

**MINUTES OF THE  
1<sup>ST</sup> TO 20<sup>TH</sup>  
MEETINGS OF  
INTER-  
MINISTERIAL  
GROUP (IMG)**



## INDEX

S.NO	SUBJECT	PAGE NO.
1.	1 <sup>st</sup> meeting minutes of the IMG held on 03.07.2012.	1-5
2.	2 <sup>nd</sup> meeting minutes of the IMG held on 25.07.2012.	6-11
3.	3 <sup>rd</sup> meeting minutes and agenda for 4 <sup>th</sup> meeting of IMG held on 8.8.2012.	12-20
4.	4 <sup>th</sup> meeting minutes of the IMG held on 03.09.2012.	21-28
5.	5 <sup>th</sup> meeting minutes of the IMG held on 06.09.2012 to 08.09.2012.	29-55
6.	6 <sup>th</sup> meeting minutes of the IMG held on 12.09.2012.	56-62
7.	7 <sup>th</sup> meeting minutes of the IMG held on 14.09.2012.	63-70
8.	8 <sup>th</sup> meeting minutes of the IMG held on 15.09.2012.	71-78
9.	9 <sup>th</sup> meeting minutes of the IMG held on 17.09.2012.	79-81
10.	10 <sup>th</sup> meeting minutes of the IMG held on 18.09.2012.	82-88
11.	11 <sup>th</sup> meeting minutes of the IMG held on 19.09.2012.	89-99
12.	12 <sup>th</sup> meeting minutes of the IMG held on 20.09.2012.	100-106
13.	13 <sup>th</sup> meeting minutes of the IMG held on 24.09.2012.	107-109
14.	14 <sup>th</sup> meeting minutes of the IMG held on 9.10.2012 and 10.10.2012.	110-153
15.	15 <sup>th</sup> meeting minutes of the IMG held on 5.11.2012.	154-162
16.	16 <sup>th</sup> meeting minutes of the IMG held on 6.11.2012.	163-172
17.	17 <sup>th</sup> meeting minutes of the IMG held on 20.11.2012.	173-188
18.	18 <sup>th</sup> meeting minutes of the IMG held on 01.05.2013.	189-197
19.	19 <sup>th</sup> meeting minutes of the IMG held on 25.06.2013	198-207
20.	20 <sup>th</sup> meeting minutes of the IMG held on 19.07.2013	208-211

# Index

Page	Page	Page
1	10	19
2	11	20
3	12	21
4	13	22
5	14	23
6	15	24
7	16	25
8	17	26
9	18	27
10	19	28
11	20	29
12	21	30
13	22	31
14	23	32
15	24	33
16	25	34
17	26	35
18	27	36
19	28	37
20	29	38
21	30	39
22	31	40
23	32	41
24	33	42
25	34	43
26	35	44
27	36	45
28	37	46
29	38	47
30	39	48
31	40	49
32	41	50
33	42	51
34	43	52
35	44	53
36	45	54
37	46	55
38	47	56
39	48	57
40	49	58
41	50	59
42	51	60
43	52	61
44	53	62
45	54	63
46	55	64
47	56	65
48	57	66
49	58	67
50	59	68
51	60	69
52	61	70
53	62	71
54	63	72
55	64	73
56	65	74
57	66	75
58	67	76
59	68	77
60	69	78
61	70	79
62	71	80
63	72	81
64	73	82
65	74	83
66	75	84
67	76	85
68	77	86
69	78	87
70	79	88
71	80	89
72	81	90
73	82	91
74	83	92
75	84	93
76	85	94
77	86	95
78	87	96
79	88	97
80	89	98
81	90	99
82	91	100
83	92	
84	93	
85	94	
86	95	
87	96	
88	97	
89	98	
90	99	
91	100	
92		
93		
94		
95		
96		
97		
98		
99		
100		



No. 13011/2/2011-CA-1  
Government of India  
Ministry of Coal

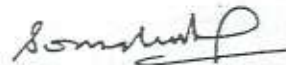
New Delhi the 16<sup>th</sup> July, 2012

OFFICE MEMORANDUM

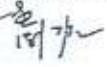
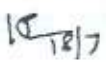
Sub: Minutes of the 1<sup>st</sup> meeting of the Inter-Ministerial Group (IMG) held on 03.07.2012 at 11 AM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks-reg.

The undersigned is directed to enclose herewith the Minutes of the 1<sup>st</sup> meeting of the Inter-Ministerial Group (IMG) held on 03.07.2012 at 11 AM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal lignite blocks for information and necessary action.

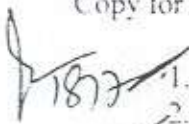
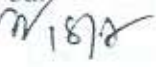
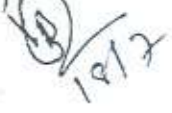
Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

- 19/7  
K. Srinivas  
18/7
1. Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
  2. Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
  3. Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
  4. Secretary, DIPP, Udyog Bhawan, New Delhi.
  5. Secretary, Ministry of Law & Justice, Shastri Bhawan, New Delhi.
  6. Joint Secretary (Coal), Ministry of Coal 
  7. JS&FA, Ministry of Coal
  8. Advisor (Projects), Ministry of Coal 
  9. CMD, CMPDIL
  10. Coal Controller

Copy for information to:

-   
18/7  
A. K. Srinivas  
18/7
1. PS to Minister of Coal
  2. PS to Minister of State for Coal
  3. Sr. PPS to Secretary (Coal) 
  4. PPS to AS(Coal) 

(759  
127

MINUTES OF THE FIRST MEETING OF THE INTER-MINISTERIAL GROUP (IMG) HELD ON  
03.07.2012 AT 11 AM IN THE CHAMBER OF ADDITIONAL SECRETARY (COAL)

The first meeting of the IMG constituted to undertake periodic review and monitor the progress of allocated coal/lignite blocks and make recommendations on action to be taken including de-allocations, if required was held on 03.07.2012 under the Chairmanship of AS(Coal). The list of participants is enclosed as Annexure. The representative of MoP sought adjournment of the meeting as they are not in a position to attend the same. The representative of CMPDIL informed his inability to attend the meeting. The representatives of Ministry of Steel and Department of Policy and Promotion did not attend the meeting or send any communication.

2. AS (Coal) in her opening remarks welcomed the members to the meeting. She mentioned that the IMG has been constituted in the context of Hon'ble Finance Minister's Budget Speech and substitutes the earlier Review Committee for monitoring of coal blocks. Though some ministries have still not nominated their representatives and a request was received from Ministry of Power to postpone the meeting, however it was not found possible to postpone it as decisions have to be taken in a time bound manner and due to the pressing shortage of coal there is a need to exploit the available resources in the quickest possible manner. She welcomed the inclusion of related ministries in the IMG and said that this will enable holistic decision making by involving the ministries concerned with end-use as well as the monitoring of investments made in various sectors including coal. She then drew the attention of the members to the work assigned to the IMG which is as under:

- i) The IMG shall undertake periodic review and monitor the progress of allocated coal/lignite blocks and make recommendations on action to be taken including de-allocations, if required.
- ii) The IMG may consider the replies where the show cause notices have been given and recommend action against the allocate companies including de-allocation, wherever necessary.
- iii) The IMG may make its own assessment and recommend action as to deduction of Bank Guarantee, if required.
- iv) Any matter where a reference is made by the Competent Authority.

3. AS (Coal) further stated that action in 18 cases where deduction of Bank Guarantee is recommended on the basis of review in June 2009 & July 2010 is to be taken immediately. Action is also to be recommended in the 58 cases in which show cause



(760) 634

notices have been issued after the review held in January 12 and replies to Show cause notices have been received.

4. AS (Coal) emphasized that the above work needs to be completed in a time bound manner. She mentioned that on the basis of previous review it was observed that the coal blocks which have not come into production could be categorized into 3 typical categories, i.e., the cases which are likely to come into production in 2012-13 or according to the scheduled date, the cases the development of which has not been possible on account of being in No-go area / wild life corridors etc.; the cases where though the progress is not satisfactory but needs to be cautioned for speedy development and the cases where the progress is not satisfactory warranting action. She further mentioned that in the previous two meetings of the Committee for deduction of Bank Guarantees, the guidelines for linking deduction of BG to achievement of prescribed milestones were recommended and a final view is to be taken on the same.

5. JS(Coal) gave a brief background of allocation of coal blocks from 1993. He informed the group of the legal developments and the procedure followed for allocation of the blocks, which was proposed from time to time. He informed the Group that 195 blocks stand allocated as on date and out of the above 30 blocks have started production and it is expected that 8 more blocks are likely to come into production during the year.

6. The IMG was informed about the earlier meetings and the recommendations made by the Review Committee for monitoring of blocks and deduction of Bank Guarantees and that the above Committees stand subsumed in the IMG. The minutes of the Review Committee (meeting 11<sup>th</sup> & 12 January, 2012) are placed on the website of the Ministry and may be circulated to the members along with a brief note.

7. After detailed deliberations, the following decisions were made:

- i) The formulation of guidelines is desirable to arrive at a uniform formula for deduction of BG in relation to the extent of slippage from the milestones.
- ii) Various activities / processes involved in achieving the milestones prescribed may be presented before the Committee in its next meeting by Advisor (P).
- iii) The progress of individual cases as per milestones may be prepared and considered by the IMG. Progress about the following activities may also be mentioned in the chart:
  - a) Infrastructure development

(76)  
635

- b) Status of exploration, in cases where exploration is required
- c) Financial closure for Investment in mining project
- d) Opening of Escrow A/c for mine closure.
- e) Slippage from Peak Rated Capacity
- f) Engagement of MDO
- iv) The progress of EUP's would continue to be monitored by the Ministries concerned with the end-use.
- v) Coal Controller had been directed to conduct field verification of 18 BG deduction cases. He may submit his report immediately.
- vi) IMG may be constituted by names of the representatives of various Ministries and the Quorum prescribed for the meetings of the IMG.
- vii) The following documents may be circulated to all the members before the next meeting which may be held in the last week of July.
  - a) The guidelines of 2006 regarding terms and conditions of allocation.
  - b) Copies of different types of allocation letters issued so far.
  - c) A note on detailed steps involved in development of coal blocks / mines.
  - d) The Minutes of the last meeting of the Review Committee and also minutes of the last two meetings of the Committee on deduction of Bank Guarantee.
- 8. Ministry of Coal may write a d.o. letter to concerned Secretaries for nominating the officers and as far as possible meetings may be fixed in consultation with the representatives of Deptt. of Economic Affairs and Deptt. of Legal Affairs to ensure their presence in all meetings.
- 9. The meeting ended with thanks to the Chair.

\*\*\*\*\*

762/26  
636

LIST OF OFFICERS ATTENDING THE IMG  
MEETING CHAIRED BY AS(C) ON 03.07.2012

S.No.	Name of the officer	Designation	Signature
1.	A A SRIVASTAVA	ISLFA, moc	Amli
2.	A K Bhatta	JS, Moc	Am
3.	A. Acharya.	Coal Controller	Am
4.	Anna Roy	Director, DTA	ARoy
5.	SURESH CHANDRA	JS&LA no/olaw	Sec
6.	J.N. PRASAD	Adviser (P) Min. of Coal	Am
7.	P S S Reddy	Director, Moc	Am



703  
(829)

**MINUTES / MEETING NOTICE**

No.13011/2/2001-CA-I  
Government of India  
Ministry of Coal

\*\*\*\*\*

New Delhi, the 2<sup>nd</sup> August, 2012

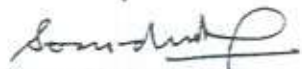
**Office Memorandum**

**Sub: Minutes of Second meeting of the Inter-Ministerial Group (IMG) to undertake periodic review of the development of allocated coal/ lignite blocks held on 25<sup>th</sup> July, 2012 held under the Chairmanship of Additional Secretary (Coal).**

The undersigned is directed to enclose herewith a copy of the minutes of the Second meeting of Inter-Ministerial Group (IMG) held on 25<sup>th</sup> July, 2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/ lignite blocks. As per the decision taken in the meeting, copies of 4 different types of allocation letters are enclosed herewith on sample basis for information of members w.r.t. the conditions, which were incorporated at different points of time in the allocation letters. Copies of sample letters of post 2006 allocation letters as per different dispensations have already been circulated.

2. It is informed that the 3<sup>rd</sup> meeting of IMG will be held on **8<sup>th</sup> August, 2012 from 12.30 PM** onwards in the Conference Hall, Coal India Limited, Core - 6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi. All concerned are requested to make it convenient to attend the meeting. The deliberations may continue post lunch as such it is requested that sufficient time may be given for the meeting.

Encl: as above.

  
(P.Soma Shekar Reddy)  
Member- Convenor & Director  
Telefax : 23384594

Copy to :

- Issued*  
*Dist*  
*23/05/12*
1. Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
  2. Secretary, Ministry of Power, Sharma Shakti Bhawan, New Delhi.
  3. Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
  4. Secretary, Ministry of Law & Justice, Shastri Bhawan, New Delhi.
  5. Secretary, Department of Industrial Policy & Promotion, Udyog Bhawan, New Delhi.
- 9C

Copy to:

1. Joint Secretary (Coal), Ministry of Coal - ( With the request to attend the meeting)
2. JS&FA, Ministry of Coal -do-
3. Advisor (Projects), Ministry of Coal -do-
4. CMD, CMPDIL -do-
5. Coal Controller, with the request to prepare complete chart in respect of all the blocks as mentioned at para 8(ii) of the minutes.



204  
856

Copy for information to :

1. PS to Minister of Coal.
2. PS to Minister of State for Coal.
3. Sr. PPS to Secretary (Coal)
4. PPS to AS (Coal).

708 (3)

**MINUTES OF THE SECOND MEETING OF THE INTER-MINISTERIAL GROUP (IMG) HELD ON 25.07.2012 AT 11 AM AT CIL OFFICE, SCOPE BUILDING UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY (COAL)**

The list of participants is annexed. The representatives from DEA & MOS did not attend and no communication or nomination of JS level representative was received from them. They may again be requested for nomination.

AS (C) welcomed the members to the meeting and confirmed from them that the documents required to be circulated to members in the last meeting had been received by them. A presentation was then made by JS (Coal) on the various activities/ processes involved in achieving the milestones.

2. AS (C) requested that members of the IMG may deliberate and decide on the further course of action to be taken in the cases where deduction of BG has been recommended by previous review committee in 2009 and 2010 and also the cases where the show cause notices (SCN) have been issued and replies received. In this connection, AS(C) expressed displeasure that the Coal Controller has not submitted inspection report in respect of 18 cases where the amount of BG to be deducted was to be recommended by the Coal Controller on the basis of guidelines discussed and the extent of slippage in achieving milestones in each case, as per the decision taken in the meeting held on 24.4.2012. In view of the long delay, it was decided that decision needs to be taken expeditiously on the basis of progress reports already available.

3. All Members were of the view that guidelines were necessary as basis of recommendations to be made. The IMG deliberated on the suggestions made in the meeting held on 24.4.2012 regarding guidelines and it was desired that draft guidelines need to be prepared, based on which individual matters would be discussed and finalized by the IMG in the next meeting for deduction of B.G. where so required. After getting the approval from the competent authority, the action as recommended by the IMG as per the guidelines would have to be taken by the Central Government. The Group desired that draft guidelines may be placed before IMG in next meeting and also detailed case wise information sheets regarding progress against achievement of milestones as per latest progress report in case of SCNs issued alongwith replies may be put up. Activities listed in para 7 (iii) of the last meeting of IMG may also be included in the chart.

4. Members suggested that principles of natural Justice are to be followed and the allocatees should be given adequate opportunity to present their case before any action is taken against them. The delays which are not attributable to the allocatees should be taken cognizance of before action is recommended/ taken. This may be incorporated in the guidelines.



706852

5. Regarding the BG deductions, the general principles as suggested by the earlier committee on BG in its meeting on 23.04.2012 were discussed. AS (Coal) mentioned that prior to 2005 there was no provision for taking B.G. between 2005 to 2007, the BG was linked to shortfall in production as per approved mining plan and after 2007, 50% is related to production & 50% to end-use plant. There is also no provision for replenishment of BG if a part of it is deducted. IMG would need to reflect on how uniform guidelines can be made applicable for similar defaults by various allocates. Rep. of MoLJ opined that the suggestion recommended appears to be prima-facie reasonable. It was decided that members would examine them and convey their views in writing before the next meeting so that they may be duly considered while preparing the draft guidelines.

6. The IMG then examined the 18 cases in which deduction of BG has been recommended earlier and reviewed their progress individually. It was observed that whereas there was some progress in respect of most of the blocks however in respect of 2 blocks – Jitpur and Lohari, there was hardly any physical progress reported and nor had any investment been reported by them. The IMG noted that the allocatees have already been given show cause notices and opportunity to present their cases. The Group therefore recommended de-allocation of the blocks by means of speaking order. Regarding rest of the cases, it was decided that the issue would be decided after the guidelines/ weightages are finalized correlating the extent of slippage with the amount of BG to be deducted.

7. Regarding the weightages to be given to various milestones, the CCO will propose the weightages including the suggestions received in 1<sup>st</sup> IMG meeting.

8. After detailed discussion, the IMG made the following recommendations:

- (i) Guidelines may be framed for conducting further business by the IMG and laying down the principles for deduction of BG in relation to the extent of slippage in achieving milestones and other parameters.
- (ii) To de-allocate Jitpur coal block allotted to JSPL and Lohari coal block allotted to Usha Martin Ltd. by means of speaking order.
- (iii) Regarding the cases where blocks were allotted prior to 2005 and no BG was stipulated, the Committee noted that all these blocks have far-exceeded time schedule and that the normative date for production is already over. As such, the blocks are fit for deallocation. However, in case, the committee finds on case to case basis that substantial progress in terms of land acquisition and investments has been made in the project then they may be allowed to continue only after accepting the new guidelines providing for provision of BG. Case to case review may accordingly be taken up in the IMG meetings.

207(B3)

- (iv) As regards the coal blocks in no-go areas and wild life corridors, etc., the Ministry may take a view whether to continue with the allocation or deallocate the same. The IMG recommended that in such cases, the allocatee may be given an option to surrender the block without deduction of BG.
- (v) A set of copies of the allocation letter of pre-2006 allocations and the different provisions for B.G. in different allocation letters be circulated to members for their information.
- (vi) Regarding the progress of end-use plants, the concerned Ministry may be requested to Review the progress and apprise the IMG for recommending appropriate action against the allocatees in case of delay.


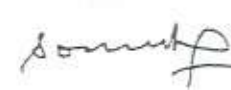

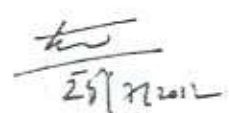
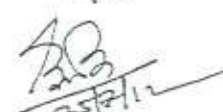

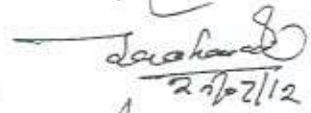
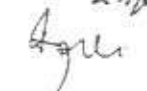
9. The next meeting of the IMG is fixed on 08.08.2012 at 12.30 P.M.

The meeting ended with a vote of thanks to chair.

\*\*\*\*\*

682/808

LIST OF OFFICERS ATTENDING THE 2nd IMG MEETING CHAIRED BY  
ADDITIONAL SECRETARY (COAL) ON 25<sup>TH</sup> JULY, 2012 AT 11.00 A.M.

	<u>name</u>	<u>Designating Ministry Dept.</u>	<u>Signature</u>
1)	A. K. Bhatta	JS, Min. of Coal	
2)	P. S. S. Reddy	Dir, MOC	
3.	A. K. Prasad	Dy, DG, ECO, m/o Coal.	
4.	Talleen Kumar	JS, DIPP, MOC & R	
5.	B. N. Bala	DT (CMPDI)	
6.	V. ANAND	Dir (NOP)	
7.	SIDRISH CHANDRA	JSKLA Law Ministry	
8	A A SRIVASTAVA	JSRFA, MOC	



**MOST IMMEDIATE**

No. 13011/02/2012-CA-I

Government of India

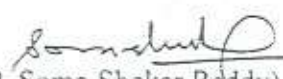
Ministry of Coal

New Delhi the 31<sup>st</sup> August, 2012**OFFICE MEMORANDUM**

**Sub: 4<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) to undertake periodic review of the development of allocated coal / lignite blocks- reg.**

In continuation of this Ministry's OM of even number dated 30<sup>th</sup> August, 2012, intimating about the 4<sup>th</sup> Meeting of the IMG scheduled to be held on 3<sup>rd</sup> September, 2012, at 3.30 PM in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi, the following are enclosed herewith:

1. Minutes of the 3<sup>rd</sup> meeting of the IMG held on 08.08.2012
2. Agenda for the 4<sup>th</sup> meeting of IMG to be held on 03.09.2012.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

1. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
2. Shri Talleen Kumar, Joint Secretary, Deptt. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
3. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
4. Shri U P Singh, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
5. Ms. Anna Roy, Director, Deptt. of Economic Affairs, North Block, New Delhi.
6. Joint Secretary (Coal), Ministry of Coal
7. JS&FA, Ministry of Coal
8. Advisor (Projects), Ministry of Coal
9. CMD, CMPDIL, Ranchi.
10. Coal Controller, 1-Council House Street, Kolkata-1.

Copy for information to:

1. PS to Minister of Coal
2. PS to Minister of State for Coal
3. Sr. PPS to Secretary (Coal)
4. PPS to AS(Coal)



ANNEXUREAGENDA FOR THE 4<sup>TH</sup> MEETING OF THE IMG TO BE HELD ON 03.09.2012.

1. During the last meeting of IMG, the Coal Controller has submitted the calculation as per the weightages given to various milestones and critical parameters regarding the development of coal block. The Coal Controller was asked to give detailed account of the calculation method adopted by him in arriving at the BG to be deducted as calculated by him. The Coal Controller has been asked to present the detailed working of calculation. The working given by Coal Controller shall be considered by the IMG for making appropriate recommendation regarding the amount of BG to be deducted in the pending cases.
2. The review committee under the Chairpersonship of Additional Secretary (Coal) during the meeting held on 11-12 January, 2012 have recommended issuance of show cause notice to the allocatees of 58 coal blocks. The above recommendations were accepted by the Government and the Show Cause Notices were issued to the allocatee companies. The replies received from various allocatees are to be considered by the IMG. The details in respect of the allocatees, as per the list enclosed, including the copies of allocation letters, the copy of show cause notice, the reply given in response to show cause notice and the current status as given by the Coal Controller are placed for consideration of IMG.

\*\*\*\*\*

**MINUTES OF THE THIRD MEETING OF THE INTER-MINISTERIAL  
GROUP (IMG) HELD ON 08.08.2012 AT 12.30 PM AT CIL OFFICE,  
SCOPE BUILDING UNDER THE CHAIRMANSHIP OF ADDITIONAL  
SECRETARY (COAL)**

The list of participants is annexed (Annexure-I). Representative of Ministry of Steel did not attend and no communication or nomination of representative was received from them.

2. AS (C) welcomed the members to the meeting and confirmed from them that the documents required to be circulated to members in the last meeting had been received by them.

3. The letters received from JSPL in respect of Jitpur coal block and Usha Martin Ltd. in respect of Lohari coal block in respect of which, in the last meeting the IMG recommended for deallocation were placed before the IMG. It was opined by the representative of M/o Law & Justice that the recommendation in respect of the above companies has become 'functus officio' and it is for the Government to take action on the representation as well as the recommendations. The recommendation was made by the IMG on the material available before it as per the status as on December, 2011. However, the IMG could consider the representations on the basis of fresh information only if the same is referred to it by the Government.

4. It was decided that agenda as well as background material for the next IMG should be provided to the members (by name) at least one week before the meeting. The back ground material may include copy of allocation letter, show cause notice, reply and report of CCO in each case.

5. After the above discussions, framing of the Guidelines for the conduct of business and deduction of BG by IMG was taken up as per agenda and after detailed consultation the guidelines and weightages at Annexure II&III were approved by the IMG.

6. The recommendations of the IMG may be placed before the Competent Authority for approval and further directions before individual cases are taken up as per recommended Guidelines.


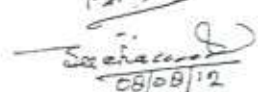
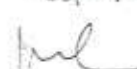
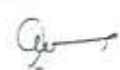





7. The Ministry may consider inclusion of representative of MoEF in the IMG and invite concerned State Governments when individual cases are taken up.

8. The next meeting of the IMG is fixed on 22.08.2012 at 12.30PM at the same venue.

The meeting ended with a vote of thanks to chair.

\*\*\*\*\*

LIST OF OFFICERS ATTENDING THE 3<sup>RD</sup> IMG MEETING CHAIRED  
BY ADDITIONAL SECRETARY (COAL) ON 08.08.2012 AT 12.30 PM.

