal measure of gases and pressurized canned products, which incorporates ozone harming substances, nitrogen and sulfur oxides, metals (mercury, arsenic, nickel and cadmium) residue, dioxins, and so on; these outflow effectsly affect the earth. The expanding centralization of ozone depleting substances has in ongoing time gotten the most consideration because of its pervasive ecological impact. The Industrial division contributes straightforwardly and in a roundabout way about 37% of the worldwide ozone harming substance discharges, of which over 80% is from energy use (Worrell, 2011). Thus, industrial energy use has for quite a while been recognized as a key territory of relieving an Earth-wide temperature boost. For this to be accomplished, enterprises must change their energy culture by putting broadly in power management system measures and practices. Non-renewable energy source burning in industrial hardware (boilers, heaters, ovens) and in power age delivers huge volume air poisons, for example, sulfur dioxide, nitrous oxides and particulate issue, all with hurtful outcomes to human wellbeing and nature (UNIDO, 2011).

By applying the suitable technology, industrial petroleum derivative utilization and the related negative impacts can be decreased. Worldwide industrial creation includes monstrous extraction and handling of characteristic assets, which incorporates non-renewable energy sources, metals, water and other crude materials. The misuse of such asset is bringing about a fast exhaustion of the world's regular assets; asset consumption is a specific worry for essential energy from non-sustainable assets, both fossil and atomic powers (Ayres, 2010 refered to in UNIDO 2011). Misusing energy assets has going with negative impacts like relocation of enormous material, squander creation and contamination. The utilization of energy for industrial purposes additionally exhausts other characteristic assets, for example, water, which is utilized for cooling power stations and energy serious industrial procedures (UNIDO, 2011). Subsequently, improving industrial power management system is a viable methods for lessening and improving both material and water use in ventures; thusly, hindering normal assets exhaustion.



### Monetary

The benefit of a business is communicated as distinction between deals incomes and info costs; the more noteworthy the distinction the more noteworthy the overall revenue. In focused markets, firms will in general be value takers (UNIDO, 2011); thusly firms have little control of the cost of their merchandise on the market, which additionally suggests that they have little control over their business income (accepting creation limit is consistent). Conversely, firms have a more noteworthy control of their information cost. The info cost of firm for the most part incorporates utility costs (energy and water), work cost and crude material expense. Subsequently, input expenses can be decreased in the present moment by upgrading creation methods, utilizing less expensive information sources and improving materials and energy use effectiveness and in the long haul by presenting new gear (UNIDO, 2011). Organizations can understand huge net revenues by actualizing power management system by lessening both energy and material assets, when energy shapes a huge extent of their info cost. With the changeability of worldwide energy costs combined with the ascent of energy costs, organizations that receive energy-effective technologies stand a more noteworthy possibility of upgrading their long haul intensity and efficiency; this is accomplished by decreasing the organization's energy reliance and expanding security of energy supply Interest in proficient technologies by and large outcomes in noteworthy energy reserve funds and an improvement in the nature of items. By actualizing power management system, firms can either lessen or evade emanations and contamination duties and tolls.

# Social advantages

Firms and businesses that execute power management system cost viably improve profitability; increment in efficiency is the primary factor answerable for both industrial and monetary development. All things considered, an improvement in profitability converts into higher net revenues that can be redistributed as expanded wages and furthermore contributed to extend yield, profiting both provider and buyer (UNIDO, 2011). Improving efficiency (as a result of expanded industrial power management system) can prompt the advancement of new developments which can make new openings and furthermore grow business. The execution



of power management system can likewise improve the workplace of firms and the personal satisfaction of the general public.

#### 4.2 SYSTEM OPTIMIZATION

Proof from industrial proficiency programs in China, United Kingdom and United States affirms that individual parts have an improvement capability of 2-5% versus 20-half for complete system improvement (REEEP, 2007); in this way, system enhancement (in connection to power management system) speaks to an increasingly successful methods for giving improved energy use to generation process in any event cost conceivable. Be that as it may, most adopters of industrial power management system technologies will in general spotlight on singular parts instead of a total system enhancement; and in that capacity missing on the incredible sparing open doors that can be gotten from system improvement. System advancement can't be accomplished through a standard power management system approach (McKane et al, 2007); because of variety in gear application, operational and management characteristics of industrial systems. Singular power management system improvement of technologies regularly prompts misapplication of the technology (UNIDO, 2007) and thus prompts issue moving or sub-enhancement. In any case, applying a Systems way to deal with improving power management system will give a wide point of view and along these lines help in the best possible use of technology to accomplish a more noteworthy impact; additionally system advancement reveals insight into underlying driver of wastefulness. Since the general system execution relies upon the individual segment execution and all the more significantly the system structure and activity (UNIDO, 2011), it is significant that system enhancement think about specialized parameters of individual parts and systemically redesign and improve efficiencies of segments.

# 4.3 POWER EFFICIENCY GAP

Right now, nations overall are looked with difficulties which are rethinking worldwide energy utilization. Higher energy costs, expanded ecological cognizance and severe strategy instruments and guidelines attest the significance of improving power management system. Regardless of the extraordinary need to expand power management system crosswise over sheets, examines demonstrate that cost-productive energy sparing measures are not constantly



executed and this suggests the presence of an effectiveness hole (Rohdin, Thollander and Solding, 2007).