- |    |                |                              |   |
|----|----------------|------------------------------|---|
| ①  | B.N. Basu      | DT, CMPDI                    |              |
| 2. | SURESH CHANDRA | JS&LA                        | <br>08/08/12 |
| 3. | V. APOLAKO     | DSR(MOI)                     |              |
| 4. | A.K. Singh     | DS, DIPF                     |              |
| 5. | Anura Ray      | Div, DEA                     |             |
| 6. | A. Dehanga     | Coal Controller              |            |
| 7. | D.N. Prasad    | Advisor (P), MOC             |            |
| 8. | P.S.S. Reddy   | Director, MOC                |            |
| 9. | A. K. Shalla   | JS (C) (Joined only at 2.30) |            |



Guidelines adopted by the Inter-Ministerial Group

The following guidelines / principles may be followed by the IMG while conducting its business in accordance with the terms of reference:-

- (1) The IMG may meet once in a month and the next date of the meeting may be fixed in the IMG itself; Minutes may be confirmed in the next meeting.
- (2) All relevant materials including the allocation letter and latest status report of the blocks may be made available to each member of the IMG so as to enable them to deliberate, discuss and contribute in objective decision making;
- (3) Where show cause notices have been served or / and where replies of the show cause notices have been received copies of the same may be provided which may also be considered by the IMG before forming any view;
- (4) The deduction of bank guarantee (BG) should be linked 50% to delay in development of coal block and 50% to achievement of production levels as per approved mining plan.
- (5) The weightage to various milestones and critical parameters on the basis of which deduction may be recommended would be as per annexure.
- (6) The IMG may recommend additional deduction to the extent of 10% of total BG for every year of delay after the normative date of production from the coal block unless the allocatee is able to establish to the satisfaction of the IMG that the delay is not attributable to the allocatee.
- (7) The allocatees will be required to revalidate and replenish the BG to the extent of the BG deducted till the block has achieved PRC as per mining plan.
- (8) The BG may be deducted after issue of SCN to the allocatee specifying the amount to be deducted on the basis of delays attributable to the allocatee in the assessment of the IMG and after giving an opportunity to the allocatee to present his case before the IMG.
- (9) The BG provision should be made uniformly applicable to all the coal blocks and the linked 50% to the milestones for development of the block and 50% to the production of coal as per mining plan for all the allocated coal blocks (as is the condition prescribed for blocks allocated after 2006).
- (10) Allocatee companies that have exceeded the normative date of production and have thus already breached the terms and conditions of the allotment may be given the option to continue to hold the coal blocks after review only if they have made substantial progress and

- investment in development of the block, they agree to accept the new Guidelines, failing which the block may be deallocated in addition to the deduction of the BG linked to the extent of delay attributable to the allocatees in the assessment of the IMG.
- (11) In cases of inordinate delays, where the allocatee is unable to develop the block for reasons beyond his control, he may be given the option to surrender the block, with return of BG, within a stipulated time. The Government shall de-allocate such blocks, if not surrendered by the allocatee, with or without deduction of BG depending on the extent of delay attributable to the allocatees.
- (12) The deduction of BG may be recommended by the IMG on the basis of the above guidelines. However, the specific recommendation shall be made on case to case basis after considering all relevant material as the circumstances may differ from State to State and case to case.
- (13) While the IMG has adopted above guidelines for its own recommendations, it is also recommended that the Ministry may notify and publish these guidelines on the website of the Ministry for information of all concerned.

\*\*\*\*\*



## Weightage for Different Milestones

Sl. No	Milestones	Weight in %	Time limit in months From 'O' date
1	Purchase of Geological Report	5	1.5
2	Status of exploration, in case where exploration is required	3	27
3	Submission of Bank Guarantee	8	2
4	ML Application	7	3
5	Submission of Mining Plan	7	6
6	Approval of Mining Plan	6	8
7	Application of prior approval by MOC	6	10
8	Granting of previous approval	3	11
9	Application for forest clearance	8	12
10	Grant of forest clearance	3	18
11	Application of EMP clearance	8	19
12	Grant of EMP clearance	3	20
13	Obtaining of Mining Lease	3	24
14	Application for land Acquisition	8	9, 19
15	Completion of Land Acquisition	4	30, 36
16	Financial closure for Investment in mining project	3	31,
17	Engagement of MDO	2	32,
18	Infrastructure Development	4	33,
19	Application for Opening Permission	2	34, 40 for OC 46, 52 for U/G
20	Opening of Escrow A/c for mine closure	2	34, 40 for OC 46, 52 for U/G
21	Grant of Opening Permission	2	35, 41 for OC 47, 53 for U/G
22	Commencement of Coal Production	2	36, 42 for OC 48, 54 for U/G
23	Slippage from Peak Rated Capacity	1	as per MP
		100	

574

DETAILS OF COAL BLOCKS TO BE CONSIDERED BY IMG IN ITS 4<sup>TH</sup> MEETING

Sl. No.	NAME OF THE COAL BLOCK	NAME OF THE ALLOCATEE
1.	Tubed	Hindalco Industries & Tata Power Ltd.
2.	i) Chinora ii) Warora Southern Part	Fielf Mining & Ispat Ltd.
3.	Utkal B2	Monnet Ispat & Energy Ltd.
4.	Durgapur II Sariya	DB Power Ltd.
5.	Bhaskarpara	Electrotherm (India) Ltd., Grasim Industries Ltd.
6.	Bramhadih	Castron Mining, (formerly Castron Tech. Ltd.)
7.	Lalgah North	Domco Pvt. Ltd.
8.	North Dhadu	Electro Steel Casting Ltd., Jharkhand Ispat Pvt. Ltd. Pawanjay Steel & Power Ltd., Adhunik Alloys & Power Ltd.
9.	Jitpur	JSPL
10.	Seregarha	Arcelor Mital India Ltd & GVK Power (G.Sahib) Ltd.
11.	Mahuagarhi	CESC Ltd & Jas Infrastructure Ltd
12.	Choritand Tailaya	Rungta Mines Ltd & Sunflag Iron & Steel Ltd.
13.	Macherkunda	Bihar Sponge Iron Co. Ltd.
14.	Rajhara North (Central & Eastern)	Mukund Ltd., Vini Iron & Steel Udyog Ltd.
15.	Nerad Malegaon	Gupta Metallies & Gupta Washeries Ltd.
16.	Gondkhari	Maharashtra Seamless Ltd., Dharia Infrastructure Ltd & Kesoram Industries Ltd
17.	Dahegaon Makardhokra IV	IST Steel & Power Ltd., Gujarat Ambuja Cements Ltd & Lafarge India Ltd.
18.	New Patrapara	Bhushan Steel Ltd. (Formerly known as Bhushan Steel & Strips Ltd) & 5 Others.
19.	Radhikapur (East)	Tata Sponge Iron Ltd., Scaw Industries Pvt. Ltd., SPS Sponge Ltd.
20.	Gourangdih ABC	Himachal EMIA Power Ltd. & JSW Steel Ltd.
21.	Moher & Moher Amlori Extension	M/s. Sasan Power Ltd (an SPV of PFC for MP UMPP) has been transferred to Reliance Power Ltd.
22.	Moitra	Jayaswal Neco Ltd.
23.	Lohari	Usha Martin Ltd.
24.	Chitarpur	Corporate Ispat Ltd.
25.	Dumri (explored)	Neelachal Iron & Steel Ltd. & Bajrang Ispat Pvt. Ltd.

The latest status of the development of block / end-use plant prepared by the Coal Controller shall also be considered by the IMG.

6. Companies may be asked to make their presentation specific, brief and as per the milestones to facilitate the IMG while making recommendations. Presentations will be an elaboration of the written submission.

7. The IMG will meet on 6<sup>th</sup>, 7<sup>th</sup> and 8<sup>th</sup> September, 2012 to give an opportunity as above to the allocatee companies.

8. The meeting ended with a vote of thanks to the Chair.

\*\*\*\*\*



ANNEXURE-IIGuidelines adopted by the Inter-Ministerial Group

The following guidelines / principles may be followed by the IMG while conducting its business and making recommendations regarding the deduction of BG in accordance with the terms of reference:-

- (1)The IMG will meet as and when required. The next date of the meeting may as far as possible be fixed in the IMG itself; Minutes may be confirmed in the next meeting.
- (2)All relevant materials including the allocation letter and status report of the blocks may be made available to each member of the IMG in advance.
- (3)Copies of show cause notices issued and replies to the same may be provided to the members.
- (4)The weightages to various milestones on the basis of which proportionate deduction of BG may be recommended are enclosed.
- (5)Where allocatee companies have exceeded their normative date of production and there is no provision for BG related to development of coal block, then the IMG may, only in cases where it finds that the company has made substantial progress and investment in development of the block even though they

834

Most Immediate / By Speed Post

No. 13011/2/2011-CA-II(Vol.I)  
Government of India  
Ministry of Coal

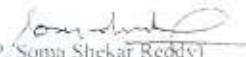
New Delhi the 5<sup>th</sup> September, 2012

OFFICE MEMORANDUM

Sub: Minutes of the 4<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 3<sup>rd</sup> September, 2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks - reg.

The undersigned is directed to enclose herewith a copy of the minutes of the 4<sup>th</sup> meeting of the Inter-Ministerial Group (IMG) held on 3<sup>rd</sup> September, 2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Encls: AA

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to:

1. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
2. Shri Talleen Kumar, Joint Secretary, Deptt. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
3. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
4. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
5. Joint Secretary (Coal), Ministry of Coal
6. JS&FA, Ministry of Coal
7. Advisor (Projects), Ministry of Coal
8. CMD, CMPDIL
9. Coal Controller
10. Shri Sanjay Mangal, Director, Ministry of Steel, Udyog Bhawan, New Delhi.

Copy for information to:

1. PS to Minister of Coal
2. PS to Minister of State for Coal
3. Sr. PPS to Secretary (Coal)
4. PPS to AS(Coal)

937

MINUTES OF THE FOURTH MEETING OF THE INTER-MINISTERIAL GROUP (IMG) HELD ON  
03.09.2012 AT 3.30 PM AT CIL OFFICE, CGO COMPLEX, NEW DELHI UNDER THE  
CHAIRPERSONSHIP OF ADDITIONAL SECRETARY (COAL)

The list of the participants is annexed as Annexure-I.

2. AS (Coal) welcomed the members to the meeting including JS(Power) who was attending first time and confirmed from them that the documents required to be circulated to members in the last meeting have been received by them.

3. After scrutiny of papers circulated with the agenda, the formulation of guidelines with respect to the BG were deliberated upon and the guidelines were finalized as per the enclosed formulation (Annexure-II). While making recommendations, the terms and conditions of the allocation letter and the facts and circumstances of each case will be taken into consideration.

4. All the allocatees to whom show cause notices have been issued will be heard in person or through duly authorized representative before the IMG makes a recommendation regarding appropriate action.

5. The allocatees may be asked to make a presentation with regard to the different milestones prescribed in the guidelines for the development of coal block and their achievement w.r.t. the same. The allocatees may also be specifically asked to present the following:

- i) The documents indicating current status duly certified by the authorized representative (duly authenticated documents supporting the status shown may be kept available for the perusal of IMG, if required.)
- ii) Details of investment made vis-a-vis the planned investment in development of coal block duly certified by Chartered Accountant. Investment in respect of end-use plant may be separately indicated with due certification.
- iii) Progress of implementation of end-use plant.



9/10

have exceeded normative date of production, recommend imposition of BG in addition to any other action.

(6) The recommendations of the *IMG regarding* BG may be made on the basis of the above guidelines after considering all relevant material and the facts and circumstances of the case.

(7) While the IMG has adopted above guidelines for its own recommendations, it is also recommended that the Ministry may publish these guidelines on the website of the Ministry for information of all concerned.

\*\*\*\*\*

941








## WEIGHTAGES FOR DIFFERENT MILESTONES

S.No.	Milestones	Weight (in %)
1	Purchase of Geological Report	5
2	Submission of Bank Guarantee	8
3	ML Application	7
4	Submission of Mining Plan	10
5	Approval of Mining Plan	10
6	Application for Previous Approval	6
7	Granting of Previous Approval	5
8	Application for Forest Clearance	8
9	Grant of Forest Clearance	5
10	Application of EMP Clearance	8
11	Grant of EMP Clearance	5
12	Obtaining of Mining Lease	5
13	Application of Land Acquisition	8
14	Completion of Land Acquisition	4
15	Application for Coal Controller's Permission	2
16	Approval of Coal Controller	2
17	Commencement of Coal Production	2
	Total	100

ANIL KURE-2

935

Details of participants attended 4<sup>th</sup> meeting of Inter-Ministerial Group (IMG) held on 03.09.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks.

Sl. No.	Name & Designation	Ministry/Department/Office	Contact No.	Signature
1	P. S. S. Reddy, Director	Ministry of Coal	9522883500	
2	J. Acharya	Coal Land Min	9432645213	
3	B. N. Basu	DT, CIMPDI	9934012606	
4	SURESH CHANDRA	M/o Law & Justice, DELA	9613664805	
5	Talleen Kumar	JS, DIIP	9560133838	
6	Anna Roy	JS, DEA	9971661970	
7	SANDHYA RAMCOI	Director, Ministry of Steel	23063770	

27



936

8	V. ABIRAN	DR, MOP	23711354	18/11/20
9	ICP Keshan	JS, MDP	23714367	22
10	A. K. Bhalu	JS, MOP	23586224	21
11	Uma Srinivas	DT, MOP, MOP	8376084784	20/11
12	A. A. SRIVASTAVA	ISL-FA	9810146784	20/11
13				
14				
15				
16				

1035

No. 13011/2/2011-CA-I  
Government of India  
Ministry of Coal

New Delhi the 10<sup>th</sup> September, 2012

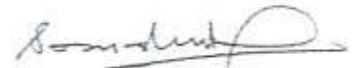
OFFICE MEMORANDUM

Sub: Minutes of the Fifth Meeting of the Inter-Ministerial Group (IMG) held on 6<sup>th</sup>, 7<sup>th</sup> & 8<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Fifth Meeting of the Inter-Ministerial Group (IMG) held on 6<sup>th</sup>, 7<sup>th</sup> & 8<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action.

The Sixth meeting of the IMG will be held on 12<sup>th</sup> September at 3.00 p.m. in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi. All concerned are requested to make it convenient to attend the meeting. The agenda of the meeting is to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation. The status paper will be circulated shortly.

Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri A.C.R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi.
8. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
9. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal
10. Ms. Anna Roy, Director, Deptt. of Economic Affairs, North Block, New Delhi.
11. Shri Sanjay Mangal, Director, Ministry of Steel, Udyog Bhawan, New Delhi
12. Shri Appa Rao, Director, Ministry of Power, Shram Shakti Bhawan, New Delhi.
13. Shri A. Acharya, Coal Controller
14. Shri B.N. Basu, Director, CMPDIL

Copy for information to:

1. PS to Minister of Coal
2. PS to Minister of State for Coal
3. Sr. PPS to Secretary (Coal)
4. PPS to AS(Coal)



1036

MINUTES OF THE FIFTH MEETING OF THE INTER-MINISTERIAL GROUP (IMG) HELD ON 6<sup>TH</sup>, 7<sup>TH</sup> & 8<sup>TH</sup> SEPTEMBER, 2012 AT CIL OFFICE, CGO COMPLEX, NEW DELHI UNDER THE CHAIRPERSONSHIP OF ADDITIONAL SECRETARY(COAL)

Members as per list enclosed at Annex-I, II & III attended the meetings of the IMG on 6<sup>th</sup>, 7<sup>th</sup> and 8<sup>th</sup> September, 2012. Additional Secretary (Coal) welcomed the members to the meeting including JS, DEA who was attending the meeting for the first time. At the outset the minutes of the previous meeting held on 7.8.2012 were discussed JS(Power) suggested that in para 5 the words "recommend imposition of BG" may be substituted with "may consider recommending imposition of BG". With this correction, the minutes were confirmed.

2. The companies allocated coal blocks were invited to make presentations in respect of the replies given to show cause notices as per the list enclosed at Annex-IV. According to the notices issued to them for attending the meeting of the IMG, the companies were also asked to provide the following at the time of presentation:-

- a. The documents indicating current status duly certified by the authorized representative (duly authenticated documents supporting the status shown may be kept available for perusal of IMG, if required)
- b. Details of investment made vis-à-vis the planned investment in development of coal block duly certified by Chartered Accountant. Investment in respect of end-use plant may be separately indicated with due certification.
- c. Progress of implementation of end-use plant.

3. The CA certificate and physical progress as reported by the Companies was taken on record. However, IMG noted that there is no mechanism to verify the correctness of data furnished by the allottees except in the cases where power plants monitored by CEA are the end use plants. Representative of Ministry of Steel and DIPP also mentioned that they do not have agencies for monitoring the progress of the end-use plants. As such the self certification by allocatees and progress furnished by Coal Controller is to form the basis of review and recommendations by the IMG. The authorized representatives were then given an opportunity to be duly heard by the IMG.

4. On the basis of various suggestions received from some of the Members and subsequent discussions, the IMG desired that in order to facilitate further deliberations, the Coal Controller/MoC will provide a status paper for each case indicating the following:-

- i. Terms and conditions of allotment and subsequent revisions, if any;
- ii. Slippages against milestones as stated in the SCN,
- iii. History of previous reviews and action taken;
- iv. Condonation of delay or extension of zero date granted if any and permissible grace period if any; whether any request for condonation is pending with Ministry;
- v. Litigation and orders of the court if any;
- vi. Summary of reply of the company including reasons for delay;



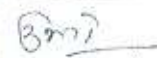
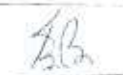



- vii. Comments of MoC with respect to issues pertaining to delay in purchase of GR, transfer of surface rights by coal companies, sanction of mining plan etc.

5. The next meeting of the IMG will be held on 12<sup>th</sup> September at 3.00 p.m. to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation. The status paper may be circulated to all members in advance.

959  
6-9-12

ANNEXURE -

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 06.09.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks.

Sl. No.	Name & Designation	Ministry/Department/Company	Contact No.	Signature
1	A.C.R. DAS Inv. ADKER	STEEL	23061064	
2	SANJAY MANGAL, DIRECTOR	Ministry of Steel	23063770	
3	Uma SHANKAR	Adm. Offr., MOC	8376084784	
4	B.N. Basu	CMPDI	9934012006	
5	A. Acharya	Coal Controller	9432645213	
6	P. S. S. Reddy Director	MOC	9582883507	
7	S. K. Bhattacharya JS	M/o Coal	9610421244	



960

8	AA SRIVASTAVA JSEFA	MOC	9810146784	Angar
9	SURESH CHANDRA JSEFA	MCL, JST	9813664805	Sachin
10	ICP Keshari	JS, MOP	9910322000	\$
11	V. ROLLAN	DSA, MOP	8800519901	hd
12	Anna Roy	Dir, DCA	9971661990	ARoy
13	Prabuddh Sharma	SS DSA	9999107444	@RS
14	Tallan Kumar	JS, DIP	23063838	th
15				
16				

(961)

ANNEXURE -

(ALLOCATEES)

6-8-12

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 07.09.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks.

(REPRESENTATIVES OF ALLOCATEE COMPANIES)

Sl. No.	Name & Designation	Ministry/Department/Company	Contact No.	Signature
1	Amitabh Mudgal Sr. V.P. (Policy & Coord.)	Ministry of Coal	9810064941	Amitabh
2	Sandeep Tagoalva CMD.	Ministry of Coal		Sandeep
3	Anup Agrawalla	Castro Mining Ltd.	982006525	Anup
4	K. Ghosh	Castro Mining Ltd.	9470148174	K. Ghosh
5	Hanuman Singh	FHISL	9818380237	Hanuman
6	Ramesh Jayaswal Jayaswal Recod Ltd.	Mr. S. K. Martin	930200114	Ramesh
7	R K KAPUR USHA MARTIN		9350001971	R K KAPUR

①

562 (2)









NAME/DESCRIPTION PARTS OR COMPONENTS			CENTRAL NO.		DATE	
8	A.K. SHRIVASTAVA	Corporate Ispat Alloys Ltd.	09325490005		9/2	6/9/12
9	P.K. Sharma		9334383151		15	
10	VIJAY KUMAR	DOMCO			14/7/12	
11	Nirmal K. Agarwal	Adhesive Alloys & Powders Ltd.			25	
12	Satyaj Prasad	Adhesive Alloys & Powders Ltd.	09437231940		20/11/12	
13	G.C.P. Agarwal	Pantagay Steel & Pipes Ltd.	09437040652		25/11/12	
14	G.P. Pandey	Shankar Ispat Pvt. Ltd.	08292526669		21/11/12	
15	P.K. Sharma	Electrocoat Coatings Ltd.	9334383151		15	
16	Sudhesh Jethy	Chemik Alloys & Powders Ltd.	9921490602		17	

923

NAME / DESIGNATION NAME OF COMPANY

CONTACT NO.

SIGNATURE

17	ABHISHEK KUMAR	SHARADHA ISPAT PVT LTD	9958971599	
18	M. H. DI	FLUOROCARBON & CHEMICALS	9933143126	
19	V. K. Jain	Wan. Gelfordic (P) Ltd	9372336072	
20	Anil Deshmukh	Wan. Gelfordic (P) Ltd	9326222611	
21	Ashok Mundhara	—	9372152881	
22	Ashim Kr. Bhutia	Nilachal Iron & Power	9331827568	
23	Gaurav Tajodia	"	9233760000	
24	Sankar Hazarika	DO	933143126 <del>933143126</del>	
25				





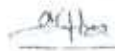




ANNEXURE

964




7-9-12

Details of participants attended 5<sup>th</sup> meeting of Inter-Ministerial Group (IMG) held on 07.09.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks.

Sl. No.	Name & Designation	Ministry/Department	Contact No.	Signature
1	A A SRIVASTAVA JSRFA	MOC	9810146784	
2	B. N. Bhatnagar	CMEDY	9934012606	
3	A. Beharwal	Coal Controller	9432645213	
4	P. S. S. Reddy	Director, MOC	9582883500	
5	A. C. R. Das Industrial Advisor	MOS	23061064	
6	SANJAY MANGAL Director	Ministry of Coal	21062770	
7	V. Anand Rao	DEP, MOP	23211354	

8038

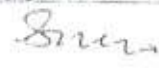






960

8	Surat Alauda 75644	N/D kaw	903604801	Boch
9	ICP Kresnan	JS, MDP	icp.kresnan@india- western@gnat.com	
10	Rabuh Sore	JS, DSA	2309-25581	on
11	A. K. Rada	JS, MC	9650412244	
12	D. N. PRASAB	Aku (P) MC	23383356	stl
13	Tallen Kuri	JS, DIP	23063838	
14				
15				
16				

(ALLOCATEES) (7-8-12)

ANNEXURE - 966

Details of participants attended 5<sup>th</sup> meeting of Inter-Ministerial Group (IMG) held on 07.09.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks.

Sl. No.	Name & Designation	Name of the company	Contact No.	Signature
1	Satyaj Pratap Executive Director	Adhunik group	90137231940	
2	Nirmal Kumar Agarwal	Adhunik Metaliks Ltd	9831252572	
3	ANIL JOSHI	Bhush Steel Ltd	9811792199	
4	Sanjeev Kapoor	Bhush Steel H-1	9811798021	
5	RAJENDER SHARMA Exe. (Corporate)	Vish Steel Ltd.	9899863150	
6	SUBHASH JETLY	Adhunik Metaliks Ltd.	9921490606	
7	NEELAM KUMAR	BEL - H-1	983082161	

40









17	INIL AHUTD	Bhuvan Steel Ltd	9810067900	CLU
18	Mangal	do -		
19	ATAY SATHAY	9ATH STEEL LTD	9212009662	by order
20	R. G SHIVELA	Concast Steel & Power Ltd (formerly SPS Steel & Power Ltd)	8060642005	(reimbursable)
21	Chetan Kumar	Concast Steel & Power Ltd (formerly SPS Steel & Power Ltd)	9926479691	Co. Co.
22	HEMANT DATTARAM	NARAYAN POWER & STEEL LTD	9810089799	
23	Amal Gupta	Powercom Power & Steel (P) Ltd.	9668124212	NA
24	Disha Chatterjee	Tata Sponge	8908114300	WILSON
25	T.P. Chatterjee	Rail Power		20

84 42

968








	NAME & Designation	Address of Company	Contract No.	Signature
8	NIRMAL STEEL (MO)	ADHUNIK METALLICS LTD.	X	X
9	SANSAZ REPAIR (CORROSION)	"	X	X
10	T.K. PARTHA V.P.	VISHA STEEL LTD.	981035190	V. Mohan
11	Neelchand & Son	S.N.C. Patel Construction Ltd.	999964477	CP
12	C.P. Aggarwal	Sare Power Generation Ltd.	9810325715	CP
13	Vikas Ramesh	— DO —	9810155883	Vikas
14	S.K. Choudhary	ORISSA SPONGE IRON & STEEL LTD.	9899368502	Sachin
15	Deepak Gupta	DETAX STEEL & POWER LTD.	08018504568	Deepak
16	Kapil Dey	Bhushan Steel Ltd.	9372210189	K.D.

26	VITAY KACHROS	SASAR POWER	932265268	
27	SOMAK DAS	SASAR POWER	932265268	
28	ASTHANI KUMAR	SASAR POWER	9310950901	
29	S. R. P. SINGH	JINDAL POWER LTD	9819604511	
30	R. S. SHARMA	JINDAL POWER	0852162163	
31	Anand Goel	Jindal Steel & Power LTD.	99555 99555	
32	Dr. O. P. Jha	Jitpur Coal Block Jindal Steel & Power	9771496890	
33	RAJESH SHARMA	JINDAL STEEL & POWER LTD.	9121192911	
34	Manish K. S. S. S.	Jitpur Coal Block	9771496890	

for O.P. Jha Jitpur 9771496890

970

Details of participants/ALLOCATEES attended 5<sup>th</sup> meeting of the Inter-Ministerial Group (IMG) held on 07.09.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks.

Sl. No.	Name & Designation	Name of the Company	Contact No.	Signature
35	SANJAY AGGARWAL VP - Projects	TATA POWER	984802728	
36	R.K. KASLIWAL	HINDALCO	9702047063	
37	VINOD K VERMA	HINDALCO	9990000260	
38	ARUN SRIVASTAVA	TATA POWER	9511009211	
39	VR KOCHHAR	TATA POWER	9810272731	

44

971

40	M. RAVE	HINDALCO LTD	9990202119	Rno
41	AMIT JAIN	TATA POWER	925008965	Amritin
42	Ashok Machher	Hindalco	9594051011	1-10 Mar
43	PRADEEP SAMANT	TUBED COAL MINES LTD	9434108090	Pradeep Samant
44	CSIR ISI HARWANE	DB Power Ltd	9819809002	CSIR ISI
45	BHARAT AGRAWAL	DB Power Ltd	9872260650	WBS

45



46	PANKAJ SINGH	DB Power Ltd	99534898	
47	Vaishanvi Agarwal	DB Power Ltd	9833110922	gov
48	B. K. Pandey	Guk Power	9177548444	IL
49	P. S. Prasad	Arcelormittel	9934158870	
50	M. P. Singh	-do-	9871996948	
51	V. K. Bhatnagar	-do-	9757046033	IL
52	S. Raj Choudhary	-do-	9771410879	gov
53	S. Raj Choudhary	Guk Power		
54	P. B. Capton	"	9810047907	gov
55	P. V. Prasad Rao	Guk Power	9849077777	PIDC

973

56	S. K. Aggarwal	Garita Power	9833000103	Aggarwal
57	S. P. Lavan	C. U. Power	9773000005	Sh
58	V. K. Aggarwal	Sangha Iron & Steel Co. Ltd	9326910294	Ukr
59	D. K. Jais	Rungta Mines Ltd	9431131367	1 Steel
60	S. Ratan	Rungta Mines Ltd	9431110061	Rup
61	J. Sonu	M/s Sanghvi Iron & Steel Co	9818477158	Bar
62	Pavan Kumar	-do-	988669818674584	L
63	D. Arul Chand	Rungta Mines Ltd	9810707194	Ukr
64	Vivek Kumar	Rungta Mines Ltd	9431734578	Vandana
65	H. J. N. N. N. N.	Rungta Mines Ltd	9431310312	Arora






Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 08.09.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	Contact No. / e-mail	Signature
1	SURESH CHANDRA JS & LA	M/o Law : D/o Legal Affairs		Secy
2	ICP Keshari JS	MOP		
3	V. APPARAO DER	MOP	23711394	VAnu6
4	SANJAY HANSAL Director	MOS	23063770	SJ
5	Talleen Kumar JS	JS, DIP, MOC & C.	23063878	K
6	Anna Roy, Dir	BEA, Mof	22093314	ARoy
7	I C R. DAS Intl. Advisor	Steel.	23061064	ICR
8	A A Srinivasan JS & LA	MOC	9810146786	Agn.

974

8h 4h

875

Name / Designation		Ministry / Department		Contact No.		Signature	
9	A. V. Ramesh JS	Ministry of Coal		9650422244			
10	K. M. Prasad Asst. Secy (P)	Ministry of Coal		23083536			
11	P. S. S. Reddy Director	Ministry of Coal		933844594			
12	B. Behar	Coal Controller		94376-65713			
13	B. N. B. Rao	C.M.P.D.		9934012606			
14							
15							
16							
17							
18							












976

Details of participants / representatives of allocatee companies made presentation before Inter-Ministerial Group (IMG) meeting held on 08.09.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	Contact No. / e-mail	Signature
1	L K Modi M.D. B.S.I.C.	Bihar Spunge Iron Ltd	+91-11-26451594	[Signature]
2	SUNIL GUPTA Director (P.R.)	"	+91-9873031333	[Signature]
3	S.D. Gang	"		[Signature]
4	Dinesh Anand	Bihar Spunge Iron Ltd.	9818555404	[Signature]
5	2 R. Srin	Gondkhari Coal Block	9449876641	[Signature]
6	A K Cawota	Gondkhari Coal Block	9823054560	[Signature]
7	Manish Kumar	Gondkhari Coal Block	9811104175	[Signature]
8	KC BIRLA	Bhaskarpur Coal Block	9702157000	[Signature]

50

977

Name, Designation		ALLIANCE COMPANY	CONTACT NO.	SIGNATURE
9	R.M. Gupta Sr. Executive President	Grisson (India) Ultra Tech Concrete Ltd.	02266928035	
10	Narendra Datta Director - Tech.	Electrotherm (I) Ltd.	02717-2345557	
11	Ram Singh Director	Electrotherm (I) Ltd.	02717-2345557	
12	Sanjay Mantri Vice President (F&C)	Ultra Tech Cement Ltd.	0141-2378141	
13	M. RAU SHANLAL	ULTRATECH LTD	9990202119	
14	SUNIL BAGGA Sr. General Manager	Ultra Tech Construction Co. (India)	9990202105	
15	RAHUL TILAK Project Manager	Bharat Pura Coal Co. Ltd.	8435800990	
16	Ramkrishna K. Asst. Manager	Ultra Tech and Co.	9990202112	
17	ALOK GUPTA Sr. VP (Projects)	Lafarge India Ltd.	9990202114	
18	Ujjwal Bhatia MD	Lafarge India Ltd.	9777785500	

Page

Sl. No.	Name of the Candidate	Candidate's Details		Signature
		Roll No.	Registration No.	
19	R. P. Talsania	15752	9910737858	
20	S. C. Dahi	15753	991050289	
21	Rahul K. Goshal	15754	9910737858	
22	C. K. Bansal	15755	9910737858	
23	KARLISHA SHARMA	15756	9910737858	
24	ALOK GUPTA	15757	9910737858	
25	SUNIT P. B. Y.	15758	9910737858	
26	N. C. Kumbhakar	15759	9910737858	
27	B. K. Paul	15760	9910737858	
28	A. C. Sharma	15761	9910737858	

NAME / DESIGNATION		ALL INDIA COMPANY		CONTACT NO.	
29	R. D. NARAYAN, IAS	HEL. ISSU to GOMATI ARC		9418088498	<u>NR</u>
30	B. S. NARAYAN, IAS	JK HILLER B. S. Narayan		98316 8702	<u>B. S. Narayan</u>
31	P. D. NARAYAN, IAS	Emta (CAR LTD)	(033) 36513554		<u>P. D. Narayan</u>
32	SURESH SHARMA	MUKANDS LTD.		09820140000	<u>SR</u>
33	VIREN MITAL	MUKANDS LTD.		09820255419	<u>V</u>
34	P. K. PALL	CEEC (ICML)		08820899991	<u>PK</u>
35	T. K. NATTA	CEEC LTD.			<u>TK</u>
36	S. MITAL	CEEC LTD.		098331284410	<u>SK</u>
36	G. BANERJEE	CEEC LTD.		09831288408	<u>G</u>
38	V. KUMAR	CEEC LTD.		09831004379	<u>V</u>



Sl. No.	Name / Designation	Address / Company	Phone No.	Signature
39	Sanik Gupta MD	SKS IPAT & Power LTD	9821049120	Signature
40	Deviyani Gupta JMD	SKS IPAT & Power LTD	9852122999	Signature
41	H. Saay	SKS IPAT & Power LTD	7389928599	Signature
42	Ajay Vishnoi	SKS IPAT & Power LTD	9818110896	Signature
43	Amit Kumar	SKS IPAT & Power LTD	8527701110	Signature
44	Pankaj	SKS IPAT & Power LTD	9952185777	Signature
45	Abhay Lodha	Topworth Vija & Metal LTD. (Formerly known as Shree Virangana Steel Ltd.)	9818760564	Signature
46	Vinod Kumar Sharma	TOPWORTH VISTA-1 METALS LTD.	9650790668	Signature
47	Mr. S. K. Mittal	TOPWORTH VISTA-1 METALS LTD.	9650790668	Signature
48	AJAY SAHAY	TATA STEEL LTD.	9212009667	Signature

Sl. No.	Name / Designation	Name of Company	Contract No.	Signature
49	PANKAJ SATHI	TATA STEEL LTD	9802082533	Pankaj Sathi
50	Sanjay Pathan	Tata Steel Ltd	9234882099	Sanjay Pathan
51	SUBRATA DAS	Tata Steel Ltd	9126167204	Subrata Das
52	R.P. Goyal	Bhushan Power & Steel	9915082664	R.P. Goyal
53	Sanjay Singhee	Do	9810002620	Sanjay Singhee
54	S. C. Vadga	Do	9811798178	S. C. Vadga
55	S.C. Jain	Shree Mahavir Ferro Alloys Pvt Ltd	91437045318	S.C. Jain
56	MANISH KUMAR	Do	9938277776	Manish Kumar
57				
58				

1041  
MOST IMMEDIATE

No. 13011/2/2011-CA-I  
Government of India  
Ministry of Coal

New Delhi the 13<sup>th</sup> September, 2012

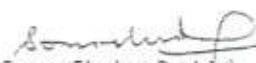
OFFICE MEMORANDUM

Sub: Minutes of the Sixth Meeting of the Inter-Ministerial Group (IMG) held on 12<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Sixth Meeting of the Inter-Ministerial Group (IMG) held on 12<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action.

2. The Seventh meeting of the IMG will be held on 14<sup>th</sup> September at 4.00 p.m. in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi. All concerned are requested to make it convenient to attend the meeting. The agenda of the meeting is to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation on 6<sup>th</sup>, 7<sup>th</sup> & 8<sup>th</sup> September, 2012.

Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A.K. Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri J P Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
8. Shri A.C.R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi.
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
10. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal
11. Ms. Anna Roy, Director, Deptt. of Economic Affairs, North Block, New Delhi.
12. Shri Appa Rao, Director, Ministry of Power, Shram Shakti Bhawan, New Delhi.
13. Shri A. Acharya, Coal Controller
14. Shri B.N. Basu, Director, CMPDIL



045

**MINUTES AND RECOMMENDATIONS OF THE 6<sup>th</sup> MEETING THE IMG HELD ON 12<sup>TH</sup> SEPTEMBER, 2012 AT CIL, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)**

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting. The minutes of the fifth meeting held on 6<sup>th</sup>, 7<sup>th</sup> and 8<sup>th</sup> September, 2012 were confirmed.

Before starting deliberations, the IMG noted that status paper has been provided in respect of the cases for which the files are available with the Ministry of Coal. IMG was informed that the files in respect of other allocatees who have made presentation before the IMG are yet to be returned by CBI.

Before deliberating on individual cases, the IMG deliberated upon the broad parameters which may constitute substantial progress of coal block. It was decided that purchase of GR, Approval of Mining Plan, Grant of EC, status of FC and progress made in land acquisition shall constitute basic requirement. Physical status of EUP, investment made and expected date of opening of mine and commissioning of EUP shall also be a material consideration. Where there is no provision for BG and the block is not found fit for de-allocation and there is substantial progress, the IMG may recommend that the allocatee may be asked to submit a BG. The amount of BG that may be asked for would be fixed factoring in the time elapsed since date of allotment.

The IMG then took up individual cases and made recommendations as below after due deliberation and consideration of all material made available.

**M/s Monnet Ispat & Energy Limited (Utkal B2)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that the company has neither developed the coal block nor set up the end use plant despite a lapse of 13 years from date of allotment i.e. 16/08/1999. IMG also noted that the company has obtained both EC and FC clearance and 218 out of 295 acres land is already in possession. Investment made as per CA certificate submitted by the company is 7667.18 lakhs. The company is also in an advanced stage of setting up washery plant under NEDO assistance from Japan based on latest technology. During presentation the company argued that entire delay was not attributable to them and they assured that they will be in a position to open the mine by March 2013.



In view of the above substantial progress the IMG did not consider it appropriate to recommend deallocation of the block at this stage. Even though as per the terms and conditions of the allocation the necessary action for obtaining mining lease and to comply with various legal commercial requirement was to be taken by the company within six months and it thus stands in breach of the terms and conditions of allocation, it may at this stage be asked to submit BG amounting to three years royalty within a period of one month from date of letter in this regard failing which the block may be deallocated.

The company assured that the mine will be opened by March 2013. The IMG also recommended that in case the mine is not opened by March 2013 the block may be deallocated and BG forfeited in full. The IMG also noted that the company has assured that commissioning of end-use plant will be synchronized with coal production. As reported by the company, an investment of about Rs. 28 crore has been made in the washery and a further Rs. 8-10 crore has been spent on acquisition of land for the end-use plant.

#### **M/s Castron Mining Ltd(Bramhadih)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that the mine in question is an underground abandoned mine of Coal India Ltd. for which all necessary clearances were available yet except for a small period in between, mining is not being done even after the elapse of 13 years from the date of allocation of the coal block i.e. 1.9.1999. The company informed that 19000 MT of coal was produced in 2005 and is lying at the pithead. Subsequently there was a order of Hon'ble Kolkata High Court in 2003 on which there was further correspondence between State Government and Coal Ministry. IMG noted that the litigation was a family dispute of the allocatee as such the delay was their own creation. The IMG also noted that the allocatee has not taken any step to set up an end-use plant and at the time of presentation even took the plea that since the allocation letter does not specifically mention an EUP, he has not set up the plant and can take it on lease from its sister concern if required. The assertion of the allocatee is patently not maintainable because under the provisions of the Coal Mine (Nationalisation) Act, 1973 the coal block was allotted for captive mining and no private company is permitted to undertake coal mining except for specified end uses. Also the mine opening permission granted by Coal Controller on 15.2.2005 was subject to the condition of setting up of coal washery and EUP.

The company maintained that it has made an expenditure of Rs. 17 crore on Overburden removal and manpower. However, the IMG noted that the company has failed to furnish the CA certificate in support of even this investment as it was required

1045

to do vide notice dated 4.9.2012. The IMG also noted that the company was not in a position to obtain mine opening permission after the demerger as it does not have an end-use plant and has taken no step for setting it up either. There is no provision for BG in the allocation letter. The IMG therefore recommends that the coal block be deallocated.

**M/s Field Mining & Ispat Ltd. (Chinora and Warora (Southern Part))**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the company and the latest status paper presented to the IMG. The IMG noted that the coal block was allocated vide letter 08.10.2003. Despite notice dated 4.9.2012, the company did not make any presentation or submit certificate of CA regarding investment or physical progress in the meeting of IMG. However, another letter dated 6.9.2012 was delivered by a messenger. The IMG noted that the company has neither made any progress towards the end-use plant nor has made serious efforts for the development of coal block. The IMG also noted that there are court cases, which do not prohibit action against the company by the Government. There is no provision for BG in the allocation letter.

In view of the above, the IMG recommends that the coal block may be de-allocated.

**M/s DOMCO Smokeless Fuels (P) Ltd. (Lalgarh (North))**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that there is no progress for mining the coal block since its allocation on 08.07.2005 and even mining plan has not been approved so far as initially the company presented two different mining plans by two different persons both claiming to be the Managing Director of the company. The company has yet to submit the clarifications called for by the Ministry. The IMG noted that due to dispute within the allocatee company there has been an inordinate delay in development of the block and there is no progress in development of EUP. The CA certificate has not been submitted for investment made by the allocatee. In view of the above, the IMG recommends that the coal block may be de-allocated with full forfeiture of the Bank Guarantee.

**M/s Shree Virangana Steels Limited (Marki Mangli II, III & IV)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that the block was allocated on 6.9.2005 and has come into production on 15.12.2011 and the EUP is operational as



per the status report. In the review meeting held in July 2010 it was recommended that BG should be deducted. IMG reviewed current status and taking into account delays on the part of the allocatee recommended that in view of substantial progress, the may not be deallocated. However, BG should be deducted as per formula contained in para (viii) of the allocation letter with reference to the normative date of coal production i.e. 6.3.2009 and calculation of slippage for start of production may be calculated accordingly.

The above recommendation of the IMG on deduction of BG is without prejudice to any other action which may be warranted on account of change of name and change of share holding of the allocatee company, which are issues beyond the scope of IMG.

It was decided that the remaining cases will be taken up in the next meeting of the IMG on 14.9.2012 at 4.00 pm. The meeting ended with the vote of thanks to the chair.

\*\*\*\*\*

1047

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 12.09.2012 at 3.00 PM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	Contact No. / e-mail	Signature
1	Anna Roy, Dir	DEA, Mof	23093314	A Roy
2	Talwar Kumar	JS, DIP, MOCCE	23063838	<u>T</u>
3	J.P. Shukla	J.S. Min/Steel	23063854	G.P. Shukla
4	A.C.R. Das	IA, M/o Steel	23061064	<u>ACR</u>
5	V. Appadurai	OSR, MOP	23211394	V. Appadurai
6	ICP Keshari	JS, MOP		<u>K</u>
7	SURESH CHANDRA	JS&LA AO/O Land	23381589	<u>S. Chandra</u>
8	B. N. Bazar	CMPPD		<u>B.N.</u>

61



1048

NAME/DESIGNATION	MINISTRY/DEPARTMENT	CONTACT/PHONE	SIGNATURE
9	AA Srivastava	PO & FA MOC	Agarwal
10	A U Bhalla	JS (Mun. & Local)	Agarwal
11	P. S. S. Keshav	Director, MOC	Agarwal
12	D N Prasad	Asst. (Genl), MOC	Agarwal
13	A. Acharya	Genl Controller	Agarwal
14			
15			
16			
17			
18			

62

1053  
MOST IMMEDIATE

No. 13011/2/2011-CA-I(Vol.II)  
Government of India  
Ministry of Coal

New Delhi the 15<sup>th</sup> September, 2012


OFFICE MEMORANDUM

Sub: Minutes of the Seventh Meeting of the Inter-Ministerial Group (IMG) held on 14<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Seventh Meeting of the Inter-Ministerial Group (IMG) held on 14<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action.

2. The Eighth meeting of the IMG will be held on 15<sup>th</sup> September at 2.00 p.m. in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi. All concerned are requested to make it convenient to attend the meeting. The agenda of the meeting is to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation on 6<sup>th</sup>, 7<sup>th</sup> & 8<sup>th</sup> September, 2012.

Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri J P Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
8. Shri A.C.R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi.
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
10. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal
11. Shri Appa Rao, Director, Ministry of Power, Shram Shakti Bhawan, New Delhi.
12. Shri A. Acharya, Coal Controller
13. Shri B.N. Basu, Director, CMPDIL

MINUTES AND RECOMMENDATIONS OF THE 7<sup>th</sup> MEETING OF  
THE IMG HELD ON 14<sup>TH</sup> SEPTEMBER, 2012 AT CIL, SCOPE  
COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE  
CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting. It was noted that minutes of the 6<sup>th</sup> meeting were recorded in the meeting itself and were confirmed.

2. Before starting deliberations, the IMG noted that status paper has been provided in respect of the cases for which the files are available with the Ministry of Coal. IMG was informed that those cases are being put up, the files of which are received back from CBI.

3. The following cases were taken up for discussion and the IMG made recommendations as below after due deliberation and consideration of all material made available:

M/sTata Steel Ltd. (Kotre Basantpur and Pachmo)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 7 years have elapsed from the date of allotment i.e. 11.8.2005. The IMG further noted that Pachmo block is contiguous with Kotre Basantpur block and single mining plan has been approved for both the blocks. Later Kotre Basantpur block came under No-go category. The show cause notice was earlier issued on the basis of review in July, 2010 in respect of both the blocks. The committee in its meeting held on 20<sup>th</sup> January and 4<sup>th</sup> February, 2011 did not recommend any action in respect of Kotre Basantpur as it had been categorized in the No-go category. However, deduction of BG in respect of Pachmo along with other blocks which were not in No-go category was recommended. The IMG took note that Kotre Basantpur block is non severable from Pachmo block in view of the single mining plan already approved. IMG also noted Pachmo block cannot be mined separately and that the company is taking action for development of Kotre Basantpur block. Investment made in the Kotre Basantpur coal block as per CA



1055  
certificate submitted by the company is Rs. 68.31 crore. The company has also commissioned its end-use plant. As reported by the company, Rs. 2252 crore investment has been made on the end-use plant which is linked to both Kotre Basantpur and Pachmo blocks.

In view of the above position, IMG recommends that no deduction of BG or de-allocation in respect of Pachmo block by itself is warranted at this stage.

M/s Usha Martin Ltd. (Lohari)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 7 years have elapsed from the date of allotment i.e. 24.8.2005. IMG also noted that the company has purchased the GR and the mining plan is approved, EC has been obtained and FC in respect of 58.75 ha categorized as Jungle Jhari is pending and company hopes to obtain stage-I clearance by March, 2013. 100 acres out of 1005 acres land is already in possession. There is a delay of 3 years and 5 months in surrender of surface and mineral rights from CCL to State Govt. An investment of only Rs. 11.16 crore has been possible in the coal block because of various delays in development of block. The end-use plant is in an advanced stage and as per CA certificate, Rs. 241.66 crore investment has been reported on it including the captive power plant. During presentation, the company argued that the delay was not attributable to them and they assured that they will be in a position to open the mine by September, 2013. The application for grant of prior approval has already been forwarded by the State Government to the Ministry of Coal on 26<sup>th</sup> March, 2012. Under the terms of allocation, deduction of BG related to shortfall in production as per mining plan has been provided for.

The IMG had earlier recommended de-allocation in this case on the basis of progress reports made available to it. Subsequently after giving an opportunity of hearing to the allocatee and taking the updated status and all factors into account, particularly time taken by CCL in surrendering the surface and mineral rights, investments made and substantial physical progress, the IMG reviewed the matter



and also noted that grace period is permissible in the allocation letter. The IMG therefore recommends that further time of 3 years and 5 months may be granted from the normative date of production i.e. 24.2.2009 and deduction of BG as per formula mentioned in the allocation letter may be calculated from revised normative date.

**M/s Gupta Metaliks & Power Ltd. & Gupta Coalfields (Nerad Malegaon)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that six years and eight months have elapsed from the date of allotment i.e. 13.1.2006. IMG also noted that the company has purchased the GR and the mining plan is approved, EC has been obtained and 200 acres out of 450 acres land is already in possession. Investment made in the coal block as per CA certificate submitted by the company is Rs.18.21 crore. The company has commissioned its end-use plant and power plant. As per CA certificate, Rs. 861 crore investment has been reported on the end-use plant and power plant. During presentation, the company argued that the entire delay was not attributable to them. They assured that they will be in a position to open the mine by November, 2012. Though the block was allocated as an explored block, the allocatee was required to undertake additional drilling for preparing mining plan as the GR available did not provide sufficient data. There was delay of 9 months in getting permission for drilling from Government of Maharashtra in April, 2008 after which mining plan was prepared and approved on 23.4.2010. The company has to obtain only mining lease from Govt. of Maharashtra and prior approval of Ministry of Coal for the same has been granted on 13.4.2012.

Taking into view all factors including substantial progress and investment made, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. However, the IMG noted that deduction of BG related to shortfall in production as per mining plan is provided for in the allocation letter. Taking all factors into account, the IMG recommends that further time eighteen months may be granted from the normative date of production i.e.



1057  
13.1.2010 and deduction of BG as per formula mentioned in the allocation letter may be calculated from revised normative date.