The effectiveness hole is an expression generally utilized in the energy-proficiency writing; it alludes to the contrast between levels of interest in power management system that give off an impression of being practical (in light of building financial examination) and the lower levels actually happening (Golove and Eto, 1997). Technologists and specialists are confident person that innovative improvement is the pathway to improving power management system. Therefore, this brings up the issue of why the presence of savvy technologies have not crossed over the effectiveness hole'; from a financial specialist point of view the explanation is credited to market hindrances that obstruct the dissemination of ideal technologies. The meaning of the productivity hole appears to be very simple from the start, be that as it may, the definition turns out to be progressively perplexing when one endeavors to distinguish or characterize the ideal degree of speculations, procedures or technologies to be taken up by an industry or shopper (The Allen Consulting Group, 2004). In this manner deciding the size of the power management system hole requires an unmistakable meaning of the optimality level of the speculation. In a research on power management system hole by Jaffe and Stavins (1994) five (5) separate degrees of optimality were recognized: the financial experts 'monetary potential, the technologists' financial potential, speculative potential, the limited social ideal and the genuine social ideal. The power management system hole states the presence of hindrances to practical power management system ventures. In this manner, understanding the nature and extent of the effectiveness hole makes a gauge for understanding the idea of some overarching hindrances to power management system. Nonetheless, there are in presence some auxiliary boundaries or institutional obstructions to power management system that don't influence the gap'(SPRU, 2000), accordingly the investigation of these hindrances don't supplement the effectiveness hole.

#### Hypothetical obstructions

The possibilities of expanding power management system are huge; in any case, they are typically ignored since the capability of expanding power management system is covered by basic restricting factors. These constraining factors are alluded to as obstructions 'where in this setting a hindrance can be characterized as: A hypothesized component that represses interests in technologies that are both energy-productive and (evidently) monetarily proficient (Sorrell



et al., 2004; Rohdin and Thollander, 2006; SPRU, 2000). All together words a boundary involves all factors that hamper the reception of financially savvy energy-effective technologies or hinder their dissemination in the market (Fleiter , Worrell and Eichhammer, 2011).

The investigation of obstructions to power management system is an interdisciplinary field with commitments from financial aspects, designing and sociology. All the more explicitly, the idea of obstructions starts from hypothetical foundations like, neo-old style financial aspects, authoritative financial aspects, conduct hypothesis and hierarchical hypothesis (SPRU, 2000). In light of these speculations, hindrances to power management system are comprehensively ordered under three principle classifications in particular Economic, Organizational and Behavioral (Psychological) boundaries (Palm and Thollander, 2010; Sorrell et al, 2004, SPRU, 2000). By the by, these hypothetical characterizations of hindrances are not selective (Weber, 1997); since, a few obstructions can have a covering viewpoint (SPRU, 2000), this implies a boundary can have more than one importance relying upon the point of view of investigation. A scientific categorization of boundaries to power management system created by SPRU (2000) grouped 15 hypothetical obstructions dependent on an exhaustive survey of writing; the substance of building up the scientific categorization was to bringing together thoughts of hindrances to power management system from existing speculations (SPRU, 2000).

### Monetary hindrances

The idea of boundaries to power management system started from standard monetary hypothesis. Be that as it may, the utilization of just standard monetary hypothesis is deficient to completely get a handle on the comprehension of boundaries to power management system; in that capacity financial specialist have broaden the extent of concentrate by consolidating new monetary ideas like hierarchical and transaction monetary (SPRU, 2000). Financial hindrances can be subdivided into two classifications to be specific, monetary market disappointment and monetary non-market disappointments. As per neo-old style financial specialist, the essential hypotheses of welfare monetary that overseeing an ideal market expresses that the distribution of assets will be ideal where (SPRU, 2000).

On a fundamental level, an infringement of these conditions can prompt the age of four expansive kinds of market disappointments in particular, fragmented markets, and blemished



challenge, defective data and awry data. As such, a market disappointment can be characterized as factors that restrain the correct working of the market (dissemination of energy proficient technologies) and give support to government intercession (Jaffe and Stavins, 1994). Most exact investigations of power management system are focused on two primary market disappointments to be specific; flawed data and uneven data (SPRU, 2000); the explanation behind this special3 premium is that both defective and hilter kilter data satisfactorily clarify the presence of an effectiveness hole in all examinations. Whiles the other two market disappointments (fragmented market and blemished challenge) are less applicable to clarifying the productivity hole (in the same place). Standard monetary hypothesis proposes that a genuine market disappointment may legitimize open approach intercession to improve power management system (Jaffe and Stavins, 1994). Be that as it may, as indicated by Sanstad and Howarth (1994), market disappointments are inescapable and in that capacity, the minor presence of market disappointments may not generally be adequate to legitimize government mediations. Monetary obstructions identified with market disappointment distinguished in writing are blemished data, split motivating forces, antagonistic determination and head specialist connections. Heterogeneity, concealed costs, absence of access to capital and dangers are boundaries, which might be named non-market disappointment or market obstructions. Market obstructions exist in spite of the fact that the market is working (Jaffe and Stavins 1994); and thusly can be characterized as any impediments that are not founded on market disappointments yet which in any case add to the moderate dissemination and appropriation of energy-effective measures (Brown, 2000).

# 4.4 ORGANIZATIONAL BARRIERS

Hierarchical hypothesis sets that authoritative factors like power and culture of firm can oblige a scope of reasonable power management system ventures (SPRU, 2000); these two factors are regularly identified with the structure, size and accessible framework of the association.

#### Power

Duties of energy matters are ordinarily doled out to building or upkeep divisions that have a moderately low status inside an association (SPRU, 2000). Because of their low status, they need adequate power to start power management system extends inside the association and all things considered are obliged by administration set by top management. Be that as it may, the



top management who has the power to start power management system extends typically ignore such ventures in light of the fact that, improving power management system isn't a center business activity and in this way doesn't see the importance of power management system ventures.

#### Culture

As per SPRU (2000), the way of life of an association isn't considered as an obstruction to power management system yet rather a significant informative variable for why savvy power management system arrangements are not taken up by an association (SPRU, 2000). In this specific circumstance, culture can be found in the light as any hierarchical qualities, standards and schedules that may cover significant effectiveness speculations and thus lead to the association not receiving the venture. For instance, organizations with a natural mindfulness culture are increasingly mindful of the ecological ramifications of energy use and all things considered are more probable of embrace power management system than organizations without the way of life of ecological mindfulness. In this way, the way of life of an association influences the actions of both top management and laborers towards power management system.

### **Conduct Barriers**

Basic leadership procedure to put resources into power management system improvement, as different ventures, is a component of the conduct of people or of different actors inside the industrial firm (Sardianou, 2008). Some social parameters like types of data, believability and trust, qualities, latency, and limited reasonability can act as obstacles to improving power management system.

# Qualities

Much the same as the way of life of any firm, the estimations of firm isn't named as an obstruction yet rather a significant informative variable to legitimize why firms receive or don't embrace savvy power management system measures. At the point when a firm is all around settled in natural mindfulness and power management system esteems, they are bound to put resources into power management system than a firm without values concerning ecological



mindfulness and power management system. Thusly, the estimations of a firm can clarify why a few firms don't take up power management system whiles other do.

#### Idleness

Idleness in this setting alludes to the propensity of people or associations to embrace to change in opposition to their built up propensities and schedules. Subsequently, specialists legitimize their action (latency) by minimizing opposite data (SPRU, 2000). The presence of latency in firm can clarify why financially savvy power management systems ventures are not taken in light of the fact that they are not in accordance with the schedules of the firm.

# 4.5 EMPIRICAL BARRIERS TO INDUSTRIAL EFFICIENCY

Various exact researches have affirmed the presence of boundaries to improving power management system in ventures. As appeared in writing, the nature of these hindrances changes broadly among technologies and technology adopters. Hindrances additionally change contingent upon segments and territorial condition (SPRU, 2000); these varieties clarify the assorted variety in observational ways to deal with examining boundaries to power management system. A large portion of these exact boundary reviews are planned for clarifying the presence of the power management system hole, by examining how hindrances exist and work, the settings where they emerge and the way wherein distinctive intercession can be utilized to connect the productivity hole (SPRU, 2000). Enterprises overall are looked with power management system boundaries going from budgetary, social, specialized and outer obstructions (UNEP, 2006).

With an end goal to catch the significance of the social and anthropological parts of obstructions to industrial power management system, Palm (2009) tested way of life classifications to supplement industrial power management system boundaries. The quintessence of this research was to develop the comprehension of why organizations (industrial SMEs) don't improve power management system, by investigating the energy culture of organizations, view of energy use lastly propensities and schedules that administer energy use in enterprises (Palm, 2009). In a research by Palm and Thollander (2010) a unification of both building and sociology was applied to disclose boundaries to industrial power management system in Europe; this research is illustrative of the interdisciplinary idea of hindrances to industrial power management system.



A progression of industrial power management system obstruction thinks about have been led in Sweden by Rohdin and Thollander (2006), Rohdin, Thollander and Solding (2007) and Thollander and Ottosson (2008) in various business area; the common boundaries recognized contrast from segment to part. In an examination on Swedish mash and paper industry by Thollander and Ottosson (2008) uncovered that specialized dangers, for example, danger of generation disturbances bested the hindrances positioning; trailed by cost of creation interruption/bother/burden, which can be hypothetically be credited to shrouded cost. In a comparable investigation of obstruction to power management system in non-energy serious manufacturing industry in Sweden by Rohdin and Thollander (2006) recognized expense of generation disturbance/bother/burden as the biggest boundary pursued by absence of time/different needs and trouble/cost of acquiring data on the energy utilization of bought gear. In a broad study of hindrances to industrial power management system in Asia under a task, named Greenhouse Gas Emission Reduction from Industry in Asia and the Pacific II, four topical classes in connection to obstruction were contemplated in particular; Management, Knowledge/Information, Financing and Policy. Duty from the top management was recognized as a power management system factor, without which endeavors to improve power management system might be purposeless (UNEP, 2006).