M/s Himachal EMTA Power Ltd. & M/s JSW Steel Ltd.  
(Gourangdih ABC)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 3 years have elapsed from the date of allotment i.e. 10.7.2009 and that the company has only purchased the GR, submitted BG and obtained the approval of the mining plan. There are slippages in respect of each of these milestones also. All other milestones are pending. Even application for land acquisition is pending. Investment made in the coal block as per CA certificate submitted by the company is only Rs. 5.55 crore, the major component of which is cost of GR. The company has taken no steps for setting up the end-use plant except purchase of some land reported by one of the partners of the JV (JSW Steel Ltd. which is 50% share holder in the JV). CA certificate for investment in end-use plant is not provided. During presentation, the company assured that they will be in a position to open the mine by Mid 2015, whereas normative date of coal production is 10.1.2013.

In view of the unsatisfactory progress both in development of coal mine and implementation of end-use plants and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation. The IMG noted that the allocation letter provides for 50% deduction linked to milestones and 50% to the guaranteed production. In view of this the IMG recommends that 50% of the BG related to development of the coal block may be forfeited.

M/s Sasan Power Ltd. (Moher & Moher Amlohri extn)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 6 years have elapsed from the date of allotment i.e. 13.9.2006 and the company has opened the mine on 15.9.2011

against the normative date of 28.2.2011. The allocation of this block was made for setting up Sasan UMPP under tariff based competitive bidding. IMG also noted that as per the PPA, the first unit of Sasan UMPP is to be commissioned in May 2013. As per CA certificate submitted by the company, the investment made is Rs. 15,798 crores (Rs. 12,666 crores on end-use power plant and Rs. 3,131 crores on development of coal block).


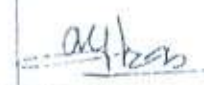

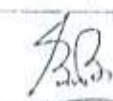
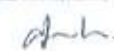



Taking into account all factors including substantial progress and investment made, the IMG did not consider it appropriate to recommend de-allocation of the coal block or any deduction from the BG.

5. The IMG confirmed the minutes as recorded above before conclusion of the meeting. It was decided to meet again at 2 PM on 15.09.2012. The meeting ended with a vote of thanks to the Chair.

\*\*\*\*\*

1059

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 14.09.2012 at 4.00 PM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.



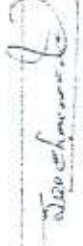


Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	J. P. Shukla J. S.	Steel	J.P.Shukla.@nic.in	
2	A. C. R. Das I.A.	Steel.	iasteel@nic.in	
3	W. Anand	Min. of MOP	3711356	
4	B. N. Suman	CMPD		
5	A. Chandra	Coal Controller	anmit.comson46 @yahoo.com.	
6	D. N. PRASAD	Adviser (P), MOC	adnp.moc@nic.in	
7	P. S. S. Reddy	Director, MOC	disca@nic.in	
8	A. K. Bhalla	JS, Ministry of Coal	ajay.bhalla@nic.in	

69

7



1060

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
9	A A SRIVASTAVA ISLFA	MOC		
10	Prabhu Sorena	DOA	2309-3558	
11	SURESH CHANDRA	M/o Road : DOLA	823381589	
12	Talleen Kumar JS	DIPP / MOCE	23063838	
13	ICP Keshari JS	MOP		
14				
15				
16				
17				
18				

GT

8

MOST IMMEDIATE

No. 13011/2/2011-CA-I(Vol.II)  
Government of India  
Ministry of Coal

New Delhi the 15<sup>th</sup> September, 2012

OFFICE MEMORANDUM

Sub: Minutes of the Eighth Meeting of the Inter-Ministerial Group (IMG) held on 15<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Eighth Meeting of the Inter-Ministerial Group (IMG) held on 15<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action.

2. The Ninth meeting of the IMG will be held on 17<sup>th</sup> September at 4.00 p.m. in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi. All concerned are requested to make it convenient to attend the meeting. The agenda of the meeting is to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation on 6<sup>th</sup>, 7<sup>th</sup> & 8<sup>th</sup> September, 2012.

Encls: As above

  
(P. Soma Shekar Reddy)

Member-Convenor & Director  
Telefax: 23384594

Copy to

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi.
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi.
6. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi.
7. Shri J P Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
8. Shri A C R Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi.
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal.
10. Shri D N Prasad, Advisor (Projects), Ministry of Coal.
11. Shri A. Acharya, Coal Controller.
12. Shri B N Basu, Director, CMPDIL.

**MINUTES AND RECOMMENDATIONS OF THE 8<sup>th</sup> MEETING THE IMG HELD ON 15<sup>TH</sup> SEPTEMBER, 2012 AT CIL, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)**

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting.

2. The IMG then took up following cases for discussion and made recommendations as below after due deliberation and consideration of all material made available.

**M/s Bhusan Power & Steel Ltd. & Mahavir Ferro Alloys Ltd. (Bijahan)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 7 years have elapsed from the date of allotment i.e. 13.1.2006. IMG also noted that the company has purchased the GR and the mining plan is approved, EC and FC are both pending and only some private land has been obtained for RR colony. Application for land acquisition is still pending. Investment made in the coal block as per CA certificate submitted by the company is Rs. 40 crores which is mainly the money deposited for land acquisition. Both the companies have operationalized their end-use plants. As per CA certificate, the investment reported on the two end-use plants is Rs. 22060 crores and Rs. 280 crores. During presentation, the company argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by the end of 2014 whereas normative date of start of coal production is 2.11.2010.

Taking into account all factors including substantial progress and investment made, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. The IMG noted that the main reasons cited for the delay was that in 2011 the Govt. of Odisha decided to stop holding public hearing for land acquisition and also asked them not to develop Bijahan block till they had completed development of another block i.e. Jamkhani block. The IMG noted that the normative date of production being 2.11.2010. The aforementioned decisions did not stand in the way of

development by 2010. The responsibility of obtaining clearances as per milestones fixed is that of the allocate company and there is provision in the allocation letter for deduction from BG in case of slippages in achievement of milestones. Taking all factors into account the IMG recommends deduction of BG as per the formula provided in the allocation letter from the normative date of production i.e. 2.11.2010.

M/s SKS Ispat & Power Ltd. (Rawanwara North)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 5 years have elapsed from the date of allotment i.e. 29.5.2007. IMG also noted that the company has lost 2 years 8 months time in the initial purchase of the GR itself on account of protracted correspondence with MOC/CMPDI which was initiated by the allocatee. The mining plan was approved on 12.7.2010. EC and FC have not been obtained. IMG was informed that the coal block having come under Tiger corridor the processing of the applications was stopped and TOR has now been issued on 30.11.2011. No land has been acquired yet. Investment made in the coal block as per CA certificate submitted by the company is Rs. 55 crores of which 34 crores is spent on GR and 14 crores on interest on BG. The company has an existing end-use plant, however, additional capacity linked to the coal block has not yet come up. No investment is reported on the end-use plant. During presentation, the company argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by January, 2013 whereas the normative date of production is 29.11.2011.

The company has been issued show cause notice on the basis of recommendations of the Review Committee in its meeting held on 20-21/7/2010 and deduction in BG was also recommended in the review meeting held on June, 2009. In the review of Jan-Feb., 2011, it was noted that later the block has fallen in Wild Life corridor. The IMG noted that neither is there substantial progress nor has substantial investment been made in the development of the coal block or end-use plant linked to



the block. The issue of buffer zone for Tiger corridor came up later and time was lost in purchase of GR. The company's request for change in zero date to the date of submission of revised mining plan i.e. 7.4.2010 has already been turned down by MOC. Taking all factors into consideration, the IMG recommends that the block may be de-allocated. The deduction of BG as per allocation is linked to shortfall in production. The IMG therefore recommends that the BG may also be deducted as per formula in the allocation letter for first year's shortfall in production from the date of normative production i.e. 29.11.2011.

**M/s Bhushan Steel Ltd. (New Patrapara)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 6 years and 8 months have elapsed from the date of allotment i.e. 13.1.2006. IMG also noted that the company has purchased the GR but the mining plan is yet to be approved. In this regard IMG noted that the exact boundary for New Patrapara could be supplied by MOC on 5.8.2011. EC, FC applications have not been made in absence of mining plan and all other milestones are pending. Rs. 170 crores has been disbursed to land owners out of Rs. 360.29 crores deposited with IDCO which has acquired 75% of the total 2700 ha to be acquired. As reported by the company a total investment of Rs. 365.74 crores mostly on land has been done but CA certificate was not provided. The end use plants of seven companies are linked with this block and all except Adhunik Corporation have commissioned the end-use plants. Total investment reported in the end-use plants is more than Rs. 5000 crores. After factoring in the time for which there was a stay order, the revised normative date of production fixed by MOC was 15.12.2010.

The IMG took note of the fact that time has been lost due to litigation between the parties for disputes which were of their own creation. The mining plan was initially submitted only for 8 mtpa capacity in August 2007 against demand of 23 mtpa and the company took 3 years to respond after the Standing Committee for approval of the

mining plan asked it to submit modified mining plan in June 2009. Though part of the block was fully explored and mining could have been started on it, however, the company took about 3 years for revising the mining plan. Huge reserves amounting to 433 MT are linked to this block. The IMG while taking into account that there is no substantial progress in development of the coal block even after issue of show cause notice on 3.11.2010, recommends that the block may be de-allocated. Regarding of deduction of BG on account of slippage from normative date of production the IMG noted that since mining plan is still at consideration stage and zero date for deduction of shortfall in production is to be determined as per the mining plan, the BG may be returned in full without any deduction.

**M/s Tata Sponge Iron Ltd. (Radhikapur East)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 6 years and 7 months have elapsed from the date of allotment i.e. 7.2.2006. IMG also noted that the company has purchased the GR with a delay of one year three months due to correspondence in respect of TDS with CMPDI and litigation regarding the same. The mining plan is approved and EC has been obtained. Stage-I clearance under FC is pending. The company reported that Rs. 160 crores is deposited for acquisition of 650 ha of land. Disbursement started in April, 2011 but was halted in between due to litigation. Rs. 87.3 crores has been disbursed. Investment made in the coal block as per CA certificate submitted by the company is Rs. 254.20 crores. There are three companies for end-use plants linked to the block. As per CA certificate, Rs. 152.41 crores has been invested by M/s Narbheram Steel and Power Ltd. but plant has not been set up. M/s SPS Sponge Iron Ltd. reported an investment of Rs. 388 crores on existing plant and Rs. 356 crores on plant under construction. M/s Tata Sponge Iron Ltd. reported Rs. 192.58 crores investment on expansion of the capacity of the end-use plant and one kiln has been commissioned. During presentation, the lead company argued that the entire delay was not attributable to them and they assured that they will be in a position to

open the mine by March, 2014. The IMG noted that the normative date of production is 7.8.2009.

Taking into account all factors including substantial progress and investment made, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. However, taking into account all factors, IMG recommends that BG may be deducted for shortfall in production as per formula mentioned in the letter of allocation and may be calculated from the normative date of production i.e. 7.8.2009.

3. IMG noted that despite continuous meetings, it has been possible after due diligence to make recommendations in respect of only 18 coal blocks whereas presentation has been taken in respect of 33 coal blocks. As such more time is required for completing the exercise.





4. The IMG confirmed the minutes as recorded above before conclusion of the meeting. The next meeting of the IMG will be held on Monday, 17<sup>th</sup> September, 2012 at 4.00 pm. The meeting ended with a vote of thanks.

\*\*\*\*\*

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 15.09.2012 at 2.00 PM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	Prabuddh Soren	SS DYA	2309-3558	BPS
2	A. K. Das	IA, MoS	23061064	A/K
3	SURAJESH CHANDRA	JS & LA: M/D Law	Q3381589	Surajesh Chandra 15/09/12
4	B. N. Baidya	CMPDI		B.N.
5	A. Acharya	Asst. Comptroller	443245213	A.A.
6	D. N. Prasad	Adviser (P), MoC		D.N.
7	P. S. S. Reddy	Director, MoC	432823500	P.S.S.
8	A. H. Khanna	JS, MoC	9630422244	A.H.



Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
9	Dr. J. P. S. J.	Dr. J. P. S. J.	23063835	
10	ICP Keshan.B	MDP		
11	J.P. Shukla JS	Steel	23063835	
12	Talleen Kumar JS	DIPP, Ho (S)	23063835	
13				
14				
15				
16				
17				
18				

1065

No. 13011/2/2011-CA-I  
Government of India  
Ministry of Coal

New Delhi the 17<sup>th</sup> September, 2012

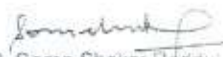
OFFICE MEMORANDUM

Sub: Minutes of the Ninth Meeting of the Inter-Ministerial Group (IMG) held on 17<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Ninth Meeting of the Inter-Ministerial Group (IMG) held on 17<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal rights blocks for information and necessary action.

The Tenth meeting of the IMG will be held on 18<sup>th</sup> September at 12.00 Noon in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi. All concerned are requested to make it convenient to attend the meeting. The agenda of the meeting is to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation.

Encls: As above

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P Keshan, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri J P Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
8. Shri A C R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
10. Shri D N Prasad, Advisor (Projects), Ministry of Coal
11. Shri A. Acharya, Coal Controller
12. Shri B N Basu, Director, CMPDIL
13. Shri N Ahmad, GM(Exploration), CMPDIL

MINUTES AND RECOMMENDATIONS OF THE 9<sup>th</sup> MEETING THE IMG HELD ON 17<sup>th</sup> SEPTEMBER, 2012 AT CIL, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting.

2. The following case placed before the IMG was taken up for discussion and the IMG made recommendations as below after due deliberation and consideration of all material made available and the status paper provided by Coal Controller and Ministry of Coal:

M/s Tubed Coal Mines Ltd. (Tubed Coal block)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 5 years have elapsed from the date of allotment i.e. 1.8.2007. IMG also noted that the company has purchased the GR and the mining plan is approved. EC has been obtained and FC is at Stage-I. 29 acres of land has been purchased directly, 160 ha. for compensatory afforestation have been identified and agreement has been signed for 235 ha. of private land. The company alleged that further action for acquisition is held up pending decision on the show cause notice. IMG noted that the State Govt. has not made any reference in this regard. Investment made in the coal block as per CA certificate submitted by the company is Rs. 44.07 crores (of which 28.4 crores is the BG). There are two end-use plants associated with the block namely Tata Power Co. Ltd. and HINDALCO Industries. Both end use plants are at the stage of land acquisition. As per CA certificate, Rs. 44.73 crores has been invested by Tata Power and M/s HINDALCO Industries has invested Rs. 23.46 crores. The company assured that the mine would be open up in the second half of 2013. IMG noted that the normative date for coal production was 1.2.2011 which has been extended to 10.1.2012 due to litigation in the matter. IMG also noted that the party which went to court is not an allocatee and that the petitioner had gone to court against the government in respect of the allotment itself in which the Hon'ble Kolkata High Court and the MOC had directed the allocatee not to go ahead in the matter.



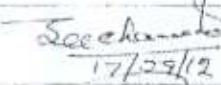





Taking into account all factors including the fact that development of the block was put on hold for some time by orders of the Court and MOC, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. However, IMG recommends that the BG may be deducted as per the terms and conditions of the allocation letter from the revised normative date of production i.e. 10.1.2012.

4. The IMG confirmed the minutes as recorded above before conclusion of the meeting. It was decided to meet again at 12.00 Noon on 18.9.2012. The meeting ended with a vote of thanks to the Chair.

\*\*\*\*\*

1073

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 17.09.2012 at 4.00 PM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	J. P. Shukla J.S.	Steel	23063854	
2	A. C. R. Das	IA, MoS	26061064	
3	SHRESH CHANDRA	an/p deice & Justice	23381589	 17/29/12
4	N. Akmal	CMPDI (Coal India)	09451904271	
5	A. Acharya	Coal Controller	amit.1012046 @ yahoo.com	
6	P. S. S. Reddy	Director, Mre	director_mre@nic.in	
7	Prabodh Saxena	BS DSA	2309-3558	
8	Talwar Kumar	J.S. DSA	2306 7833	

18=



No. 13011/2/2011-CA-I  
Government of India  
Ministry of Coal

New Delhi the 18<sup>th</sup> September 2012

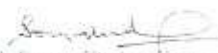
OFFICE MEMORANDUM

Sub: Minutes of the 10<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 18<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg

The undersigned is directed to enclose herewith the Minutes of the Tenth Meeting of the Inter-Ministerial Group (IMG) held on 18<sup>th</sup> September 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks for information and necessary action.


The Eleventh meeting of the IMG will be held on 19<sup>th</sup> September, 2012 at 10.00 AM in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodi Road, New Delhi. All concerned are requested to make it convenient to attend the meeting. The agenda of the meeting is to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation.

Encls. As above

  
(P. Soma Shekar Reddy)  
Member, Convenor & In-charge  
Telefax 22,84,444

Copy to:

1. Ms. Zonra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi
2. Shri A. K. Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi
5. Shri Talleen Kumar, Joint Secretary, Deptt. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I. C. P. Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri J. P. Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
8. Shri A. C. R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
10. Shri D. N. Prasad, Advisor (Projects), Ministry of Coal
11. Shri A. Acharya, Coal Controller
12. Shri B. N. Basu, Director, CMPDII
13. Shri N. Ahmad, GM (Exploration), CMPDII

*Minutes circulated during meeting on 19/9/12*  
  
19/9/12

18.5.2011. During presentation, the company argued that the delay was not attributable to them and they assured that they will be in a position to open the mine by June, 2013. The normative date of coal production was 20.8.2010. Under the terms of allocation, deduction of BG related to shortfall in production as per mining plan has been provided for.

The IMG had earlier recommended de-allocation in this case on the basis of progress reports made available to it. Subsequently after giving an opportunity of hearing to the allocatee and taking the updated status and fresh material made available, the IMG considered the matter again in pursuance of the approval of competent authority.

Taking into account all factors including substantial progress and investment made, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. However, in view of the time elapsed, IMG recommends that BG may be deducted for shortfall in production from the normative date of production i.e. 20.8.2010 in accordance with the terms and conditions of the allocation letter.

M/s Bihar Sponge Iron Co. Ltd. (Macherkunda)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that almost 4 years have elapsed from the date of allotment i.e. 5.8.2008. IMG also noted that the company has purchased the GR with delay of 2 years and 6 months. The company claimed that the delay occurred as no land schedule was available with the GR obtained by the company from CMPDIL. It was clarified to IMG that land schedule is never part of GR and this claim of the company is not tenable. The company also stated that there was delay in transfer of surface and mineral rights by CCL. IMG noted that directions resolving the issue were issued to CCL vide letter dated 15.2.2009 of Ministry of Coal. However, this did not stand in the way of timely purchase of GR. There has also been delay in submission of mining plan of 2 years and 4 months and mining plan is yet to be

MINUTES AND RECOMMENDATIONS OF THE 10<sup>th</sup> MEETING THE IMG HELD ON 18<sup>TH</sup> SEPTEMBER, 2012 AT CIL, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting.

2. The following cases placed before IMG were taken up for discussion and the IMG made recommendations as below after due deliberation and consideration of all material made available and the status papers provided by Coal Controller and Ministry of Coal:

M/s Jindal Steel & Power Ltd. (Jitpur)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 5 years and 7 months have elapsed from the date of allotment i.e. 20.2.2007. IMG also noted that the company has purchased the GR and the mining plan is approved, EC has been obtained and FC recommendation for Stage I clearance has been made by FAC on 17.8.2012 as reported by the company. Rs. 10.89 crores has been deposited in 2009 for land acquisition which got delayed because in July 2011, the State Govt. declared that the land in question requires compliance under PESA. After due process agreement with State Govt. of Jharkhand has been signed on 6.9.2012. As per CA certificate, an investment of Rs. 20.96 crores has been made in the coal block of which Rs. 16.59 crores is the BG. The company has not yet set up its end-use power plant. Land agreement has been signed on 16.5.2012 with State Govt. of Jharkhand and notification for land acquisition has been issued. As per CA certificate, Rs. 13.33 crores investment has been reported on the captive power plant. The company further reported that they are setting up an integrated steel plant at Patratu and they have already commissioned rolling mill of capacity of 1.6 MT with an investment of Rs. 1893 crores as per CA certificate. The prior approval has already been granted by Ministry of Coal on

approved. EC and FC are also not available. The transfer of land from CCL is in process and no land has been obtained so far. No investment has been made in the coal block except for purchase of 18 acres of land for compensatory afforestation in July 2012 and purchase of various reports etc. As per CA certificate submitted by the company the total investment on coal block is Rs. 8.58 crores including BG. The company has an existing end-use plant functioning since 1989 and has not indicated any additional investment after allocation of coal block. The normative date for start of production is 5.2.2013.

Taking into account all factors and that no substantial progress or investment has been made since allocation of coal block, the IMG recommends that the block may be de-allocated. However, since the normative date of production has not yet started and time has been taken in resolving the matter of transfer of surface and mineral rights, the IMG recommends that full BG may be returned to the allocatee company.

M/s Corporate Ispat & Alloys Ltd. (Chitarpur)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 7 years have elapsed from the date of allotment i.e. 2.9.2005. IMG also noted that the company has purchased the GR and the mining plan is approved. EC has been obtained. The company informed that FAC has sought further information and FC is pending. The conveyance deed has been entered into for the land and 365 acres of land has been acquired outside the lease area for OB dump. Investment made in the coal block as per CA certificate submitted by the company is Rs. 424 crores including land, CHP and washery. The company has set up its end-use plant and captive power plant has recently been lighted up as per schedule on 13.7.2012. Though CA certificate has not been provided, the company reported an investment of Rs. 511 crores on the end-use plant including power plant. During presentation, the company argued that the entire delay was not



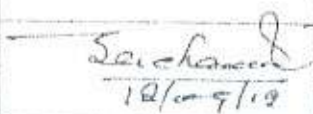

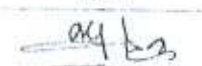





attributable to them and they assured that they will be in a position to open the mine by November 2012. The normative date of production is 2.3.2009.




Taking into account all factors including substantial progress and investment made, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. However in view of the time elapsed the IMG recommends that the BG equivalent to shortfall in production from normative date of production i.e. 2.3.2009 may be deducted as per the terms and conditions of the allocation letter.

3. It was decided to meet again at 10.00 AM on 19.9.2012. The presentation by remaining allocatees out those issued 58 show cause notices may be held on 9<sup>th</sup> & 10<sup>th</sup> October, 2012. The meeting ended with a vote of thanks to the Chair. The IMG confirmed the minutes as recorded above before conclusion of the meeting.

\*\*\*\*\*

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 18.09.2012 at 12.00 Noon under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	SURISH CHANDRA JS & LA	Mo/0 Law	23381589	 18/09/12
2	ICP Keshan JS	MOP		
3	A.C.R. DAS IA.	Mos.	23061064	
4	Prabuddh Sarma	DSA	2309-2558	
5	N. Ahmad	CMPDI (Coal / Lignite)	9-2190-1271	
6	A. Acharya	Coal Controller	9432645213	
7	D.N. Prasad	Adviser (P), MoC		
8	A K Bhatta	JS, MoC		

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
9	P. S. S. Reddy.	Director, Moc	disccas.moc@nic.in	
10	J. P. Shukla J.S.	Mm / Steel	23063854	
11	Talwar Kumar J.S.	DEPP, MOCC	23063832	
12				
13				
14				
15				
16				
17				
18				

No. 13011/2/2011-CA-I  
Government of India  
Ministry of Coal

New Delhi the 19<sup>th</sup> September, 2012

OFFICE MEMORANDUM

Sub: Minutes of the 11<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 19<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Eleventh Meeting of the Inter-Ministerial Group (IMG) held on 19<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action.

The Twelfth meeting of the IMG will be held on 20<sup>th</sup> September, 2012 at 10.30 AM in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi. All concerned are requested to make it convenient to attend the meeting. The agenda of the meeting is to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation.

Encls: As above

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi;
2. Shri A.K. Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi;
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi;
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi;
5. Shri Talleen Kumar, Joint Secretary, Deptt. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi;
6. Shri I. C. P. Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi;
7. Shri J. P. Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi;
8. Shri A. C. R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi;
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal;
10. Shri D. N. Prasad, Advisor (Projects), Ministry of Coal;
11. Shri A. Acharya, Coal-Controller;
12. Shri B. N. Basu, Director, CMPDIL.



MINUTES AND RECOMMENDATIONS OF THE 11<sup>th</sup> MEETING THE IMG HELD ON 19<sup>th</sup> SEPTEMBER, 2012 AT CIL, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting.