Furthermore, Limited information and data was additionally distinguished to hinder the advancement of power management system. This is on the grounds that a base specialized information and skill of energy use and related procedures are required to distinguish research and receive power management system measures; accordingly they and absence of such information will confine the degree to which an industry can embrace proficiency measures. Absence of financing and successful arrangements (enactment and requirement) was distinguished as key hindrance in light of the fact that most power management system speculations are capital concentrated and all things considered constrained capital can influence the degree to which an organization can actualize power management system. In conclusion, approach instruments and requirement with respect to power management system is a significant device of advancing power management system in a nation; thusly absence of hardware can contrarily influence the reception of power management system quantifies in a nation.



As per Sanstad and Howarth (1994), there is a discussion among building and monetary ways to deal with breaking down to power management system (boundaries). This contention comes from two ways of thinking; the primary way of thinking claims that building ways to deal with energy examination are solidly founded on financial standards whiles different cases that markets are ordinarily proficient and that designing perspective need monetary support. Sanstad and Howarth (1994) states that: To determine this contention, technology investigators must recognize that exact discoveries are important just when connected to a well-enunciated hypothetical structure. Thus, financial specialists must perceive that hypothetical declarations are important just on the off chance that they face exact investigation'. This implies all exact power management system obstructions have a hypothetical implication; in that capacity hypothetical hindrances and their grouping structure a significant pattern or system for characterizing observational boundaries.



### **CHAPTER 5**

### RESEARCH METHODOLOGY

### 5.1 POWER MANAGEMENT PRACTICES IN INDIA

Power management system offers creating nations an immense asset of increase, in particular on the off chance that they apply inventive and far reaching answer for connect the productivity hole. The vast majority of the hypothetical and observational power management in India are identifies with industrialized nation. All things considered, there are recounted confirmations that propose there is the presence of a wide power management system hole in creating nations. Low technology, absences of monetary limit and in particular, venture wasteful aspects winning in creating nations are proof enough of this power management system hole. Spanning the industrial power management system hole is particularly pivotal for creating nations to guarantee a feasible advancement.

# 5.2 POWER INFORMATION SOURCE IN INDIA

Access to data is an indispensable apparatus for ventures basic leadership and usage of industrial power management system practices. The validity and wellspring of the data is similarly as significant as the value of the data. In India, the Energy Commission, Energy Foundation and Electricity Corporation of India (ECG) are the bodies authoritatively answerable for giving and dispersing power management system data. The Energy Commission is an administrative body responsible for guaranteeing both energy suppliers and customers oversee energy in a successful and productive way; the Energy Foundation India is a non-benefit, private division establishment dedicated to advancing power management system in India; whiles, ECG is a power service organization. There are other informal sources in presence like worker's organization, energy specialists, associates inside firms and composed sources like diaries and manuals.

### 5.3 RESEARCH METHOD

This research concentrate included the utilization of broad quantitative and qualitative data gathered to distinguish and gather data helpful for a specialized, advertise situated and business investigation of the power management system. Quantitative data gathered dependent on



sources are essentially industry specialists from the center and related ventures, favored providers, makers, wholesalers, specialist organizations, innovation designers, measures and accreditation associations of organizations, and associations identified with every one of the portions of this current industry's worth chain. The focuses given beneath clarify the research strategy. Research of the yearly income and market improvements of significant players that give power management systems, Assessment of future patterns and development of end-clients, assessment of the power management system concerning the sort of module utilized by various end-clients.

The qualitative data gathered dependent on contracts and different advancements identified with the power management system advertise by key players crosswise over various districts Finalization of generally speaking the inventory side data, which incorporates item improvements, and yearly incomes of organizations offering power management systems over the globe. The business research dependent on challenges and the consequent arrangements accomplished through compelling execution of power management arrangements.

#### 5.4 SOURCE OF THE STUDY

The industrial power management system represented major in the Indian power management systems critical reception of power management arrangements by driving producers. Further, this portion is relied upon to precede with its prevailing piece of the pie in the gauge time frame attributable to expanding reception of power management based arrangements contrasted with home and building power sector. The expanding requests from big business, workplaces, and to bring down their cost of everyday activities is likewise foreseen to fuel the market development for building power management arrangements by primary and secondary data gathered. The primary data gathered dependent on variables, for example, successful power consumption of power lattices, power dispersion and transmission are additionally anticipated to offer appealing business open doors for the power advertise players in India.

The secondary data gathered dependent on quickly developing end-client enterprises, government's drive towards selection of keen answers for its aggressive brilliant urban communities undertaking expected to drive the market development of power in Indian market. Further, the nearness of driving industrial sector players foreseen to fuel the interest of power management based arrangements in the figure time frame. In any case, low mindfulness among



little and medium undertaking for long haul advantages of power just as absence of stringent energy effectiveness arrangements.

### 5.5 SAMPLING

The developing Indian economy just as rise of Indian industrial capacities after China is required to give worthwhile business chances to the power showcase players during the conjecture time frame. The government of India activity for building up the country as next industrial center to use its enormous workforce into proficient use of assets is relied upon to give considerable productive chances to power dissemination, consumption, and transmission counselling open doors for the Indian market players. Further, the advancement of open utilities and foundation through use of shrewd arrangement under the keen urban areas tasks is additionally expected to drive the market development in the coming years.

In any case, absence of mindfulness among long haul advantages of power management arrangements just as intense effective energy strategies ruin the development of power management systems advertise. The India power management systems market is sectioned dependent on administration, segment, and type, end client, and market and area data gathered. The fragment collects systems and administrations comprehensively ordered into observing, usage, combination, upkeep, and counselling and preparing by these ways the 100 samples gathered from the power management businesses in India.



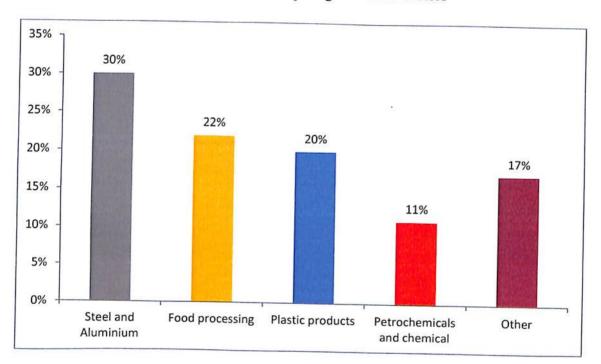
### **CHAPTER 6**

# ANALYSIS AND RESULTS

**Table 6.1: Participating Industrial Sectors** 

Options	Percentage	
Steel and Aluminium	30%	
Food processing	22%	
Plastic products	20%	
Petrochemicals and chemical	11%	
Other	17%	
Total	100%	

Chart 6.1: Participating Industrial Sectors



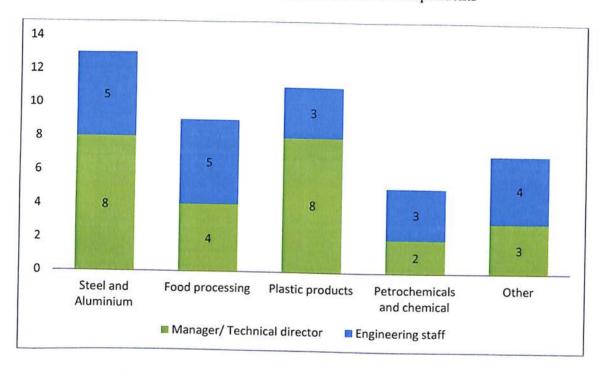
It is interperted that we take survey for industrial sectors with 30% steel and Aluminium, 22% food processing, 20% plastic products, 11% petrochemical and chemical and 17% others are the industrial sectors participated in the survey



Table 6.2: Distribution of Position of Respondents

Options	Manager/ director	Technical	Engineering staff
Steel and Aluminium	8		5
Food processing	4		5
Plastic products	8		3
Petrochemicals and chemical	2		3
Other	3		4
Total	25		20

Chart 6.2: Distribution of Position of Respondents



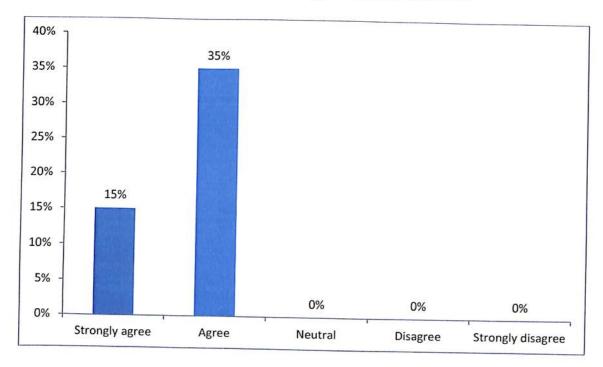
It is interperted that for power management we have taken survey and distributed questionnaires towards the manager/technical director and engineering staffs dealing with power issues. The questions answered total of 25 managers or technical director and 20 engineering staffs.



Table 6.3: Power management practices in India

Options	Percentage	
Strongly agree	15%	
Agree	35%	
Neutral	0%	
Disagree	0%	
Strongly disagree	0%	
Total	50%	

Chart 6.3: Power management practices in India



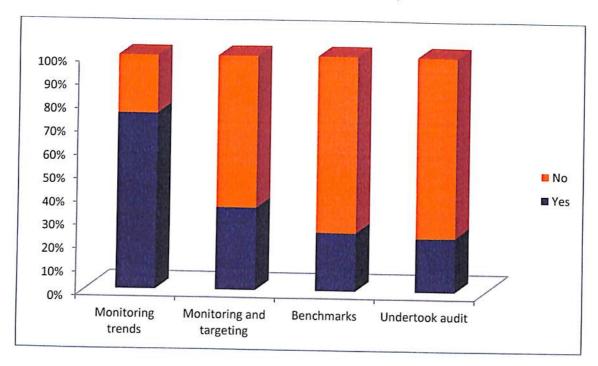
It is interperted that various respondents for the power management with power saving opportunities were 15% strongly agree and 35% agree the power management opportunities in firms of practices



**Table 6.4: Power Information System** 

Options	Yes	No
Monitoring trends	75%	25%
Monitoring and targeting	35%	65%
Benchmarks	25%	75%
Undertook audit	23%	77%

Chart 6.4: Power Information System



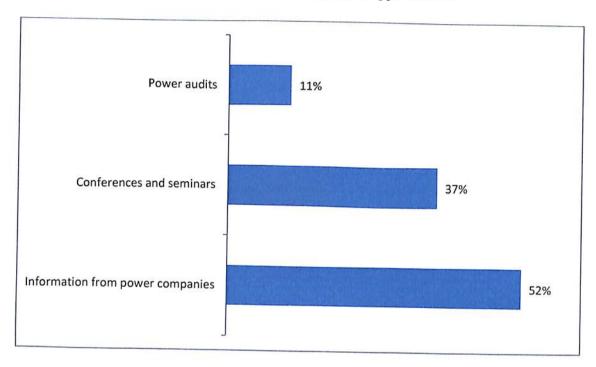
It is interperted that the power information system has been management responds have answered the questions the 75% have given positive answers and 25% given no respond. 35% were monitoring and targeting and 25% benchmarks and 23% undertook audit for the power audits.