2. The following cases placed before the IMG were taken up for discussion and the IMG made recommendations as below after due deliberation and consideration of all material made available and the status paper provided by Coal Controller and Ministry of Coal:

M/s Gondkhari Coal Mining Ltd. (Gondkhari)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that around 4 years have elapsed from the date of allotment i.e. 21.11.2008. IMG also noted that the company has purchased the GR and the mining plan is approved, EC and FC have not been obtained and only 50 acres out of 977 ha. land is acquired though company stated that 100% land is purchased. During presentation it was clarified that 50 acres required for surface infrastructure and entry into underground mine has been acquired as per mining plan. The full surface area of mine is 977 ha. Investment made in the coal block as per CA certificate submitted by the company is Rs. 29 crore. There are 3 end-use plants linked with the block. The reported investment in end-use plant of M/s Kesoram Industries Ltd. is Rs. 603.39 crore, in the end-use plant of M/s Maharashtra Seamless Ltd. it is Rs. 330.43 crore and in end-use plant of M/s Dhariwal Industries Pvt. Ltd. it is Rs. 27.06 crore. IMG noted that the BG has been submitted by the company with a delay of 1 year 1 month though it was clearly mentioned in the allocation letter that the BG is to be submitted by the JV company (not by individual companies). Mining plan was to be submitted within six months as per allocation letter but has been submitted with delay of 10 months. It was noted that as reported by CMPDI on 21.12.2009 only a copy of GR on nominal cost basis was obtained by the allocatee company and payment for cost of exploration was not made till 26.8.2010. During presentation, the company argued that

the entire delay was not attributable to them and they assured that they will be in a position to open the mine by March, 2014

Taking into account all factors and that there is no substantial progress in development of the coal block, though some investment has been made in some of the end-use plants, the IMG recommends that the coal block may be de-allocated with forfeiture of BG.

**M/s Jayaswal Neco Ltd. ( Moitra Coking Coal)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that more than 7 years have elapsed from the date of allotment i.e. 13.5.2005. IMG also noted that the company has purchased the GR and the mining plan is approved, EC has been obtained and proposal for Stage-I clearance has recently been forwarded by the State Govt. 188 acres of land is already in possession and 80% of the land cost (Rs. 8 crore) has been deposited on 6.5.2008 for acquisition of 275 ha. Investment made in the coal block as per CA certificate submitted by the company is Rs. 118.67 crore including washery. The company has an existing end-use plant and has also undertaken expansion plan. As per CA certificate, Rs. 1653.15 crore investment has been reported on the end-use plant. IMG noted that at the time of granting prior approval in July 2009, the ministry has sought firm commitment against pending milestones from the allocate and he had committed vide letter dated. 12.1.2009 that all efforts shall be made to start production in 2009-10. During presentation, the company argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by June, 2014. The normative date for start of production is 13.11.2008.

Taking into account all factors including substantial progress and investment made, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. However IMG recommends deduction of BG for shortfall in production from the normative date of production i.e. 13.11.2008 as per formula provided in the terms and conditions of allocation.

M/s Electrosteel Castings Limited, M/s Pawanjay Steel & Power Limited, M/s Jharkhand Ispat Pvt. Ltd., M/s Adhunik Alloys and Power Ltd. (North Dhadu)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 6 years and 8 months have elapsed from the date of allotment i.e. 13.1.2006. During the time given for making presentation, the allocate company did not make or submit any power point presentation and only made oral submission. IMG noted that the allocatees were required to form a JV within 30 days from the date of allotment but they formed the JV only on 22.10.2008. Consequently the company purchased the GR after a lapse of 2 years 10 months and submitted the BG after a lapse of 3 years from the date of allotment. The mining plan has been approved on 7.12.2010 after which other processes could have been initiated. Revised mining plan has also been approved in the meeting of the Standing Committee on 24.7.2012. The IMG noted that the first mining plan itself was submitted with a delay of 3 years and 4 months. EC and FC have not been obtained. Submission of application for the same has also been delayed. 435 acres of private land was stated to be in possession but supporting documents were not provided. The only letter produced before IMG showed that 208 ha. was in the name of M/s Electrosteel Castings Ltd. (but not in the name of JV which has to develop the coal block). CA certificates in support of investment made in the coal block were not submitted by the JV company. There are 4 end-use plants linked to the block. The end-use plants of M/s Adhunik Alloys & Power Ltd. and Jharkhand Ispat Pvt. Ltd. were stated to be in operation. The end-use plant of M/s Pawanjay Steel & Power Ltd. was reported to be in progress and that of M/s Electrosteel Castings Ltd. is still at proposal stage. CA certificate in support of investment has been provided only by M/s Adhunik Alloys & Power Ltd for Rs. 615.75 crores (from July, 2003 till March, 2012) reported on the end-use steel plant and by Jharkhand Ispat Pvt. Ltd. for Rs. 66.52 crores in their sponge iron and induction furnace division. During presentation, the company argued that the entire delay was not attributable to them and they assured that they will be in a



position to open the mine in another 15 months. The IMG noted that the normative date of production is 13.7.2009.

Taking into account all factors and that there is no substantial progress in development of the coal block, though some investment has been made in some of the end-use plants, the IMG recommends that the coal block may be de-allocated with forfeiture of BG.

**M/s Nilachal Iron & Power Ltd. and Bajrang Ispat Pvt. Ltd. (Dumri)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 6 years and 8 months have elapsed from the date of allotment i.e. 13.1.2006. IMG also noted that the company has purchased the GR and the mining plan is approved, EC has been obtained. Stage-I clearance FC has been obtained in April 2012 and 203 ha. land is already in possession. Investment made in the coal block as mentioned by the company is Rs. 22 crore, however, CA certificate was not provided. Two end-use plants are linked with the coal block. Both are existing plants and expansion is in various stages. CA certificate in respect of end-use plants was not presented, however, Rs. 162.26 crore investment was reported by M/s Nilachal Iron & Power Ltd. on the end-use plant. M/s Bajrang Ispat Pvt. Ltd./Thakur Prasad Sao & Sons (merged vide order dated 26.9.2007 of Hon'ble High Court of Kolkata) did not appear or submit presentation. During presentation, the lead company M/s Nilachal Iron & Power Ltd. argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by January, 2013. The IMG noted that the normative date of coal production was 13.7.2009. Only FC Stage-II and execution of mining lease are pending at this stage before the company can seek permission for mine opening.

Taking into account all factors including substantial progress and investment made, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. However IMG recommends deduction of BG for shortfall in production from the normative date of production i.e. 13.7.2009 as per formula provided in the terms and conditions of allocation.



M/s DB Power Ltd. (Durgapur-II/Sariva)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that about 5 years have elapsed from the date of allotment i.e. 6.11.2007. IMG also noted that the company has purchased the GR and the mining plan is approved. The company stated that the EC and Stage-I FC have been recommended. The company further stated that MDO will be in place by October, 2012. 17 acres out of 23 acres private land is already in possession. Investment made in the coal block as per CA certificate submitted by the company is Rs. 11.50 crore in addition to BG of Rs. 17.6 crore. The company is setting up its end-use power plant (2X600 MW) and as per CA certificate Rs. 3927 crore investment has been reported on the end-use plant. During presentation, the company argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by February, 2013. The IMG noted that the normative date of production is 6.5.2011.

Taking into account all factors including substantial progress and investment made, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. IMG noted that in this case as per terms and conditions of allotment, 50% of the BG is linked to the milestone set for the development of captive block and the remaining 50% to guaranteed production. In the event of lapses in the achievement vis-à-vis the milestones set, the allotment letter provides that a proportionate amount shall be encashed and deducted from the BG. As per guidelines framed by IMG for proportionate deduction of BG related to non-achievement of milestones, the IMG recommends that out of the 50% BG related to achievement of milestones, deduction may be made on the basis of milestones not achieved in terms of weightages assigned to each of the milestones in the guidelines.

Out of 50% BG related to shortfall in production, the IMG recommends that deduction in BG for shortfall in production from the normative date i.e. 6.5.2011 may be made as per the formula provided in the terms and conditions of allocation. The balance BG, if any, may be returned.

M/s Arcelor Mittal India Ltd. & GVK Power Ltd. (Seregarha)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 4 years and 6 months have elapsed from the date of allotment i.e. 9.1.2008. IMG also noted that the Seregarha block is a regionally explored block. The time allowed for exploration i.e. 27 months has been factored into the scheduled date of completion i.e. 9.4.2010. However, actual date of completion was 4.6.2012. The allocatee informed the IMG that they applied for Prospecting Licence(PL) on 8.5.2008 and could obtain the PL from the State Govt. in September, 2010. The allocatee further stated that no other milestones could be consequently completed as yet. IMG noted that submission of mining plan applications for EC, FC and land acquisition are all pending. Investment made in the coal block as reported by the company is Rs. 8 crore mainly on prospecting. There are 2 end-use plants linked with the coal block. M/s Arcelor Mittal India Ltd. informed that 270 acres land has been purchased and Rs. 50 crores including Rs. 12.39 crore on land has been spent. M/s GVK Power Ltd. already has an existing TPP in which an investment of Rs. 2360 crore has been made. The allocatee informed that he would be in a position to open the mine by September, 2015. IMG noted that the normative date for start of production is 9.10.2013.

IMG noted that this is a regionally explored block and the allocatee has completed exploration and preparation of GR within 18 months from the date of obtaining PL, whereas prospecting/exploration activities and preparation of GR have to be completed within 27 months from the date of allocation. Taking into account all factors, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. IMG noted that in this case as per terms and conditions of allotment, 50% of the BG is linked to the milestone set for the development of captive block and the remaining 50% to guaranteed production. In the event of lapses in the achievement vis-à-vis the milestones set, the allotment letter provides that a proportionate amount shall be encashed and deducted from the BG. As per guidelines framed by IMG for proportionate deduction of BG related to non-achievement of milestones, the IMG recommends that out of the 50% BG related to achievement of milestones, deduction

may be made on the basis of milestones not achieved in terms of weightages assigned to each of the milestones in the guidelines.

Out of 50% BG related to shortfall in production, the IMG noted that due date for start of production has still not commenced. The IMG does not therefore, recommend any deduction in BG for shortfall in production.

**M/s Rungta Mines Limited, M/s Sunflag Iron & Steel Ltd.( Choritand Tailaya)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that about 4 years have elapsed from the date of allotment i.e. 14.5.2008. IMG also noted that the company has purchased the GR and the mining plan is approved, EC has been obtained and FC is pending at State level. No land is in possession and application for 40.16 acres Government land has been made on 1.8.2012. Investment made in the coal block as per CA certificate submitted by the company is Rs. 6.43 crore of which Rs. 4.52 crore is the cost of GR. The BG is Rs. 15.38 crore. The allocated block is a coking coal block. IMG noted that there are 2 end-use steel plants linked to the block. The EUP of M/s Sunflag Iron & Steel is an existing plant with an investment of Rs. 108.2 crore. M/s Rungta Mines Ltd. reported that they have already commissioned one 0.20 MTPA steel melting shop and an other steel melting shop of 0.20 MTPA is under construction in Odisha. As per CA certificate an investment of Rs. 89.10 crore has been made for both these projects. The IMG noted that as per normative date the coal production was to start from 14.11.2011.

Taking into account all factors and that there is no substantial progress in development of the coal block, though some investment has been made in the EUPs, the IMG recommends that the coal block may be de-allocated on account of unsatisfactory progress in the development of coal mining project. The IMG noted that in this case as per terms and conditions of allotment, 50% of the BG is linked to the milestone set for the development of captive block and the remaining 50% to guaranteed production. In the event of lapses in the achievement vis-à-vis the



milestones set, the allotment letter provides that a proportionate amount shall be encashed and deducted from the BG. As per guidelines framed by IMG for proportionate deduction of BG related to non-achievement of milestones, the IMG recommends that out of the 50% BG related to achievement of milestones, deduction may be made on the basis of milestones not achieved in terms of weightages assigned to each of the milestones in the guidelines.




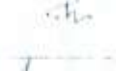
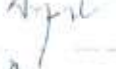



Out of 50% BG related to shortfall in production, the IMG recommends that deduction in BG for shortfall in production from the normative date i.e. 14.11.2011 may be made as per the formula provided in the terms and conditions of allocation and the balance BG, if any, may be returned.

3. The IMG confirmed the minutes as recorded above before conclusion of the meeting. It was decided to meet again at 10.30 AM on 20.9.2012. The meeting ended with a vote of thanks to the Chair.





\*\*\*\*\*



Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 19.09.2012 at 10.00 AM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	B N Basu	Comptroller		
2	A Acharya	Coal Controller	anmitacharya@yashwanth.co.in	
3	D. Prasad	Adviser (P), MOC		
4	P S S Reddy	Director, MOC	director_moc@nic.in	
5	A A Choudhary	JS&FA, MOC		
6	ICP Keshari	JS, MOP		
7	A C R Rao	IA, MOC	24061004	
8	Prabir Sengupta	JS DSA	2309.3.558	

86

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
9	Talleen Kumar JS	JS, DIT, No. 100		
10	J. P. Shukla	JS, Min. Steel	23063854	
11	A. U. Bhatta	JS, Min. Coal	23384224	
12	SURESH CHANDRA	JS & L A : No. 100	233815 224	
13				
14				
15				
16				
17				
18				

No. 13011/2/2011-CA-I  
Government of India  
Ministry of Coal


New Delhi the 20<sup>th</sup> September, 2012

OFFICE MEMORANDUM

Sub: Minutes of the 12<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 20<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Twelfth Meeting of the Inter-Ministerial Group (IMG) held on 20<sup>th</sup> September, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action.

Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to:

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri J P Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
8. Shri A.C.R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi.
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
10. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal
11. Shri A. Acharya, Coal Controller
12. Shri B N. Basu, Director, CMPDIL

MINUTES AND RECOMMENDATIONS OF THE 12<sup>th</sup> MEETING THE IMG HELD ON 20<sup>th</sup> SEPTEMBER, 2012 AT CIL, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting.

2 The following cases placed before the IMG were taken up for discussion and the IMG made recommendations as below after due deliberation and consideration of all material made available and the status paper provided by Coal Controller and Ministry of Coal:

M/s Bhaskarpara Coal Company Ltd. (Bhaskarpara)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 3 years and 9 months have elapsed from the date of allotment i.e. 21.11.2008. IMG also noted that the company has purchased the GR and the mining plan is approved, EC and FC are not obtained and land acquisition application submitted to Collector only in April, 2011 and no land is in possession for development of coal block. The company reported that they have acquired 212 ha. of land for compensatory afforestation. Investment made in the coal block as per CA certificate submitted by the company is Rs. 17.78 crore. End Use Plant of UltraTech Cement Limited (Aditya Cement- Chittorgarh) is already in operation. End Use Plant of Electrotherm (India) Ltd., for 0.30 MTPA capacity is in operation and 0.20 MTPA is under expansion. As per CA certificate, invest of Rs. 2038 crore is made for extension of capacity of UltraTech Cement Ltd. and Rs. 80 crore by M/s Electrotherm India Ltd. During presentation, the company argued that the entire delay was not attributable to them. IMG noted that the normative date for start of production is 21.5.2012.

Taking into account all factors and that there is no substantial progress in development of the coal block, though investment has been made in the EUPs, the IMG recommends that the coal block may be de-allocated on account of unsatisfactory



progress in the development of coal mining project. The IMG noted that in this case as per terms and conditions of allotment, 50% of the BG is linked to the milestone set for the development of captive block and the remaining 50% to guaranteed production. In the event of lapses in the achievement vis-à-vis the milestones set, the allotment letter provides that a proportionate amount shall be encashed and deducted from the BG. As per guidelines framed by IMG for proportionate deduction of BG related to non-achievement of milestones, the IMG recommends that out of the 50% BG related to achievement of milestones, deduction may be made on the basis of milestones not achieved in terms of weightages assigned to each of the milestones in the guidelines.

Out of 50% BG related to shortfall in production, the IMG recommends that deduction in BG for shortfall in production from the normative date i.e. 21.5.2012 may be made as per the formula provided in the terms and conditions of allocation and the balance BG, if any, may be returned.

M/s IST Steel & Power Ltd., Gujarat Ambuja Cements Ltd. & Lafarge India Ltd.  
(Dahegaon Makardhokra IV)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the latest status paper presented to the IMG. The IMG noted that 3 years and 2 months have elapsed from the date of allotment i.e. 17.6.2009. IMG also noted that the company has purchased the GR and the mining plan is approved. EC and FC have not been obtained. No land has been applied for or possessed. The company informed that by November 2012 it will acquire some land through direct negotiation. IMG noted that the company submitted the mining plan with a delay of 1 year and 1 month. It was wrongly mentioned in the presentation made by the company that zero date for achieving milestone as per allocation letter is from preparation of GR whereas no such provision is contained in the allocation letter. Investment made in the coal block as per CA certificate submitted by the company is only Rs. 4.5 crore. The BG amount is Rs. 13.47 crore for this underground mine. There are 3 end-use plants linked with this mine. As

per CA certificate, IST Steel & Power Ltd. has reported an investment of Rs. 89.18 crore. The end-use plant is functional and the expansion plant is in construction stage. M/s Ambuja Cement Ltd. has a commissioned plant and expansion is in progress. As per CA certificate, the total investment reported on both is Rs. 1042.63 crore. In case of Lafarge India Pvt. Ltd., it was reported that 90% land will be available by November 2012 and the plant will be commissioned by 2014. As per CA certificate, Rs. 90 crore is the reported investment. IMG noted that the financial closure for this project has not been achieved. During presentation, the company argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by August, 2014. The IMG noted that the normative date for start of coal production is 17.12.2013.

Taking into account all factors and that there is no substantial progress in development of the coal block, though investment has been made in some of the EUPs, the IMG recommends that the coal block may be de-allocated on account of unsatisfactory progress in the development of coal mining project. The IMG noted that in this case as per terms and conditions of allotment, 50% of the BG is linked to the milestones set for the development of captive block and the remaining 50% to guaranteed production. In the event of lapses in the achievement vis-à-vis the milestones set, the allotment letter provides that a proportionate amount shall be encashed and deducted from the BG. As per guidelines framed by IMG for proportionate deduction of BG related to non-achievement of milestones, the IMG recommends that out of the 50% BG related to achievement of milestones, deduction may be made on the basis of milestones not achieved in terms of weightages assigned to each of the milestones in the guidelines.

Out of 50% BG related to shortfall in production, the IMG recommends that since the normative date of production has not commenced, deduction in BG for shortfall in production is not called for and this part of the BG may be returned.


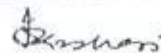






While concluding deliberations on the allocatees who were given show cause notices and invited for hearing on 6<sup>th</sup>, 7<sup>th</sup> & 8<sup>th</sup> September, 2012, the IMG made following observations for the record:-

- i) 55 companies in respect of 33 coal blocks were called for hearing. However, in two cases viz. M/s Vini Iron & Steel Ltd. (Rajahara North Coal Block) and M/s Jas Infrastructure Capital Pvt. Ltd. (Mahuagarhi Coal Block) in respect of which CBI has reportedly registered FIRs, hearing was deferred. Though other partners of the JVs in respect of these two blocks viz. M/s Mukund Ltd. (Rajahara North Coal Block) and M/s CESC Ltd. (Mahuagarhi Coal Block) were heard, however, before making recommendation, IMG considers it appropriate to request MOC to advise on the further course of action in consultation with Ministry of Law.
- ii) The scope of scrutiny of IMG is limited to the progress of allocated coal/lignite blocks and recommendations have been made on the basis of progress reported by companies by self certification, report of the Coal Controller, status report of Ministry of Coal, allocation letters, show cause notice and replies and other material placed before the IMG after giving an opportunity to be heard to the allocatees.
- iii) The recommendations made by the IMG are without prejudice to any other action that may be warranted on account of factors other than progress of development of coal blocks and end-use plants.



3 The IMG confirmed the minutes as recorded above before conclusion of the meeting. The meeting ended with a vote of thanks to the Chair.

- 5 -

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 20.09.2012 at 10.30 AM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	Prabodh Sengupta	DSA	2309-3158	
2	ICP Keshari JS	MDP		
3	A A Sengupta	Director, MDC		
4	P S S Reddy	Director, MDC	23384594	
5	D N. Das	Asst. Secy. (C)		
6	A. Acharya	Genl. Controller	9431615111	
7	B. M. Das	MDP		
8	A. U. Bhalla	JS, MDC		



Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
9	SURISH CHANDRA	JS KLA: M/o Road & High.	0381589	 20/7/19
10	Tellam Kumar JS	JS, DIP, M.C.E.		 20/7/19
11				
12				
13				
14				
15				
16				
17				
18				

1127

No.13011/2/2011-CA-I  
Government of India  
Ministry of Coal

New Delhi, the 24<sup>th</sup> September, 2012

**OFFICE MEMORANDUM**

**Subject: Minutes of the 13<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 24<sup>th</sup> September, 2012 under the chairpersonship of Additional Secretary (Coal) – reg.**

The undersigned is directed to enclose herewith the Minutes of the Thirteenth Meeting of the Inter-Ministerial Group (IMG) held on 24<sup>th</sup> September, 2012 under the chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/ lignite blocks for information.

Encls.: As above

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to:

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A. K. Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi.
3. Shri Prabodh Saxena, Joint Secretary, Department of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Department of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Department of Industrial Policy & Promotion, Udyog Bhawan, New Delhi.
6. Shri I. C. P. Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi.
7. Shri J P Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
8. Shri A. C. R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi.
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal.
10. Shri D. N. Prasad, Advisor (Projects), Ministry of Coal.
11. Shri A. Acharya, Coal Controller.
12. Shri B. N. Basu, Director, CMPDIL.
13. Shri N Ahmad, GM (Exploration), CMPDIL.

MINUTES AND RECOMMENDATIONS OG THE 13<sup>th</sup> MEETING OF THE IMG HELD ON 24<sup>th</sup> SEPTEMBER, 2012 UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY (COAL)







Members as per list enclosed at Annexure I attended the meeting. Additional Secretary (Coal) welcomed the members present.

2. It was mentioned that the meeting has been called in the context of certain issues raised by the members. It has been mentioned by the members that IMG is hearing and making recommendations in respect of 58 cases where show cause notices were issued after the review held in January 2012 and also cases pertaining to deduction of BG on the basis of earlier reviews. They have expressed inability to consider any further cases and requested not to bring the cases where caution notices were issued by MoC for the consideration of IMG. It was clarified that the TOR of the IMG is not restricted to just the abovementioned cases. However, the views of the members may be conveyed to the MoC.

3. In respect of 18 cases pertaining to BG it was clarified that these cases were discussed in the 1<sup>st</sup> and 2<sup>nd</sup> meetings of the IMG also. It was pointed out that IMG in its meeting dated 03.09.2012 had taken a general decision to give a hearing to all the coal block allocatees to whom show-cause notices were issued. Separately, the competent authority approved that IMG may also hear the earlier cases in which it had been decided to deduct BG and recommend action as deemed fit. On perusal of records MoC pointed out that an error had crept in while recording the minutes of the meeting dated 18.09.2012. Accordingly, it was agreed that the para 2 of page 2 of the minutes of IMG dated 18.9.2012 pertaining to Jitpur Block shall be read as "The IMG had earlier recommended de-allocation in this case on the basis of progress reports made available to it. IMG had not considered it appropriate to review its decision on the basis of representations in respect of this Block and Lohari Coal Block in the meeting held on 8.08.2012 and treated it as *functus officio*. However, after giving an opportunity of hearing to all the allocates to whom show cause notices were issued in terms of decision taken by IMG in its meeting of 3.9.2012 and after taking into account the updated status and fresh material subsequently made available, the IMG has reviewed the matter."

4. The meeting ended with a vote of thanks to the Chair. The IMG confirmed the minutes as recorded above before conclusion of the meeting.

Details of participants of IMG meeting (13<sup>th</sup> meeting) held on 24.09.2012 at 12.30 hrs under chairmanship of ASG :

SNO	Name	Designation & Ministry	Signature
1	J. P. Shukla	JS, M/s Steel	
2	ICP Krishnan	JS, MRP	
3	Talleen Kumar	JS, DIP	
4	A. U. Bhalu	JS, MR	
5	P. S. S. Reddy	Director, Moe	
6	A. A. Srivastava	ISLFA MO	



No. 13011/2/2011-CA-I  
Government of India  
Ministry of Coal

New Delhi the 5<sup>th</sup> October, 2012

OFFICE MEMORANDUM

Sub: 14<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) – Circulation of Agenda Note - reg.

In continuation of OM of even no. dated 4<sup>th</sup> October, 2012, the undersigned is directed to circulate herewith the agenda note along with enclosures for 14<sup>th</sup> Meeting of the IMG to be held on 9<sup>th</sup> & 10<sup>th</sup> October at 10.30 AM onwards in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi.

All concerned are requested to make it convenient to attend the meeting.

Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri J P Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
8. Shri A.C.R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi.
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
10. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal.
11. Shri A. Acharya, Coal Controller
12. Shri B.N. Basu, Director, CMPDIL

ANNEXURE

**AGENDA FOR THE 14<sup>th</sup> MEETING OF THE IMG TO BE HELD ON 9<sup>TH</sup> & 10<sup>TH</sup> OCTOBER, 2012.**

The review committee under the Chairpersonship of Additional Secretary (Coal) during the meeting held on 11-12 January, 2012 have recommended issuance of show cause notice to the allocatees of 58 coal blocks. The above recommendations were accepted by the Government and the Show Cause Notices were issued to the allocatee companies. In addition to the above, there are 18 cases in which a decision was taken to deduct BG based on earlier reviews which needs to be considered on the basis of latest status. The replies received in response to the show cause notices from the allocatees are to be considered by the IMG. The IMG has so far considered and made recommendations in respect of 31 coal block allocatees. The details in respect of the allocatees, as per the list(already e-mailed) enclosed, including the copies of allocation letters, the copy of show cause notice, the reply given in response to show cause notice and the current status as given by the Coal Controller are placed for consideration of IMG .