Table 6.5: Power management opportunities

Options	Percentage
Information from power companies	52%
Conferences and seminars	37%
Power audits	11%
Total	100%

Chart 6.5: Power management opportunities



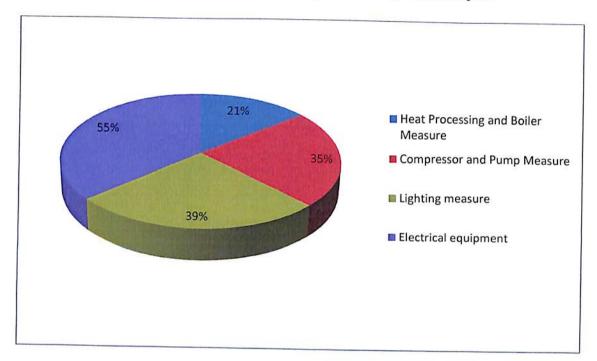
It is interperted that the 52% information from power companies, 37% conference and seminars and 11% power audits were the power management opportunities found in the industrial sectors taken based on the results from questionnaires



Table 6.6: Average scores of power management hotspots

Options	Percentage
Heat Processing and Boiler Measure	21%
Compressor and Pump Measure	35%
Lighting measure	39%
Electrical equipment	55%
Total	150%

Chart 6.6: Average scores of power management hotspots



It is interperted that power implementation with the maximum scores and the investment for power management hotspots and the average scores gained based on the barrier analysis and the percentage gained were 55% were electrical equipment, 39% lighting measure, 35% compressor and pump measure and 21% heat processing and boiler measure



Table 6.7: Important barriers to Power management

Empirical barrier	Theoretical Barrier
Lacking in budget funding	Capital accessing
Capital accessing	Capital accessing
Capital investments	Hidden costs
Inappropriate site technology	Heterogeneity
Technical risk	Risk
Technical skills	Imperfect information
Interest within company	Split incentives
Production costs	Risks
Analyzing costs	Hidden costs
Other priorities	Hidden costs

### **IMPLEMENTATION**

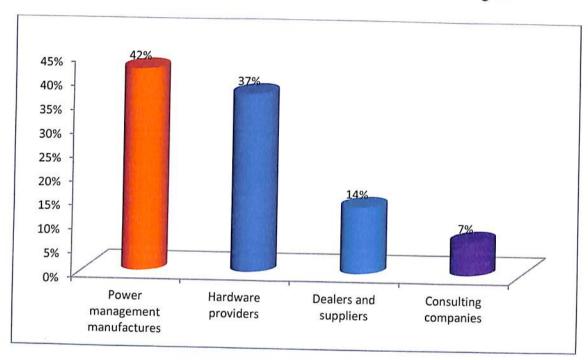
Identified power management based on the questions exploring the barriers for the cost efficiency solutions. The research tend with the answers exploring the factors added the reason for implementation power management with efficiency solutions. The budget funding for most barrier with capital and factors related for funds for industrial power in developing countries like India and the lack with the investments consequences following the empirical ranking with hidden costs.



Table 6.8: Power management in India and the end-user region

Options	Percentage	
Power management manufactures	42%	
Hardware providers	37%	
Dealers and suppliers	14%	
Consulting companies	7%	
Total	100%	

Chart 6.8: Power management in India and the end-user region



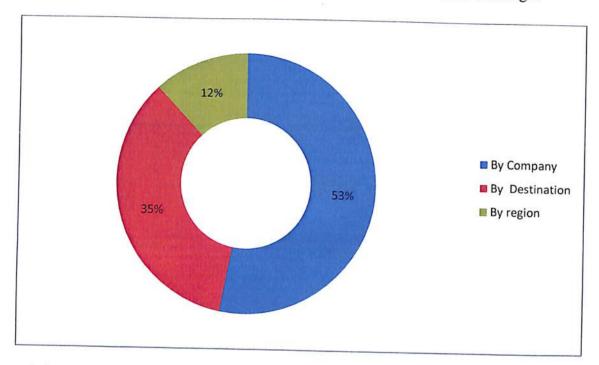
It is interperted that the end-user region for the power management based on 42% manufactures of power management, 37% hardware providers, 14% dealers and suppliers and 7% consulting companies are the end-user region in India



Table 6.9: Growth of power management market drives and challenges

Options	Percentage	
By Company	53%	
By Destination	35%	
By region	12%	
Total	100%	

Chart 6.9: Growth of power management market drives and challenges



It is interperted that growth of power management market drives and challenges based on the company with 53%, 35% by destination and 12% by region were the breakdown challenges facing in power management in India



Table 6.10: Power management and industrial sector collaborates

Options	Percentage
Quantity and quality aspects	46%
Costs and operational risks	53%
Health of employees	65%
Markets and products	71%
Maintained and publically available	15%
Total	250%

Chart 6.10: Power management and industrial sector collaborates



It is interperted that power management for the industrial sector collaborates need concentrate much on 71% markets and products, 65% health of employees, 53% cost and operational risks, 46% quantity and quality aspects and 15% on maintained and publically available are the collaborations in industrial sectors of power management



### **CHAPTER 7**

# RECOMMENDATIONS AND CONCLUSION

# 7.1 Recommendations

- To reserves is restricted by high financing costs related with advances from banks and budgetary establishments.
- The vast majority of the reviewed enterprises had power management arrangement.
- Monetary additions identified with finance high coming about because of power utilized rising are the most significant drivers for executing power measures or technologies additionally government prerequisites is another significant advancing factor for usage.
- A fundamental expansion of this research work will be to fuse the perspectives on outer partners like researchers, gear sellers, money related associations, neighborhood government, exchange affiliations/associations and a lot more on the hindrances and drivers for improving industrial power management.
- Respondents could be bolstered or discredited and an extra wide base information appropriate for approach execution will be created.
- Finally, suggests could be limited to high power escalated and management firms.

### 7.2 Conclusion

Indian power management can be characterized as unified system with government as the significant controlling body. The research has uncovered that, the administration of India throughout the years has endeavored noteworthy endeavors to improve power management by figuring strategy instruments and starting Power management plans and projects. Be that as it may, there still stays an immense power management in the industrial division for the explanation being that, administration's endeavors to improve power has been coordinated towards private and business segments of the economy. Data spread outfitted towards expanding industrial energy is commonly extremely high in India and the investigation has uncovered that open crusades to build the consciousness of industrial power management are for the most part increased when there is an energy emergency in the nation. The arrangement



of specialized and money related help by some administration bodies to increment or improve power in businesses are restricted to just government claimed firms on the grounds that the administration needs satisfactory assets to extend it to private possess firms.

Reasoning from the outcomes, it could that energy is overseen in the Industrial Area with a low execution of savvy power management technology in the particular businesses researched. A dominant part of the ventures studied had institutionalized energy strategy or power management system due to the high need given to power speculation by Indian firms. The low execution of savvy power management technologies or measures in the reviewed firms essentially originates from objective conduct financial boundaries, which are profoundly established in the administration systems for industrial power. Respondents recognized interior and outside constrained access to assets as the most significant snag counteracting power management from being improved. Inside access to reserves is restricted by the attention to top management to power improvement estimates which in actuality brings about high need of power management ventures.



### **BIBLIOGRAPHY**

- Abdelaziz, E.A., Saidur R., Mekhilef S. (2011). A audit on energy sparing methodologies in industrial area. Inexhaustible and Sustainable Energy Reviews 1 5 (1), pp. 150-168.
- Allcott, H. and Greenstone, M. (2012). Is There a Power management Gap? Energy Institute at Has. Recovered March 2, 2012
- 3. Darker, M.A. (2001). Market disappointments and boundaries as a reason for clean energy strategies. Energy Policy 29 (14), 1197-1207.
- 4. Caffal, C. (2006). Energy Management in Industry. In: Analysis Series 17.Centre for the Analysis and Dissemination of Demonstrated Energy Technologies (CADDET)
- Chakarvarti, K. K. (2011). ISO 50001: Energy Management Systems Standards. New Delhi: Bureau of Power management.
- Dow. Recovered March 2, 2012 Energy Commission India. (2006a). Vital National Energy Plan 2006 – 2020, Main report. Energy Commission India. (2006b). Strategic National Energy Plan 2006 – 2020.
- 7. European Union (EU). (2006).Directive 2006/32/EC of The European Parliament and of The Council on energy end-use proficiency and energy benefits and canceling Council Directive 93/76/EEC.
- Fleiter, T., Worrell, E. and Eichhammer, W. (2011). Hindrances to Power management in industrial base up energy request models. Inexhaustible and Sustainable Energy Review 15, 3009-3111
- Golove, W., H. and Eto, J., H. (1996). Market Barriers to Power management: A Critical Reappraisal of the Rationale for Public Policies to Promote Power management. Recovered March 2, 2012
- Global Atomic Energy Agency (IAEA). (2005). Energy Indicators of Sustainable Development: Guidelines and Methodologies. Vienna. Recovered March 2, 2012
- 11. Jaffe, A.B., and Stavins, R.N.(1994). The Power management hole: I don't get it's meaning? Energy Policy 22 (10), 60-71.
- McKane, A., Wayne, P., Li, A., Li, T. and Williams, R. (2005). Creating a Standards Framework for Sustainable Industrial Power management, Proceedings of EEMODS 05, Heidelberg, Germany LBNL-58501. Retrieved December 22, 2011