2. A Note on allocation of coal block to Government companies including the general terms and conditions of allocation and sample allotment letters is placed below as Appendix-I.

\*\*\*\*\*

## APPENDIX I

### Note on allocation of coal blocks to Government Companies

Under the Coal Mines (Nationalisation) Act, 1973, coal mining was mostly reserved for the public sector. By an amendment to the Act in 1976, two exceptions to the policy were introduced viz., (i) captive mining by private companies engaged in production of iron and steel, and (ii) sub-lease for coal mining to private parties in isolated small pockets not amenable to economic development and not requiring rail transport. Therefore, private companies are eligible for captive mining for specified approved end uses.

The Coal Mines (Nationalisation) Act, 1973 was amended from time to time and after the amendment in 1993, mining for captive consumption was permitted for generation of power, washing of coal obtained from a mine and other end uses to be notified by Government from time to time, in addition to the existing provision for captive coal mining for production of iron and steel. Under the powers conferred on the Central Government by Section 3 (3) (a) (iii) (4) of the Act, another Gazette Notification was issued on 15.03.1996 to allow captive mining of coal for production of cement. Production of syn-gas obtained through coal gasification (underground and surface) and coal liquefaction was notified as an end use for coal mining on 12.07.2007. Thus as per the provision of Section 3 (3) (a) (iii) of the Coal Mines (Nationalisation) Act, 1973, a company engaged in production of iron and steel, generation of power, production of cement, and Production of syn-gas obtained through coal gasification (underground and surface) and coal liquefaction, can do coal mining in India for captive consumption only.

2 The Government companies, before introduction of process of competitive bidding, were eligible to apply for allocation of coal blocks both by Screening Committee route as well as Government company dispensation route.

#### (a) Captive dispensation route through Screening Committee

The allocation of coal blocks to public/ private parties is done through the mechanism of an inter-Ministerial inter-Governmental body called the Screening Committee. The Screening Committee is chaired by the Secretary (Coal) and has



representation from Ministry of Steel, Ministry of Power, Ministry of Industry and Commerce, Ministry of Environment and Forest, Ministry of Railways, Coal India Limited, CIL Subsidiaries, CMPDIL, NLC and the concerned State Governments. Allocations are decided by the Govt. on the recommendations of the Screening Committee taking into account, inter-alia, techno-economic viability of end-use project, state of project preparedness, compatibility in terms of quality and quantity of coal in a block with the requirement of end user and track record of applicant company, recommendations of the State Government and Administrative Ministry concerned etc.

(b) Under Government Company dispensation: Under the Govt. Company dispensation route, the list of blocks identified is circulated to all the Central Ministries/ State Governments and applications are invited from the State Governments/Central Govt. for Government companies. Under this route, only Government companies are allocated coal blocks both for specified end use and for commercial mining by the government companies where there is no restriction of captive use. Regarding coal produced from commercial mining, the use of mined coal is upto discretion of the allocatee company. Further, the coal produced from such blocks can be supplied to any consumer by the allocatee company at the price determined by them. However, the monitoring the progress of development of coal blocks are done as usual, as done in case of coal blocks allocated for specified end use project. So far none of the coal blocks under this category has come into production. Under this arrangement, allocations are determined on the basis of, inter-alia, preference to the States which have not been allocated any coal blocks earlier, priority to the host States in order to encourage value addition within the coal bearing State, past performance of applicants in developing coal blocks, proximity of coal blocks to the proposed end use projects, recommendation / support of State Government concerned etc. Allocation is decided by the Govt. without referring it to the Screening Committee based on Revised Coal Mining Policy 2001 (copy enclosed) under Section 3(3)(a)(i) of the Coal Mines (Nationalisation) Act, 1973 and . There is no guidelines for allocation of coal/lignitblocks to Govt. PSU( both Central and State) for commercial mining or to meet their own requirements.

(c) Tariff based bidding route: Coal blocks have been earmarked for the power projects to be set up on the basis of tariff based competitive bidding system. Under



Tariff Based Bidding route, identified coal blocks are placed at the disposal of the Ministry of Power which determines the linkage of coal blocks with the power projects proposed to be awarded on the basis of Tariff Based Competitive Bidding by calling applications from eligible companies. The Ultra Mega Power Project (UMPP) is awarded to the successful bidder. For power projects to be selected through tariff based bidding, coal blocks are allotted based on the recommendations of the Ministry of Power under Section 3(3)(a)(iii) of the Coal Mines(Nationalisation) Act, 1973. The terms and conditions are same as applicable for blocks allocated under the Captive dispensation through Screening Committee route.

3. In cases where the blocks are allocated to Government companies for commercial mining purposes, no specific restrictions were imposed by the Government. However, where the blocks are allocated for captive purposes, the conditions similar to those imposed on the private companies were prescribed. Initially no BG was prescribed for Government companies but BG was imposed in cases of allocations made 2007 onwards.

\*\*\*\*\*

No. 38635/2/97-CA  
Government of India  
Ministry of Coal and Mines  
Department of Coal

New Delhi, dated 12th December, 2001

To,  
The Chief Secretary,  
Government of Jammu & Kashmir / Himachal Pradesh / Gujarat / Uttar Pradesh /  
Bihar / West Bengal / Assam / Nagaland / Arunachal Pradesh / Meghalaya / Orissa /  
Andhra Pradesh / Maharashtra / Madhya Pradesh / Jharkhand / Chhattisgarh /  
Uttaranchal / Goa / Tripura / Manipur / Mizoram / Sikkim / Punjab / Haryana / Tamil  
Nadu / Kerala / Karnataka / Rajasthan / Delhi.

Subject:- Coal mining by the State Governments.


Sir,  
I am directed to refer to this Department's letter No. 20/5/79 - CL dated 30.7.79 (copy enclosed) and to state that the coal mining policy communicated by the Central Government in the said letter has been reviewed and is hereby revised by the Government. Under the revised policy, the State Government companies or undertakings are allowed to do mining of coking and non-coking coal or lignite reserves, either by opencast or underground method, anywhere in the country, subject to the following conditions:

- (i) The State Government company or undertaking (referred to as the 'company' hereafter) is authorised to do coal or lignite mining by its Memorandum and Articles of Association.
- (ii) The company will do coal or lignite mining in accordance with the provisions of the Coal Mines (Nationalisation) Act, 1973, the Mines & Minerals (Development & Regulation) Act, 1957, the Contract Labour (Regulation & Abolition) Act, 1970, and all other mineral, environmental and labour laws and other regulations governing the Indian coal industry.
- (iii) For coal the company shall obtain a certificate from Coal India Limited to the effect that the latter has no plan or willingness to undertake mining operations for coal in the concerned area. For lignite, the company shall obtain a certificate from Neyveli Lignite Corporation.
- (iv) The proposed mining area has not been allotted to a captive mining company under the provisions of Section 3(3)(a)(iii) of the Coal Mines (Nationalisation) Act, 1973.
- (v) No financial assistance from the Central Government or Coal India Limited or Neyveli Lignite Corporation shall be provided to the company for coal or lignite mining in the concerned area.
- (vi) None of the coal or lignite mines operated by the company will be taken over by the Central Government or Coal India Limited or Neyveli Lignite Corporation in the event of closure of such a mine or otherwise.

-2-

- vii) No employee of the company, engaged in a coal or lignite mine operated by it, will be absorbed in Coal India Limited or Neyveli Lignite Corporation at any point of time.
2. Under the revised policy, a State Government company undertaking can now work non-coking coal and coking coal reserves or lignite by opencast/underground method, without the restriction of 'isolated small pockets'.
3. This supersedes this Department's letter No. 2005/79-CL dated 30.07.1979.

Yours faithfully,

  
(K.S. KROPHA)  
DIRECTOR

Copy forwarded to:-

1. The Chairman, Coal India Limited, 10- Netaji Subhas Road, Kolkata.
2. The CMD, CCL, Darbhanga House, Ranchi, Jharkhand.
3. The CMD, WCL, Bisesar House, Temple Road, Nagpur.
4. The CMD, ECL, Sanctoria.
5. The CMD, NCL, Singrauli Collieries, Dist. Singh, Madhya Pradesh.
6. The CMD, SECL, Seepat Road, Bilaspur, Chhattisgarh.
7. The CMD, MCL, Anand Bihar, Sambalpur.
8. The CMD, BCCL, Dhanbad.
9. The CMD, CMPDIL, Ranchi.
10. The CMD, NLC, P.O. Neyveli, South Arcot, Tamil Nadu.
11. The Coal Controller, 1- Council House Street, Kolkata.
12. The Department of Mines, Ministry of Coal & Mines, New Delhi.
13. Cabinet Secretariat, Rashtrapati Bhawan, New Delhi.
14. Planning Commission, Vojna Bhawan, New Delhi.

Copy also forwarded to:-

1. PS to Minister for Coal & Mines, Shastri Bhawan, New Delhi.
2. PS to Minister of State for Coal & Mines, Shastri Bhawan, New Delhi.
3. All officers/sections of the Department of Coal.

  
(S.K. KAKKAR)

UNDER SECRETARY TO THE GOVERNMENT OF INDIA



-2-

- vii) No employee of the company, engaged in a coal or lignite mine operated by it, will be absorbed in Coal India Limited or Neyveli Lignite Corporation at any point of time

2. Under the revised policy, a State Government company undertaking can now work non-coking coal and coking coal reserves or lignite by opencast/underground method, without the restriction of 'isolated small pockets'

3. This supersedes this Department's letter No. 20(S)/79-CL dated 30.07.1979.

Yours faithfully,



(K.S. KROPHA)  
DIRECTOR

Copy forwarded to: -

1. The Chairman, Coal India Limited, 10- Netaji Subhas Road, Kolkata.
2. The CMD, CCL, Darbhanga House, Ranchi, Jharkhand.
3. The CMD, WCL, Bisesar House, Temple Road, Nagpur.
4. The CMD, ECL, Sanctoria.
5. The CMD, NCL, Singrauli Collieries, Dist. Sidhi, Madhya Pradesh.
6. The CMD, SECL, Seepat Road, Bilaspur, Chhatisgarh.
7. The CMD, MCL, Anand Bihar, Sambalpur.
8. The CMD, BCCL, Dhanbad.
9. The CMD, CMPDIL, Ranchi.
10. The CMD, NLC, P.O. Neyveli, South Arcot, Tamil Nadu.
11. The Coal Controller, 1- Council House Street, Kolkata.
12. The Department of Mines, Ministry of Coal & Mines, New Delhi.
13. Cabinet Secretariat, Rashtrapati Bhawan, New Delhi.
14. Planning Commission, Yojna Bhawan, New Delhi.

Copy also forwarded to: -

1. PS to Minister for Coal & Mines, Shastri Bhawan, New Delhi.
2. PS to Minister of State for Coal & Mines, Shastri Bhawan, New Delhi.
3. All officers/sections of the Department of Coal.



(S.K. KAKKAR)

UNDER SECRETARY TO THE GOVERNMENT OF INDIA



GOVERNMENT OF INDIA (BHARAT SARKAR)  
MINISTRY OF ENERGY (POORJA MANTRALAYA)  
DEPARTMENT OF COAL (KOYLA VIBHAG)

No. 20(5)/79-CL

New Delhi, the 30<sup>th</sup> July, 79

To

The Chief Secretary,  
Government of J&K/Himachal Pradesh/Gujarat/Uttar Pradesh/Bihar/West  
Bengal/Assam/Nagaland/Arunachal Pradesh/Meghalaya/Orissa/Andhra  
Pradesh/Maharashtra/Madhya Pradesh

Subject: Mining of isolated small deposits of coal by State Government

Sir,

I am directed to say that after a review of the policy under which only the Central Government public undertakings have been permitted to carry on coal mining operations in the country, it has been decided that, while continuing the existing policy of the Central Government carrying out coal-mining operations in the country by its own undertakings, the State Governments might also be allowed to carry out coal-mining operations in "isolated small pockets" subject to the following conditions:-

- (i) The State Government undertakings operating the mines directly and not through contractors;
- (ii) The mining operations being confined to non-coking coal;
- (iii) The coal mining operations being subject to the provisions of the various mining and other laws on the subject;
- (iv) The sale of coal being in accordance with the gradewise prices notified by the Central Government from time to time;
- (v) The mining operations being confined to opencast operations only;
- (vi) Coal India Limited issuing a "no objection" certificate stating that it has no plans for operating the concerned area in the near future.

The "isolated small pocket" are those which are away from the main coalfields and have limited known reserves which are not sufficient for scientific and economic development in a coordinated and integrated manner and the coal produced from such areas would mainly be utilised for local consumption without transportation by railways.

Yours faithfully,  
Sd/-  
(S.R.A. Rizvi)  
Director

Copy forwarded to:

1. The Chairman-cum-Managing Director, Coal India Limited, 10, Netaji Subhas Road, Calcutta.
2. The Chairman-cum-Managing Director, Central Coalfields Limited, Darbhanga House, Ranchi.
3. The Chairman-cum-Managing Director, Western Coalfields Limited, Bisesar House, Temple Road, Nagpur.
4. The Chairman-cum-Managing Director, Eastern Coalfields Limited, Sanctoria.
5. The Chairman-cum-Managing Director, Bhafat Coking Coal Limited, Dhanbad.
6. The Chairman-cum-Managing Director, Central Mine Planning and Design Institute Limited, Ranchi.
7. The Coal Controller, 1, Council House Street, Calcutta.
8. Department of Mines.
9. Cabinet Sectt., New Delhi.

Copy also forwarded to:

1. Planning Commission.
2. All Officers/Section in the Department of Coal
3. S.A. to Minister (E).

Sd/-  
(S. R. A. Rizvi)  
Director

31/9/95  
No.47011/7(28)/93-CPA  
Government of India  
Ministry of Coal

New Delhi, the 4/7 July, 1995.

The Chairman,  
West Bengal State Electricity Board,  
Vidyut Bhawan,  
Block DJ, Sector-II,  
Bidhannagar,  
Calcutta-700091.

Subject:- Identification of captive mining blocks for supply of coal to power stations of West Bengal State Electricity Board.

Sir,

I am directed to refer to your letters No.TH-PLN/S-R/11/23/299(1) dated 1/10/94 and TH-PLN/S-R/11/23 dated 1/4/95, this Ministry's letter of even No. dated 24/2/95 and subsequent correspondence on the above subject and to say that your proposal for identification of captive blocks for meeting the enhanced coal requirement of Bandel TPS, Santaldih TPS and proposed Gouripur TPS was discussed in the meeting of Screening Committee held on 6/6/1995. Relevant extracts taken from the minutes of the meeting are enclosed.

The matter has been further considered in this Ministry in consultation with Coal India Ltd. and in terms of the provisions of the Coal Mines(Nationalisation) Amendment Act, 1993 with regard to applicability of captive mining by WBSEB for Gouripur TPS. In view of the fact that the company which will set up Gouripur TPS is likely to be a separate one and is yet to be formed it has been decided to identify Tara (East) Block containing estimated coal reserve of about 70 million tonnes for captive mining by WBSEB for meeting enhanced coal requirement of about 1.2 million tonnes per annum of Bandel TPS and Santaldih TPS only.

You may now approach Coal India Ltd. for more detailed information, obtaining geological report etc. and demarcation of the area and then contact the State Government authorities for completing necessary formalities for obtaining lease of mining rights and related matters. Similarly the arrangements for transport of coal will have to be worked out in consultation with the Indian Railways.

Yours faithfully,

*[Signature]* and

Copy to:-

1. Chairman, Coal India Ltd., 10, Netaji Subhas Road, Calcutta-700001.
2. Chairman/Managing Director, Eastern Coalfields Ltd., Sanctoria, P.O.-Dishergarh, Distt.-Burdwan, West Bengal-713333.
- Chairman/Managing Director, CMPDI, Gondwana Place, Kunke Road, Ranchi-834008.
- Shri P. Baijal, Jt. Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi.
5. Shri A.K. Moitra, Director(TP), Railway Board, Rail Bhawan, New Delhi.
6. Chief Secretary, Government of West Bengal, WRITER's Building, Calcutta.

CA/LSW Sections.

(N. Bhagat)  
Director



C.N. 13/R

47

S.No. 127

No.47011/15/86-CPA  
GOVERNMENT OF INDIA  
MINISTRY OF COAL

New Delhi, the 26th February, 1996

To

M/s West Bengal Power Development Corporation Ltd.,  
New Secretariat Building,  
1, Kiran Sankar Roy Road 'B' Block, 6th Floor,  
Calcutta - 700001

Subject: Identification of captive mining block for supply  
of coal to the Bakreshwar Thermal Power Station  
( 5 X 210 MW)

Sir,

I am directed to refer to your letter No.WBPDCL dated 16.8.95 addressed to the Ministry of Power on the above subject and to say that your proposal for identification of captive block for meeting the coal requirement of Bakreshwar Thermal Power Station ( 5 X 210 MW) was considered in the meeting of the Screening Committee held on 20.12.95. The Committee has agreed to identify Tara (West) block in Raniganj coalfield containing geological reserves of approximately 130 m.t. for captive mining by the West Bengal Power Development Corporation Limited for meeting the coal requirement of the Bakreshwar Thermal Power Station ( 5 X 210 MW). It may please be noted that as soon as the captive block is developed the coal supplies against long-term coal linkage would be stopped from CIL sources.

You may now approach CIL for more detailed information, geological report etc. and then contact the concerned State Government authorities for completing necessary formalities for obtaining lease of mining rights and other related matters. You will be required to apply for the mining lease within a period of 6 months and also submit quarterly progress report to this Ministry and Coal India Ltd. regarding the development of the captive mine. The arrangements for transport of coal etc. will have to be worked out in consultation with the Ministry of Railways.

Yours faithfully,

(N.N. Gautam)  
Director (Tech.)

Copy to:-

1. Chairman, Coal India Ltd., 10, Netaji Subhash Road, Calcutta - 700001.
2. Chairman-cum-Managing Director, Eastern Coalfields Ltd., Sanctoria, P.O. Dishergarh, Distt. Burdwan, West Bengal - 713333.
3. Chairman-cum-Managing Director, CMPDIL, Gondwana Place,

- 2 -
3. Shri A.K. Moitra, Director (IP), Railway Board, Ministry of Railways, Rail Bhavan, New Delhi.
4. Chief Secretary, Government of West Bengal, Writer's Buildings, Calcutta - 700 001 alongwith a copy of this Ministry's d.o. letter No. 47011/7(38)/93-CPA dated 2.2.1996 addressed to Ministry of Power.
5. Shri P. Baijal, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi. It is requested that the instructions of Coal Minister conveyed vide D.O. letter No. 47011/7(38)/93-CPA of the Ministry of Coal may also please be taken up with the power generating corporation.

29/2/96

C16  
26/2/96.  
( N.N. GAUTAM )  
DIRECTOR (TECH.)



New Delhi, the 2<sup>nd</sup> August, 2006.

To

M/s West Bengal Mineral Development & Trading Corporation Limited (WBMDTCL).

Kolkata

Subject: Regarding Ichhapur and Kulti coal blocks in the State of West Bengal

Sir,

(i) Coal Mining shall be carried out by M/s WBMDTCL or a separate company to be created with participation of M/s WBMDTCL provided that the separate created company is a Government company eligible to do coal mining as per the provisions of the Coal Mines (Nationalisation) Act, 1973.

(ii) The allocatee will do coal mining in accordance with the provisions of the Coal Mines (Nationalisation) Act, 1973, the Mines and Minerals (Development & Regulation) Act, 1957, the Contract Labour (Regulation & Abolition) Act, 1970, all the mineral, environmental and labour laws alongwith other regulations governing coal industry.

(iii) The allocatee would do mining of coal from the allocated block in accordance with a mining plan approved by the Central Government.

(iv) The mining lease will be executed between the State Government and the allocatee as per the provisions of MMDR Act 1957 and the rules framed thereunder.

(v) The exploration of the coal block shall be done either through CMPDIL or under the direct supervision of CMPDIL. Prospecting license shall be applied for within three months of date of allotment and the detailed exploration shall be completed at the earliest. After the detailed exploration is completed the allocatee of the block shall proceed for ensuring earliest commencement of production. The milestone chart appended shall be adhered to. Any slippage would render this allocation liable for cancellation, and withdrawal of block from the allocatee.

(vi) Whether the block could be operated as one mine or otherwise would be determined by the Central Government after the detailed exploration is completed, having regard to factors such as the interest of conservation, safety, deployment of optimal technology for optimal extraction of coal, mine capacity, the earliest commencement of production, etc.

(vii) The existing coal linkages granted from CIL/SCCL would not be disturbed in any way with coal mined from Ichhapur and Kult block.

(viii) Any violation of the conditions imposed above in mining and disposing of coal from the Ichhapur and Kulti coal block will render the mining lease liable for cancellation.

Yours faithfully,

( V.S. R2D2 )

Under Secretary to the Government of India

Copy to

- 1 Secretary, Ministry of Power, Government of India, New Delhi.  
2 Chief Secretary, Government of West Bengal, Kolkata.  
3 Chairman, CIL, Kolkata / CMD, CMPDIL, Jharkhand.  
4 Coal Controller / Office Folder.

03/08

124

14

Handwritten practice script showing cursive letter forms and combinations.

No.	EVENT	TIME LIMIT
		in months from 'U' date
1.	Purchase of GR	1.5
2.	Mining Lease Application	3
3.	Mining Plan submission	6
4.	Mining Plan approval	8
5.	Previous approval application	11
6.	Previous approval	11
7.	Forest Clearance application	12
8.	Forest Clearance	18
9.	Environment Clearance Application	12
10.	Environment Clearance	18
11.	Mining Lease grant	24
12.	Land acquisition begin	9, 19
13.	Land Acquisition	30, 36
14.	Opening permission application	34, 40 for OC 46, 52 for UG
15.	Opening permission grant	35, 41 for OC 47, 53 for UG
16.	Production	36, 42 for OC 48, 54 for UG
17.	Reaching Rated Capacity	

125

15

524



Government of India  
Ministry of Coal

525  
New Delhi, the 2nd August, 2006.

To

20  
1. Secretary, Industries,  
Government of Maharashtra,  
Mantrayala, Mumbai

2. The Chairman,  
Tamil Nadu State Electricity Board,  
Chennai

Subject: Regarding Gare Pelma Sector II coal block in the State of Chhattisgarh basis to Tamil Nadu State Electricity Board (TNEB) and Maharashtra State Mining Corporation Limited (MSMCL)

Sir,

I am directed to refer to Secretary, Industries, Government of Maharashtra's letter No. NMN-1005/CR-998/TND9 dated 10.01.2006 and Chairman, TNEB letter No. CE/Coal/EA/Captive Mine/D-2009/5 dated 04.10.2006 on the above subject and to convey the 'in principle' approval of the Central Government to the working of Gare Pelma Sector II coal block by the Tamil Nadu State Electricity Board (TNEB) and M/s Maharashtra State Mining Corporation Limited (MSMCL), under the Government Company dispensation in pursuance of Section 3(3)(a)(i) of the Coal Mines (Nationalisation) Act 1973 subject to the following conditions:

- (i) Coal Mining shall be carried out by TNEB and M/s MSMCL or a separate company to be created with participation of TNEB and M/s MSMCL provided that the separate created company is a Government company eligible to do coal mining as per the provisions of the Coal Mines (Nationalisation) Act, 1973.
- (ii) M/s MSMCL will be entitled to a share of 175 million tonnes of coal from this block.
- (iii) The allocatee will do coal mining in accordance with the provisions of the Coal Mines (Nationalisation) Act, 1973, the Mines and Minerals (Development & Regulation) Act, 1957, the Contract Labour (Regulation & Abolition) Act, 1970, all the mineral, environmental and labour laws alongwith other regulations governing coal industry.
- (iv) The allocatee would do mining of coal from the allocated block in accordance with a mining plan approved by the Central Government.
- (v) The mining lease will be executed between the State Government and the allocatee as per the provisions of MMDR Act 1957 and the rules framed thereunder.
- (vi) The exploration of the coal block shall be done either through CMPDIL or under the direct supervision of CMPDIL. Prospecting license shall be applied for within three months of date of allotment and the detailed exploration shall be completed at the earliest. After the detailed exploration is completed the allocatee of the block shall proceed for ensuring earliest commencement of production. The milestone chart appended shall be adhered to. Any slippage would render this allocation liable for cancellation, and withdrawal of block from the allocatee.
- (vii) Whether the block could be operated as one mine or otherwise would be determined by the Central Government after the detailed exploration is completed, having regard to factors such as the interest of conservation, safety, deployment of optimal technology for optimal extraction of coal, mine capacity, the earliest commencement of production, etc.