- 13. McKane, A., Williams, R., Perry, W. and Li, T. (2007). Setting the Standard for Industrial Power management.
- 14. McKane, A., Price, L. and de la Rue du Can, S. (2008). Strategies for advancing industrial Power management in creating nations and progress economies. UNIDO Executive Summary. Recovered March 20, 2012
- McKane, A. (2009). Status of ISO 50001-Energy Management. Industrial Power management Improvement Project in South Africa. Johannesburg. Recovered December 21, 2011
- Service of Energy India. (2010). National Energy Policy. Recovered December 24, 2011
- Office of Technology Assessment. (1993). Industrial Power management. Recovered December 23, 2011
- 18. Palm, J. (2009). Placing boundaries to industrial Power management in a social setting: an exchange of way of life order. Power management (2), 263-270
- Pode, R. (2010). Tending to India's energy security and choices for diminishing energy reliance. Inexhaustible and Sustainable Energy Review 14, 3014-3022
- Sustainable power source and Power management Partnership (2007). Maintainable energy guideline and policymaking for Africa. Recovered from December 12, 2011
- 21. Rohdin, P., Thollander P. and Solding, P. (2007). Barriers to and drivers for Power management in the Swedish foundry industry. Energy Policy 35, p 672–677.
- 22. Rohdin, P. &Thollander P. (2006). Boundaries to and main thrusts for Power management in the non-energy concentrated manufacturing industry in Sweden. Energy 31,p 1836–1844
- 23. Sanstad, A. and Howarth, R.(1994). Ordinary' markets, market defects and Power management. Energy Policy (10), 811-818.
- 24. Sardianous, E. (2008). Boundaries to industrial Power management interests in India. Diary of Cleaner Production 16, p 1416-1423
- 25. Scheihing, P. (2009). Energy Management Standards (EnMS). U.S. Branch of Energy. Recovered December 12, 2011
- Schleich, J. (2011). Boundary busting in Power management in industry. Advancement Policy, Statistics and Research Branch Working Paper 09/2011. Recovered January 12, 2011



- 27. Sovacool ,B.K. and Brown, M.A. (2009). Competing Dimensions of Energy Security: An International Perspective. Georgia Tech Ivan Allen College School of Public Policy. Work paper 45. Recovered December 12, 2011
- 28. Sovacool, B.K. and Brown, M.A. (2010). Contending Dimensions of Energy Security: An International Perspective. Yearly Review of Environment and Resources (35), 77– 108
- 29. Thollander, P., Danestig, M. & Rohdin, P. (2007). Energy strategies for expanded industrial Power management: Evaluation of a nearby energy program for manufacturing SMEs Energy Policy (35), 5774–5783
- 30. Thollander, P. and Ottosson, M. (2008). An energy productive Swedish mash and paper industry investigating boundaries to and main thrusts for savvy Power management speculations. Power management (1), 21–34
- 31. Pode, R. (2010). Tending to India's energy security and alternatives for diminishing energy reliance. Inexhaustible and Sustainable Energy Review (14), p3014-3022 Science and Technology Policy Research (SPRU).(2000).Reducing obstructions to Power management openly and private associations. Brighton, UK.
- 32. Sorrell, S., O'Malley, E., Schleich, J. and Scott, S. (2004). The Economics of Power management Barriers to Cost-Effective Investment, Edward Elgar, Cheltenham.
- The Allen Consulting Group. (2004). the Power management Gap: Market Failures and Policy Options. Recovered December 23, 2011
- 34. Joined Nations Environment Program (UNEP), (2006). Barriers to Power management in industry in Asia Review and arrangement direction. Recovered on January 30, 2012.
- 35. Joined Nations Environment Program (UNEP). (2007). Key Issues of Sustainable Consumption and Production. 3rd International Expert Meeting on 10 Year Framework of Programs on SCP (Marrakech Process). Retrieved on January 30, 2012
- 36. Joined Nation Industrialization Development Organization, (UNIDO). (2008). Measures for Power management, Water, Climate Change and their Management.
- 37. Weber, L. (1997). A few reflections on hindrances to the productive utilization of energy. Energy Policy (25), 833-835.
- 38. Worrell, E. (2009). Hindrances to Power management: International contextual investigations on fruitful obstruction evacuation. Recovered December 12, 2011



- Worrell, E. (2011). The Next Frontier to Realize Industrial Power management. World Renewable Energy Congress 2011-Sweden. Recovered January 11, 2012
- 40. World Bank Group. (2005). Energy Security Issues. Washington, DC. Recovered February 23, 2012



Larsen & Toubro Limited L&T Construction Transportation Infrastructure

Landmark 'B', Ground Floor, 3<sup>rd</sup>, 5<sup>th</sup> & 6<sup>th</sup>, Floors Suren Road, off. Andheri Kurla Road, Andheri (E), Mumbai - 400 093, INDIA

Mr. Praveen Kumar Yadav Engineering Manager Larsen and Toubro Limited <u>praveenyadav.eck@gmail.com</u> Mo-+91 9540020687

Subject: Willingness for Guiding Dissertation of Vivekkumar Rai, Registration No.500069885.

Dear Sir,

Vivekkumar Rai is registered for MBA in Power Management, with the University of Petroleum & Energy Studies, Dehradun in 2018-20 batch.

I hereby give my acceptance to guide the above student through the Dissertation work 'Study on Power Management in Indian and its impact on Industrial Sector', which is a mandatory requirement for the award of MBA in Power Management.

Thanking You,

Your Sincerely

Praveen Kumar Yadav

Larsen and Toubro Limited