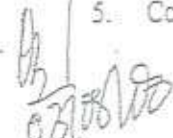
- (viii) The existing coal linkages granted from CIL/SCCL would not be disturbed in any way with coal mined from Gare Pelma Sector II block
- (ix) Any violation of the conditions imposed above in mining and disposing of coal from the Gare Pelma Sector II coal block will render the mining lease liable for cancellation.

Yours faithfully,

  
(V.S. Rana)

Under Secretary to the Government of India

- Copy to :
1. Secretary, Ministry of Power, Government of India, New Delhi.
  2. CMD, Maharashtra State Mining Corporation Limited, Mumbai.
  3. Secretary, Industry and Commerce, Government of Tamil Nadu, Chennai.
  4. Chairman, CIL, Kolkata / CMD, CMPDIL, Ranchi ✓
  5. Coal Controller / Office Folder.







F.No. 13016/74/2006-CA-1  
Government of India  
Ministry of Coal

New Delhi, the 19th June, 2007.

To

The Chairman & Managing Director,  
Rajasthan Rajya Vidyut Utpadan Nigam Ltd.,  
Jaipur

Subject: Allocation of Parsa East and Kanta Basan coal blocks to Rajasthan Rajya Vidyut Utpadan Nigam Ltd. (RRVUNL) under Government company dispensation table - regarding

Sir,

I am directed to refer to your letter No. RVUN/CMD/Fuel/D260 dated 11<sup>th</sup> August, 2006 on the above subject and to convey 'in principle' consent of the Government of India to the working of Parsa East and Kanta Basan coal blocks in the State of Chhattisgarh to Rajasthan Rajya Vidyut Utpadan Nigam Ltd., (RRVUNL) to meet the coal requirement of their two thermal power projects viz. Chhabra Phase II (500 MW) and Jhalawar (Kalisind 1000 MW) in pursuance of the provisions of Government Company dispensation under Section 3(3)(a)(i) of the Coal Mines (Nationalisation) Act 1973 and the Revised Policy on Coal Mining by State Government (copy enclosed), subject to further following conditions:

- (i) Prospecting/Detailed exploration and coal mining shall be carried out by M/s RRVUNL or a separate company to be created with participation of M/s RRVUNL provided that the separate created company is a Government company eligible to do coal mining as per the provisions of the Coal Mines (Nationalisation) Act, 1973 and the Revised Policy on coal mining by State Government.
- (ii) The mining lease will be executed between the State Government and M/s RRVUNL as per the provisions of the MMDR Act 1957 and the rules framed there under.
- (iii) Detailed exploration shall be carried out by the allocatee, in strict conformity with the guidelines laid down in this behalf in consultation with CMPDIL.
- (iv) Mining of coal from the allocated coal block shall be carried out in accordance with the applicable Statutes/Rules/Orders/Directions governing the mining of coal in the country so as to extract the reserve to the maximum extent possible.

(v) Those of the conditions mentioned herein relevant at the time of grant of mining lease shall be included as additional conditions in the mining lease in addition to any further conditions imposed by or agreed to by the Central Government.

(vi) The State Government, at the time of seeking previous approval for the grant of mining lease, shall submit a draft of the mining lease containing the above relevant conditions for vetting by the Central Government. The final mining lease shall be as vetted/modified by the Central Government. Any deviation from the vetted/modified draft shall render the mining lease deed ab-initio null and void and without effect.

(vii) Coal produced from the allocated coal block Parsa East and Kanta Basan will not be supplied to the consumers of Coal India Limited/SCCL against their existing linkages.

(ix) M/s RRVUNL may approach CIL/CMPDIL/GSI to obtain the available geological data on these blocks on payment of necessary exploration cost.

(x) The allocatee company shall apply for a prospecting license within three months of the date of issue of allotment letter. After the detailed exploration is completed, the allocatee of the block shall proceed for ensuring earliest commencement of production. The milestone chart appended shall be adhered to. Any slippage would render this allocation liable for cancellation, and withdrawal of block from the allocatee.

(xi) M/s RRVUNL shall submit a bank guarantee of Rs.46.8 crore (equal to one year's royalty amount based on mine capacity of 7.2 mtpa, for 'F' grade of coal and the royalty @ Rs. 65 per tonne) within three months from the date of this letter. Subsequently, upon approval of mining plan the Bank Guarantee amount will be modified based on the final peak/rated capacity of the mine.

(xii) 50% of the bank guarantee shall be linked to the milestones (time schedule) set for development of coal block, and the remaining 50% to the guaranteed production. The bank guarantee shall be liable to be encashed in the following eventuality:

(a) There shall be an annual review of progress achieved by an allocatee company. In the event of lapses, if any, in the achievements vis-à-vis the milestones set for that year, a proportionate amount shall be encashed and deducted from the bank guarantee.

(b) Once production commences, in case of any lag in the production of coal/lignite, a percentage of the bank guarantee amount will be deducted for the year. This percentage will be equal to the percentage of deficit in production for the year with respect to the rated/peak capacity of the mine, e.g., if rated/peak capacity is 100, production as per the approved mining plan for the relevant year is 50 and actual production is 35, then  $(50-35)/100 \times 100 = 15\%$  will lead to



deduction of 15% of the original bank guarantee amount for that year. Upon exhaustion of the bank guarantee amount, the block shall be liable for de-allocation/cancellation of mining lease.

(c) The allocatee shall ensure that the bank guarantee remains valid at all times till the mine reaches its rated capacity or till the bank guarantee is exhausted. Any lapses on this count shall lead to de-allocation/ cancellation of mining lease.

(xiii) Any violation of the conditions imposed above in mining of coal from the Parsa East and Kanta Basan coal block will render the mining lease liable for cancellation and withdrawal of allocation.

  
(V.S. Rana)

Under Secretary to the Government of India.

Copy to

1. The Chief Secretary, Government of Rajasthan, Government Secretariat, Jaipur 302 005
2. Prime Minister's Office with reference to PMO ID No. 200/31/C/72/06-ESI dated 12.06.2007
3. Chairman, CIL, Kolkata
4. CMD, CMPDIL, Ranchi CIL/SCCL,
5. CMD, SECL, Bilaspur
6. Ministry of Power with reference to D.O. letter No. 12/2/2005-  
Th(Vol.II) dated 4<sup>th</sup> April, 2007
7. Coal Controller, Kolkata
8. Office Folder.

### MILESTONES CHART

Sl.No.	EVENT	TIME LIMIT IN MONTHS (FROM THE DATE OF ALLOCATION)
1.	PROSPECTING LICENSE	3
2.	COMPLETION OF EXPLORATION AND PREPARATION OF GEOLOGICAL REPORT (GR)	27
	EVENTS AFTER PREPARATION OF GR	TIME LIMIT IN MONTHS AFTER PREPARATION OF GR
3	MINING LEASE APPLICATION	3
4	SUBMISSION OF MINING PLAN	6
5	MINING PLAN APPROVAL	8
6	PREVIOUS APPROVAL APPLICATION	11
7	PREVIOUS APPROVAL	11
8	FOREST CLEARANCE APPLICATION	12
9	ENVIRONMENT CLEARANCE	18
10	GRANT OF MINING LEASE	24
11	LAND ACQUISITION BEGIN	9, 19
12	LAND ACQUISITION	30, 36
13	OPENING PERMISSION APPLICATION	34, 40 (FOR OC) 46, 52 (FOR UG)
14	GRANT OF OPENING PERMISSION	35, 41 (FOR OC) 47, 53 (FOR UG)
15	PRODUCTION	36, 42 (FOR OC) 48, 54 (FOR UG)
16	REACHING RATED CAPACITY	

No. 13011/2/2011-CA-I(Pt.)  
Government of India  
Ministry of Coal

New Delhi the 23<sup>rd</sup> October, 2012

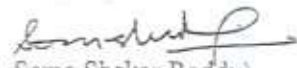
OFFICE MEMORANDUM

Sub: Minutes of the 14<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 9<sup>th</sup> & 10<sup>th</sup> October, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Fourteenth Meeting of the Inter-Ministerial Group (IMG) held on 9<sup>th</sup> & 10<sup>th</sup> October, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action.

The Fifteenth meeting of the IMG will be held on 29<sup>th</sup> & 30<sup>th</sup> October, 2012 at 10.30 AM onwards in the Conference Hall, Coal India Limited, Core-6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi. All concerned are requested to make it convenient to attend the meeting. The agenda of the meeting is to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation.

Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Prabodh Saxena, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri J P Shukla, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
8. Shri A.C.R. Das, Industrial Advisor, Ministry of Steel, Udyog Bhawan, New Delhi.
9. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
10. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal.
11. Shri A. Acharya, Coal Controller
12. Shri B.N. Basu, Director, CMPDIL



MINUTES OF THE 14<sup>th</sup> MEETING THE IMG HELD ON 9<sup>th</sup> & 10<sup>th</sup> October, 2012 AT CIL OFFICE, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRPERSONSHIP OF ADDITIONAL SECRETARY(COAL)

Members as per list enclosed at Annex-I & II attended the meeting IMG on 9<sup>th</sup> & 10<sup>th</sup> October, 2012. Additional Secretary (Coal) welcomed the members to the meeting including JS, DEA, Ministry of Finance and JS, Ministry of Steel who joined the IMG first time on 10<sup>th</sup> October, 2012 after their nomination as both the Ministries made nominations afresh. The Chairperson explained to them about the previous meetings held and the TORs and issues/tasks of the IMG.

2. The Government companies allocated coal blocks were invited to make presentations in respect of the replies given to show cause notices as per the list enclosed as Annexure-III. According to the notices issued to them for attending the meeting of the IMG, the companies were also asked to provide the following at the time of presentation:

- a. The documents indicating current status duly certified by the authorized representative (duly authenticated documents supporting the status shown may be kept available for perusal of IMG, if required.)
- b. Details of investment made vis-à-vis the planned investment in development of coal block duly certified by Chartered Accountant. Investment in respect of end-use plant may be separately indicated with due certification.
- c. Progress of implementation of end-use plant.

3. The CA certificate and physical progress as reported by the companies was taken on record. However, IMG noted that there is no mechanism to verify the correctness of data furnished by the allottees except in the cases where power plants monitored by CEA are the end use plants. Representative of Ministry of Steel and DIPP also mentioned that they do not have agencies for monitoring the progress of the end-use plants. As such the self certification by allocatees and progress furnished by Coal Controller is to form the basis of review and recommendations by the IMG. The authorized representatives were then given an opportunity to be duly heard by the IMG. IMG desired that to facilitate further deliberations, the Coal Controller / MoC may provide a status paper for each case including the following:

- i. Terms and conditions of allotment and subsequent revisions, if any;
- ii. Slippages against milestones as stated in the SCN,
- iii. History of previous reviews and action taken;
- iv. Condonation of delay or extension of zero date granted if any and permissible grace period if any; whether any request for condonation is pending with Ministry;
- v. Litigation and orders of the court, if any;
- vi. Summary of reply of the company including reasons for delay;
- vii. Comments of MoC with respect to issues pertaining to delay in purchase of GR, transfer of surface rights by coal companies, sanction of mining plan, etc.



2011-2012 2012




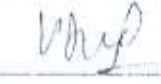


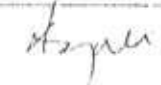

4. It was informed that Status Paper on progress of coal blocks was provided by the Coal Controller and the copies of allotment letters and reply to show cause notices were provided by MoC. Status paper of MoC will be provided before the next meeting regarding those points mentioned above on which comments of MoC are required.

5. The next meeting of the IMG to deliberate on the course of action to be recommended by the IMG in respect of the companies which made presentation shall be communicated to the members shortly.

6. The meeting ended with a vote of thanks to the Chair.


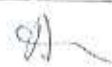



\*\*\*\*\*

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 09.10.2012 at 10.30 AM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	I. S. SINGH, Director	Ministry of Finance, DEA	inderpal.ip@gmail.com	
2	NAND LAL Senior Div Officer	DIPP (Min. of Comm & Industry)	nand.lal@nic.in	
3	Talleen Kumar	JS, DIPP	talleen.kumar@gmail.com	
4	V. Appadurai	DSO, AWP	V.Appadurai@nic.in	
5	J. P. Shukla	JS, Min/Steel	23063856	
6	A. K. Bhalla	JS, Min of Coal	ajoy.bhalla@nic.in	
7	A. A. Srinivasan	JS & FA, MoC	.	
8	P. S. S. Reddy	Director, MoC	director.moc@nic.in	

135



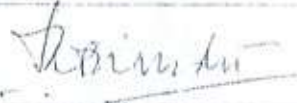




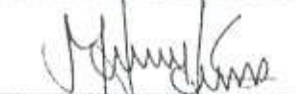
201

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
9	D. V. PRASAD Adv (P)	Min of Coal		
10	A. Acharya	Genl Controller	9432645213	
11	B. N. Basu.	CMPDI		
12	SURESH CHANDRA	D/o Legal Affairs: MOL	23381589	
13	CP. Krishani joined at 3.30pm.	JS, MDP		
14				
15				
16				
17				
18				

136



Details of participants / representatives of allocatee companies (Government/PSUs) made presentation before Inter-Ministerial Group (IMG) meeting held on 09.10.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department NAME OF COMPANY/PSU	Contact No. / e-mail	Signature
1	PREM KUMAR L/D	C.M.D.C RAIPUR GARE VELMA I & SHANIKARPUR (BHATGAON I) & EXTN	9406479108	
2	P S YADAV GM (MINES)	— do —	982633240	
3	L.K. SRIVASTAVA PRESIDENT (MINING)	— do —	942522074	
4	K. Mallikarjun Rao VP - Mining	Mahabamila	9560011468	
5	R. B. MATHEW	Mahabamila	Adm. 9650002704	
6	Manoj Agrawal COO	"	9650589444	
7	P S Chatterjee	"	9650523331	
8	SURESH HEDIKONDA	"	9958997777	

202

138

9	NAME/DESIGNATION	NAME OF COMPANY	CONTACT / P-NUM	SIGNATURE
9	M.R. KRISHNA RAO	MAHATAMIL	9650191968	<i>[Signature]</i>
10	TARUN KUMAR	MAHATAMIL	8826002297	<i>[Signature]</i>
11	S. VALLABHAN	TNTB		<i>[Signature]</i>
12	<i>[Signature]</i> S. VALLABHAN	MSMC	976955990	<i>[Signature]</i>
13	H. Rama Rao	MTCL	9004644789	<i>[Signature]</i>
14	S. Mithra, Chairman - cum - Managing Director	ODISHA MINING Corporation	9437030232	<i>[Signature]</i>
15	Sri KC Sarangi Project Officer	do -	01437425348	<i>[Signature]</i>
16	Sri RC Panda Consultant	do -	9873346415	<i>[Signature]</i>
17	T. Prashanth Rao Director	APACENCO.	01440627052	<i>[Signature]</i>
18	K. Vijayaraman IAS	MD / APACENCO	9652341555	<i>[Signature]</i>
19	Gurdeep Singh	MD - GSECL	9687533666	<i>[Signature]</i>

203












20	NAME/DESIGNATION	NAME OF COMPANY	CONTACT/E MAIL	SIGNATURE
21	P.H. Kulkarni	MGCCL	9879200603	
22	R. Mathur	MGCCL	9711733272	
23	M. K. Thakur	MGCCL	999310855	
24	R. K. Chaudhary	MGCCL	9867233552	
25	M. K. Sharma	MANAGERS		
26	M. K. Meena	APMDC	9397555005	
27	S. MISHRA	OMC CMD	9437030233	
28	RAVI JOSHI	APMDC	9810055905	
29	V. SANTOSH KUMAR	APMDC	9491144662	
30	K-C-Saichand	OMC Ltd	9298012398	

139














204












041

NAME/DESIGNATION	NAME OF COMPANY	CONTACT / E-MAIL	SIGNATURE
31	Pradeep Jeng Secy. Energy Govt. of Odisha	prj364@yahoo.com	
32	SUNSANWAR, M Chairman KSEB Govt. of Kerala	Sunsanwar@keralatourism.org	
33	Santosh Sahu	Santosh Sahu 1965 Sradiffmail.com	
34	ANNAMMA JOINI	lang@ksebm.in	
35	SREENIVASAN G	ksebell@ksebm.in	
36	R.H. Choudhary	nm.Bagchi@ksebm.in	
36	Nayan S Choudhary	cosacgpc@ksebm.in	
38	P.H. Karne	9829200603	
39	B.S. RAWAT	9810667750	
40	S.P. RAIK	9437559711	
41	KAPIL DHINGRA	9499210189	

208


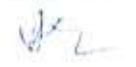



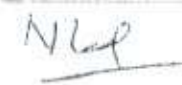


141

NAME/RESIDENTIAL	NAME OF COMPANY	CONTACT NO./E-mail	SIGNATURE
42 NITIN JOTARL DF	BHUSHAN STEEL LTD	9811088164	
43 S.R. Singh	UCEM Coal Company Ltd	9894235607 Singh@UCEM.co	
44 R.R. Goud	Maharajwari Imp	9869737552	
45 VIKESH CHANDRA	U.P. R.V. D.M.	9810597767	
46 P.S. Yadav	CMDC	7826331246	
47 H.K. Agrawal	UPRVUNL	9935511188	
48 Lalit Jishi	Bhushan Steel Ltd	<del>9811088164</del> 5811798197	
49 M.S. Sharma	Bhushan Steel Ltd/CEM	9873541424	
50 Surya Kumar	Secy. Power Govt of UP		
51 R.M. Attar	UCEM	9711733272	
52 Prem Kumar	IND, C.G. Mineral Dev. Corporation	9406479108	

NAME/DESIGNATION	NAME OF COMPANY	CONTACT NO./E-MAIL	SIGNATURE
53	Dheeraj Sahni MD	8005713333	
54	JP PRAKASH	09575013329 japriye@yahoo.com	
55	S. NISHTRA	09437030233	
56	J.P. BARUAH	MD, Assam Mining Dev. Corp. apd.	
57	S. VALLATHAN	CE/rock/wins/TNCCS	
58	R.P. MABAIK	Director, DMK, Meghalaya	
59	G. RAGHAVA CHANDRAN	Divides NCC	
60	V.S. GUNESHVI	M.D KMDCE	
61	A L THIROR	GM GMDC	
62	M.J.I. Alisha	PH, PLP Dk, Paly.	
63	K.C. Bera	AM(OD) Gmdc 90999 52409	



Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 10.10.2012 at 10.30 AM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	B. N. Basu	CMPDI		
2	A. Acharya	Coal Controller	9432645713	
3	D. N. PRASAD	Min. of Coal		
4	P. S. S. Radely	Director, MoC	diocas.moc@nic.in	
5	SANJAY HANGAL	Director, Ministry of Steel	Sanjay.hangal@nic.in	
6	NIAND LAL Sr. D O	DIPP, Min. of Comm & Ind.	niand.lal@nic.in 9868053420	
7	S. ABBAS J. S.	Ministry of Steel	8826822222	
8	S. Chavaly	DEA, MoI	schavaly@nic.in	

208

hh1

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
9	V. Bhallo JS	Min of Coal		
10	A. A. SRIVASTAVA JS	MoC		
11	V. A. PRASAD JS	MoP		
12	Suresh Chandra JS & LA	MoL	23381589	
13	R. N. Singh JS (Brijes)	MMTC Ltd.	9818620600 24365608	
14				10/10/12
15				
16				
17				
18				

Details of participants / representatives of allocatee companies (Government/PSUs) made presentation before Inter-Ministerial Group (IMG) meeting held on 10.10.2012 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Name of the Company/PSU	Contact No. /e-mail	Signature
1	A.K. Sarker Addl. Chief Secy M.D.	Jharkhand State Min. Dev. Corpn.	9431102168 Jmdevco.in	A.Sarker
2	Dr. Chakrapany	Jharkhand State Mineral	9708535043	Chakrapany
3	Mishra GM (Mines)	Jharkhand State Mineral Corporation	9431118510	Mishra
4	V.K. Singh Prin. Secy. Energy	Govt of Jharkhand	9911508887	V.K.
5	S.N. Verma Chairman, JSER	Jharkhand State	9431120503	S.N.
6	N.C. Jha, H.D. Bihar State Mineral Development Corporation, Bihar, Patna	Bihar State Mineral Develop- ment Corporation, Bihar, Patna	9835459176	N.C.
7				
8	R. Sarker GM	TURL	9431928193	R.Sarker



2/10

9h1

Name & Designation		Name of Company/BV		Contact/mobile Signature	
9	RAJESH KONGON FEE	TVNL	09835346528		
10	SUDHAKAR	DGM (PERSONNEL), NMTC	9818661265		
11	B. AKALA	Division, NMTC	9899279391		
12	VED PRASAD	Director, NMTC	9811292477		
13	R. N. SINGH GM (Projects)	GM (Projects), NMTC Ltd.	9818620600 24365608		
14	P. M. PRASAD CEO	MJSJ	09437332838		
15	S. B. Dasgupta Director, MJSJ	MJSJ	09163321661		
16	M. S. Chavara	MJSJ	09958012424		
17	RAJDEEP MOHANTY	MJSJ	09438250020		
18	SANDEEP GOKHANE	MJSJ	9870066177		
19	A. K. Tewari	MJSJ / MCL	09437060549		



2/9

841

NAME & DESIGNATION	NAME OF COMPANY/PSU	CONTACT NO./E-MAIL	SIGNATURE
31 S.K. Mandal i.d. m.p. n.c.c.	M.P. State Mining Corp. Ltd., Bhopal.		
32 S.K. Nuthi GM (O)	— " —	Shasankar @ yahoo.com M-9450111111	Shankar
33 Dinesh Sonthalis	ACC Mineral Resources Ltd.	8085958644 dinesh_sonthalis@ acclimited.com	Dinesh
34 K. Kasturi	— do —	9004476335 Keshavan.kasturi@ acclimited.com	K.K.
35 D. Samanta	ACC Mineral Resources Ltd	8085958645 deep_minny@rediffmail.com	Deep
36 S. K. Mandal	ED M.P. State Mining Corp. Ltd.		
36 Kamini Singh Bharda	ACC Minerals	Kamini.Bharda@ acclimited.com	Kamini
38			
39			
40			
41			



**Presentation by Govt. companies before the IMG on 9<sup>th</sup> & 10<sup>th</sup> October,  
2012**

<b>09<sup>th</sup> October, 2012 at 10.30 AM</b>					
<b>Sl. NO</b>	<b>NAME OF COAL BLOCK</b>	<b>NAME OF GOVT. COMPANY</b>	<b>ADDRESS</b>	<b>MOB/TEL</b>	<b>FAX/ e-mail</b>
1	Gare Pelma Sector -I	Chhattisgarh Mineral Development Corporation Limited.	M/s Chhattisgarh Mineral Development Corporation Limited  Ring Road, Sona Khan Bhawan, Raipur- 494 001 Chhattisgarh	<u>0771- 2412638</u> <u>0771-4043477</u> <u>09981802038</u>	
2	Gare Pelma Sector II	Maharashtra State Mining Corporation	M/s Maharashtra State Mining Corporation (MSMC) Plot No. 7, Ajni, Square, Wardha Road, Nagpur- 440015 (M.S)	<u>0712- 2253207</u> <u>0712- 2253206</u>	<u>0712- 2253203</u>
		Tamil Nadu State Electricity Board	Shri Thiru. Rajeev Ranjan, IAS, CMD, TNEB NPKRR Maaligai, 144, Anna Salai, Chennai- 600 002	<u>044- 28520131</u> <u>044- 28521300</u>	<u>chairman@tneb.net.org</u>
3	Shankarpur Bhatgaon II & Extn.	Chhattisgarh Mineral Development Corporation Limited.	M/s Chhattisgarh Mineral Development Corporation Limited, Ring Road, Sona Khan Bhawan, Raipur- 494 001-Chhattisgarh	<u>0771- 2412638</u> <u>0771-4043477</u> <u>09981802038</u>	
4	Utkal-D	M/s Orissa Mining Corporation	Odisha Mining Corporation Limited, OMC House, Bhubaneswar- 751 001, Odisha	<u>0674- 2394578/</u> <u>778/</u> <u>2393431</u>	<u>0674- 2391629/</u> <u>2396889</u>
5	Tadicherla-I	Andhra Pradesh Power Generation Corp. Limited	M/s Andhra Pradesh Power Generation Corp. Limited Vidyutsoudha, Khairatabad Hyderabad- Andhra Pradesh	<u>040- 23499000</u> <u>040- 39239000</u> <u>Chairman- 23499899</u>	<u>040- 2349910</u> <u>1</u> <u>Fax- 2331766</u> <u>3</u>
6-7	Mahanadi Machhakat	GSECL	M/s Gujarat State Electricity Cop. Ltd.  Vidyut Bhawan  Race Course, Vadodara- 390		

			007		
		MSEB	MSEB, Prakashgad, Plot No. G-9, Bandra (East), Mumbai- 400 051	<u>022 - 24672131</u> <u>26590606</u>	
<b><u>09<sup>th</sup> October, 2012 at 2.30 PM</u></b>					
8	Nuagaon Telisahi	M/s Orissa Mining Corporation	Odisha Mining Corporation Limited, OMC House, Bhubaneswar- 751 001, Odisha	<u>0674- 2394578/ 778/ 2393431</u>	<u>0674- 2391629/ 2396889</u>
		APMDC	Andhra Pradesh Mineral Development Corporation H.No. 6-2-915, 3 <sup>rd</sup> Floor, Rear Block, Hyderabad Metropolitan Water Supply & Sewerage Board ( HMWSSB Building) Khairthabad, Hyderabad- 500 004	<u>23323153</u> <u>23393814</u>	<u>040- 2339315 2</u>
9-10	Chendipada, Chendipara-II	UPRVUNL	Uttar Pradesh Rajya Vidyut Utpadan Nigam Limited Shakti Bhwan 14- Ashok Marg Lucknow- 226001.	<u>Principal Sec Shri A.K.Gupta</u> <u>0522- 2238283</u> <u>MD-Shri Deeraj Sahu,</u> <u>0522- 2287874</u> <u>Dir (Fin) Shri S.K.Agarwal</u> <u>0522- 2287805</u>	<u>Fax- 0522- 2238255</u> <u>Fax- 0522- 2287885</u> <u>Fax 0522- 2287798</u>
		CMDC	CMDC, Sona Khan Bhavan, Raipur, Chhattisgarh		
		MAHAGENCO	M/s MAHAGENCO Prakashgad, Plot No. G-9, Bandra (EAST), Mumbai- 400 051	<u>022- 26474211</u> <u>26472131</u>	<u>022- 2647674 9</u>
11	Baitarni West	KSEB	Kerala State Electricity Board, Vidyuthi Bhavanam Pattom, Thiruvananthapuram Pin - 695004, Kerala	<u>Chairman 0471- 2442125/25146 80/</u>	<u>2514500</u> <u>2514580</u>
		OHPGC	Orissa Hydro Power	<u>0674- 2522802/</u>	<u>0674-</u>



			Generation Corp., Odisha State Police Housing and Welfare Corporation Building, Vanvihar Chowk, Janpath,, Bhubaneswar- 751022	<u>2826</u> <u>2545526/</u> <u>2983</u>	<u>2542102</u>
		GPGC	Gujarat Power Generation corp., Block No. 5, 5 <sup>th</sup> Floor, Sachivalaya, Gandhinagar, Gujarat	<u>Principal</u> <u>Secretary-</u> <u>23250771</u>  <u>Dy. Sec.</u> <u>9825610717</u>	FAX- 2325079 7
12	Mandakini - B	Assam Mineral Dev., Corp	M/s Assam Mineral Dev. Corp, RP Road, Dispur, Guwahati- 781 006		
		Megahalaya Min. Dev. Corp	M/s Megahalay Min. Dev. Corp, Barik Main Road,, Shillong 793 001		
		Tamil Nadu State Electricity Board	M/s TNEB NPKRR Maaligai, 144, Anna Salai, Chennai- 600 002	<u>044- 28520131</u> <u>044- 28521300</u>	<u>chairma</u> <u>n@tneb</u> <u>net.org</u>
		M/s Orissa Mining Corporation	Odisha Mining Corporation Limited, OMC House, Bhubaneswar- 751 001, Odisha	<u>0674-</u> <u>2394578/778</u>  <u>2393431</u>	<u>0674-</u> <u>2391629</u>  <u>2396889</u>
13	Naini	GMDC	M/s Gujarat Mineral Development Corp. Limited, 132 Feet, Ring Road, Vastrapur, Ahmedabad- 380052	<u>079- 27913501,</u> <u>27813200</u>	<u>Fax-</u> <u>079-</u> <u>2791303</u> <u>8</u>
		PIPDICL	Pondicherry Industrial Promotion Development, Post Box No. 190, 60, Romain Rolland Street, Puducherry- 605 001	<u>0413-2334606</u> <u>2335116</u> <u>2334361</u> <u>2336842</u> <u>2334064</u>	<u>Fax-</u>  <u>0413-</u> <u>2336842</u>
<b><u>10<sup>th</sup> October, 2012 at 10.30 AM</u></b>					
14	Sugia Closed Mine	M/s Jharkhand State Mineral Development Corporation	M/s Jharkhand State Mineral Development Corporation, Khanij Nigam Bhawan, Doranda, Ranchi- 834 002, Jharkhand	<u>0651- 2491841</u> <u>2491842</u> <u>2491807</u> <u>2491932</u>	<u>0651-</u> <u>2491916</u>



				<u>2491025</u>	
				<u>2490767</u>	
15	Rauta closed mine	JSMDC	-do-	-do-	-do-
16	Burakhap small patch	JSMDC	-do-	-do-	-do-
17	Pindra – Debipur-Khaowatand	JSMDC	-do-	-do-	-do-
18	Latehar	JSMDC	-do-	-do-	-do-
19	Urma Paharitola	JSEB	M/s Jharkhand State Electricity Board, Engineering Building, HEC, Dhurwa, Ranchi- 4	<u>Chairman</u> <u>0654-2400809</u>  <u>Member (Finance)</u> <u>0654-2400805</u>  <u>Secretary</u> <u>0654- 2400803</u>	
		BSMDCL	M/s Bihar State Mineral Dev. Copr. Limited, Campus, NEPAL House Area, At & Post Doranda, Ranchi, Jharkhand- 834 002	<u>0651- 2491678</u>	
20	Patratu	JSMDC	M/s Jharkhand State Mineral Development Corporation, Khanij Nigam Bhawan, Doranda, Ranchi- 834 002, Jharkhand		
21	Rabodih OCP	JSMDC	-do-		
22	Saria Koiyatand	Bihar Rajya Khanij Vikas Nigam (BRKVN)	Bihar Rajya Khanij Vikas Nigam (BRKVN) Patna, Bihar.		
23	Rajbar E & B	Tenughat Vidyut Nigam Limited TVNL	M/s Tenughat Vidyut Nigam Limited, TVNL, HINOO, Ranchi, Jharkhand	<u>0654 – 225434</u>  <u>Chairman</u> <u>0654- 225521</u>  <u>Managing Director</u> <u>0651- 2500214</u>	<u>Chariman</u> <u>n – 0654- 225414</u>  <u>Managin g Director</u> <u>Fax- 0651- 2507460</u>
<b><u>10<sup>th</sup> October, 2012 at 2.30 PM</u></b>					
24	Gomia	MMTC	M/s MMTC , Core -1, No. 7, Scope Complex, Lodhi Road	<u>011- 24362200</u>	

			Institution, New Delhi- 03		
25	Utkal-E	NALCO	M/s Nalco, Core-4 (5th Floor), South Tower, , Distt. Centre, Scope Minar,, Laxmi Nagar, New Delhi - 110092	<u>9778123924</u> <u>011- 22010792</u> <u>22010801</u>	<u>011-</u> <u>2201080</u> <u>0</u>
26	Utkal-A + Gopalprasad	Mahanadi Coalfields Ltd.	Mahanadi Coalfields Limited, PO Jagriti Vihar, Burla Distt. Sambalpur, Pin- 768020, Orissa	<u>0663-2543461</u> <u>0663- 2452770</u>	
		JSW Steel Limited/ Jindal Thermal Power Limited	M/s JSW Steel , 5A,, Dr.G. Deshmukh Marg, Mumbai- 400 026, Maharashtra.  Jindal Centre, 12, Bhikaji Cama Place, New Delhi.	<u>022-</u> <u>23513000/4343</u> <u>7199</u>	<u>022-</u> <u>2352640</u> <u>0</u>
		Jindal Stainless Steel Limited	M/s Jindal Stainless Steel Limited, OP Jindal Marg, Hisar- 125 005, Haryana  26188344-60	<u>01662- 220476</u> <u>220499</u>	011- 2617069 1,  2616127 1
		Shyam DRI Limited	M/s Shyam DRI Limited, "S S CHAMBERS", 5, C.R. Avenue, Kolkata – 700 071	<u>0331-4011</u> <u>1000</u>	<u>033-</u> <u>2011</u> <u>1031</u>
27 to 31	Ichhapur  Kulti  Jaganathpur- A  Jaganathpur- B  Sitarampur	West Bengal Mineral Dev. Trading Corp	M/s West Bengal Mineral Dev. Trading Corp.  2 <sup>nd</sup> Floor,  12, Nellie Sengupta Sarani (Lindsay Street)  Kolkata-700 087, West Bengal	<u>033- 22527376/</u> <u>3819/ 88563</u>	<u>033-</u> <u>2252165</u> <u>3</u>

\*\*\*

2/3

No. 13011/2/2011-CA-I(Pt.)  
Government of India  
Ministry of Coal

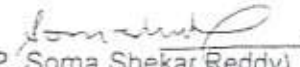
New Delhi the 6<sup>th</sup> November, 2012

OFFICE MEMORANDUM

Sub: Minutes of the 15<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 5<sup>th</sup> November, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Fifteenth Meeting of the Inter-Ministerial Group (IMG) held on 5<sup>th</sup> November, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action

Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri S. Chavaly, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P. Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri S. Abbasi, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
8. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
9. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal.
10. Shri A. Acharya, Coal Controller
11. Shri B.N. Basu, Director, CMPDIL

154



**MINUTES AND RECOMMENDATIONS OF THE 15th MEETING THE IMG HELD ON 5<sup>th</sup> NOVEMBER 2012 AT CIL, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)**

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting. The minutes of the fourteenth meeting held on 9<sup>th</sup> and 10<sup>th</sup> October, 2012 were confirmed.

2. Before starting deliberations, the IMG noted that status paper has been provided in respect of the cases for which the files are available with the Ministry of Coal. IMG was informed that the files in respect of other allocatees who have made presentation before the IMG are yet to be returned by CBI.
3. Before deliberating on individual cases, the IMG deliberated upon the broad parameters which may constitute substantial progress of coal block. It was decided that purchase of GR, Approval of Mining Plan, Grant of EC, status of FC and progress made in land acquisition shall in general constitute substantial progress. Physical status of EUP where applicable, investment made and expected date of opening of mine and commissioning of EUP shall also be a material consideration. The overall objective of earliest start of production from the concerned mines will also be kept in view.
4. The IMG was informed that a large number of blocks in the Government dispensation route are regionally explored blocks in which the exploration has taken more time than the 27 months envisaged in the allocation letter. After review in 2009-10, it was decided not to de-allocate these blocks on this account at that time. Taking all factors into consideration IMG took a view that in general, those regionally explored blocks in which detailed exploration has now been completed may not be recommended for de-allocation at this stage.
5. The IMG noted that for the coal blocks allotted under Government dispensation the BG was introduced only from June, 2007 onwards. In case of coal blocks allotted

before June, 2007, which are not recommended for de-allocation IMG may recommend imposition of BG to ensure adherence to the milestones. The amount of BG that may be asked for would be fixed factoring in the time elapsed since date of allotment.

6. The IMG then took up individual cases and made recommendations as below after due deliberation and consideration of all material made available.

i) M/s Chhatisgarh Mineral Development Corpn. Ltd. (Gare Pelma Sector-I)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that 6 years have elapsed from the date of allotment i.e. 2.8.2006. IMG also noted that this is a regionally explored block and application for Prospecting Licence (PL) was submitted on 20.10.2006 and the PL was obtained on 16.11.2009 with considerable delay even though it was the concerned State Government which was required to approve it. The exploration of the block has been completed on 25.6.2012 and the allocatee company is in the process of preparing the mining plan. Investment made in the coal block as per CA certificate submitted by the company is Rs. 60.23 crore mainly on exploration. During presentation, the company argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by November 2015 whereas the normative date of production in terms of the allocation letter was 2.5.2012.

IMG noted that this is a regionally explored block and the allocatee has now completed exploration. It was further noted that the size of the block is fairly large, i.e., measuring 60.75 sq. kilometers requiring a drilling of 354 numbers of boreholes with a total drilling requirement of 1,35,000 meters. IMG noted that as per terms and conditions of allocation any slippage pertaining the period of 27 months allowed for exploration would render the allocation liable for cancellation and withdrawal of block from the allocatee. However, taking into account all factors, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage and



recommended that the allocatee may be permitted to continue holding the block only on submission of BG equivalent to one year royalty for adherence to milestones. IMG further recommends that the BG may be submitted within a period of three months from the date of issue of letter in this regard failing which the block may be de-allocated.

ii) M/s Maharashtra State Mining Corporation & Tamil Nadu State Electricity Board (Gare Pelma Sector-II)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that 6 years have elapsed from the date of allotment i.e. 2.8.2006. IMG also noted that this is a regionally explored block and application for Prospecting Licence (PL) was submitted on 28.2.2008 by MSMCL. IMG noted that prospecting could subsequently be taken up without PL as MECL was engaged for the prospecting work. The exploration of the block has been completed and GR received from MECL on 16.8.2012. The allocatee company is in the process of preparing the mining plan. During presentation and in the reply to the show cause notice, the allocates informed that they have made a JV Maha Tamil Colliery Ltd. (MTCL), which has selected MDO on 3.8.2011 through competitive bidding for development and operation of this coal block who shall also simultaneously set up an end-use power plant based on the coal excavated from this block. CA certificate has not been submitted by the allocatees, however, in their reply they have intimated total expenditure of Rs. 49.46 crore. In addition to this the MDO is stated to have incurred an expenditure of about Rs. 145.72 crore. At the time of presentation the major part of expenditure was reported on earnest money deposited to MTCL and technical know-how. The company argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by December 2015 whereas the normative date of production in terms of the allocation letter was 2.5.2012.

IMG noted that this is a regionally explored block and the allocatee has now completed exploration. It was further noted that the size of the block is fairly large, i.e.,



measuring 25.83 sq. kilometers requiring a drilling of 188 numbers of boreholes with a total drilling requirement of 74,000 meters. IMG noted that as per terms and conditions of allocation any slippage pertaining the period of 27 months allowed for exploration would render the allocation liable for cancellation and withdrawal of block from the allocatee. However, taking into account all factors, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage and recommended that the allocatee may be permitted to continue holding the block only on submission of BG equivalent to one year royalty for adherence to milestones. IMG further recommends that the BG may be submitted within a period of three months from the date of issue of letter in this regard failing which the block may be de-allocated.

iii) M/s Chhatisgarh Mineral Development Corpn. Ltd. (Shankarpur Bhatgaon II & Extn.)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that 5 years have elapsed from the date of allotment i.e. 25.7.2007. JV has been constituted in November, 2008. IMG also noted that the company has purchased the GR and the mining plan is approved on 2.8.2009, EC and FC clearances are pending and no land has been possessed. Investment made in the coal block as per CA certificate submitted by the company is Rs. 57.09 crore consisting of Rs. 19.84 crore deposited to Collector as service charge on 27.1.2011 for land acquisition, BG deposit, interest and other expense. However, in its report to the Coal Controller, the company has shown an investment of Rs. 120.59 crore in the statement for quarter ending June, 2012. During presentation also, the company mentioned investment of Rs. 57 crore only and argued that the entire delay was not attributable to them. They assured that they will be in a position to open the mine by December 2013 whereas the normative date for start of production was 25.1.2011.

IMG noted that neither EC nor FC is yet obtained nor has any land been taken in possession after elapse of 3 years since approval of the mining plan in 2009. There is discrepancy in the figure of investment as contained in the CA certificate and reported to the Coal Controller and it is wrongly reported to Coal Controller that land acquisition has been completed. In view of the unsatisfactory progress in development of coal mine and taking into account all factors including misrepresentation of facts, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation. The IMG noted that the allocation letter provides for 50% deduction linked to milestones and 50% to the guaranteed production, once production commences. In view of this the IMG recommends that 50% of the BG related to development of the coal block may be forfeited.

iv) ODISHA MINING CORPORATION LTD. (UTKAL-D)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that 9 years have elapsed from the date of allotment i.e. 19.12.2003. IMG noted that a JV agreement has been executed on 29.12.2003 which was reported to have been terminated on 1.11.2012. IMG also noted that the company has purchased the GR and the mining plan is approved on 7.4.2012, EC and Stage-I FC clearance have been obtained. Land acquisition has been completed on 1.11.2006 however it has been acquired by IDCO for the JV. Investment made in the coal block is not supported by CA certificate. At the time of presentation, investment was reported to be Rs.102.83 crore however, there is no mention of this in the written submission. During presentation, the company argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by April, 2014 whereas the normative date for start of production was 19.6.2007.

The IMG noted that though Stage-I FC clearance was obtained on 20.10.2006, there is no further progress for development of the block. The status was same in the



review meetings in 2009 and 2010. The allocatee has been issued show cause notices several times and there has been no improvement in status. Taking into account all factors and that neither is there any substantial progress nor has substantial investment been made in development of the coal block, the IMG recommends that the block may be de-allocated.

v) ANDHRA PRADESH POWER GENERATION CORP. LIMITED  
(TADICHERLA-1)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that 7 years have elapsed from the date of allotment i.e. 6.12.2005. IMG also noted that the company has purchased the GR and the mining plan is approved on 6.8.2008, EC and FC clearances are pending and land acquisition is almost completed. The Patta land of 303 ha. has been acquired and Government land of 1434 acres has also been acquired. Investment made in the coal block as per CA certificate submitted by the company is Rs. 77.74 crore. The company is also setting up its end-use power plant. As per CA certificate, Rs. 1263.20 crore investment has been reported on the end-use plant. During presentation, the company argued that the entire delay was not attributable to them and they were required to undertake additional drilling due to geological condition of the block. They assured that they will be in a position to open the mine by August, 2013 whereas the normative date for start of production was 6.6.2009. The allocatee has cancelled the original MDO arrangement and appointed Singareni Collieries Company Ltd. (SCCL) to undertake mining activities since 2010.

IMG noted that this is a regionally explored block and the allocatee has now completed exploration and is in a position to take further steps for the development of block. IMG noted that as per terms and conditions of allocation any slippage pertaining to the period of 27 months allowed for exploration would render the allocation liable for cancellation and withdrawal of block from the allocatee.



However, taking into account all factors, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage and recommended that the allocatee may be permitted to continue holding the block only on submission of BG equivalent to one year royalty for adherence to milestones. IMG further recommends that the BG may be submitted within a period of three months from the date of issue of letter in this regard failing which the block may be de-allocated.

vi) GUJARAT STATE ELECTRICITY CORPN. LTD. & MESB (MAHANADI MACHHAKATA)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that 6 years 9 months have elapsed from the date of allotment i.e. 6.2.2006. IMG also noted that the company has purchased the GR and the mining plan is approved, EC and FC clearances are pending. No land has been acquired as yet however, notification u/s 4 was reported issued for 80% of the land and u/s 6 of Land Acquisition Act for 20% of the land. Rs. 28 crore has been deposited for land in 2009. JV has been constituted on 1.11.2006. MDO has been appointed on 25.2.2009. Investment made in the coal block as per CA certificate submitted by the JV is Rs. 50.70 crore. The allocatee companies GSECL and MAHAGENCO(earlier MSEB) are also setting up their end-use power plants. As per CA certificate, Rs. 8205.06 crore investment has been reported on the end-use power plants of MAHAGENCO and Rs. 2574.30 crore by GSECL. During presentation, the company argued that the entire delay was not attributable to them. They assured that they will be in a position to open the mine by April, 2014 whereas the normative date for start of production was 6.8.2009.

IMG noted that this is a regionally explored block and the allocatee has now completed exploration and is in a position to take further steps for the development of block. IMG noted that as per terms and conditions of allocation any slippage pertaining to the period of 27 months allowed for exploration would render the allocation liable for cancellation and withdrawal of block from the allocatee.

However, taking into account all factors, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage and recommended that the allocatee may be permitted to continue holding the block only on submission of BG equivalent to one year royalty for adherence to milestones. IMG further recommends that the BG may be submitted within a period of three months from the date of issue of letter in this regard failing which the block may be de-allocated.

vii) ODISHA MINING CORPORATION LTD. & ANDHRA PRADESH MINERAL DEVELOPMENT CORPN. (NUAGAON TELISAH)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that 6 years have elapsed from the date of allotment i.e. 2.8.2006. IMG also noted that this is a regionally explored block and the exploration of the block has been completed and the GR has been made available in February, 2012. The allocatee company is in the process of preparing the mining plan. Investment made in the coal block as per CA certificate submitted by the company is Rs. 15.63 crore mainly on exploration. During presentation, the company argued that the entire delay was not attributable to them, and they assured that they will be in a position to open the mine by February, 2015 whereas the normative date of production in terms of the allocation letter was 2.5.2012.

IMG noted that this is a regionally explored block and the allocatee has now completed exploration and is in a position to take further steps for the development of block. IMG noted that as per terms and conditions of allocation any slippage pertaining to the period of 27 months allowed for exploration would render the allocation liable for cancellation and withdrawal of block from the allocatee.

However, taking into account all factors, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage and recommended that the allocatee may be permitted to continue holding the block only on submission of BG



equivalent to one year royalty for adherence to milestones. IMG further recommends that the BG may be submitted within a period of three months from the date of issue of letter in this regard failing which the block may be de-allocated.

viii) UTTAR PRADESH RAJYA VIDYUT UTPADAN NIGAM LTD., CMDC & MAHAGENCO (CHENDIPADA, CHENDIPADA-II)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that more than 5 years have elapsed from the date of allotment i.e. 25.07.2007. IMG also noted that the company has purchased the GR with a delay of more than 2 years. The mining plan has been approved on 4.7.2011 however, EC and FC clearances were reportedly held up by Government of Odisha. In this regard communication from Government of Odisha to the Central Government specifically objecting to the allocation of coal blocks in Talcher coalfields to 11 PSUs including the allocatee companies was brought to the notice of IMG. IMG was also informed that a JV company has been constituted by the allocatee companies on 16.10.2008 and MDO appointed in October, 2010. Investment made in the coal block as reported to CCO by the company is Rs.20.50 crore. CA certificate has not been submitted. The associated end-use plants are in various stages of implementation. The investment in EUP of MAHAGENCO as per CA certificate is Rs. 49.22 crore. The investment in EUP linked with CMDC by M/s Bhushan Steel is reported to be Rs.1672.44 crore as per CA certificate. Investment in the end-use plant of UPRVUNL at Jawaharpur TPS of Rs. 67.76 crore and Dopaha TPS of Rs. 13.37 crore have been reported during the presentation but not supported by CA certificates. A further Rs. 53.44 crore has been deposited with IDCO for land. During presentation, the company argued that the entire delay was not attributable to them and they assured that they will be in a position to open the mine by February, 2015 provided the basic objection raised by Government of Odisha is resolved.

Taking into account all factors and that progress in development of the coal block is held up as specifically included in the reference by Government of Odisha, IMG did not



recommend the de-allocation of coal block at this stage. IMG noted that as per terms and conditions of allotment, 50% of the BG is linked to the milestone set for the development of captive block and the remaining 50% to guaranteed production, once production commences. In the event of lapses in the achievement vis-à-vis the milestones set, the allotment letter provides that a proportionate amount shall be encashed and deducted from the BG. As per guidelines framed by IMG for proportionate deduction of BG related to non-achievement of milestones, the IMG recommends that out of the 50% BG related to achievement of milestones, deduction may be made on the basis of milestones not achieved in terms of weightages assigned to each of the milestones in the guidelines.

Out of 50% BG related to shortfall in production, the IMG recommends that deduction in BG for shortfall in production from the normative date i.e. 25.1.2011 from which production was required to be commenced may be made as per the formula provided in the terms and conditions of allocation.

The above recommendation is made in respect of Chendipada, which is an explored block. IMG was informed that development of Chendipada-II Coal Block is dependant on the development of Chendipada as it is located on its dip side. Chendipada-II is a regionally explored block and application for Prospecting Licence has been submitted to the District authorities on 4.3.2011. Taking into account all factors, IMG recommends that no deduction of BG or de-allocation in respect of Chendipada-II block by itself is warranted at this stage.

7. The recommendations of the IMG in respect of all the above cases is without prejudice to any action arising out of issues pertaining to allocation of coal block, formation of JV/engagement of MDO etc. which may be separately under consideration of the Central Government.

44  
162 B

8. The IMG confirmed the minutes as recorded above before conclusion of the meeting. It was decided that the 16<sup>th</sup> meeting of the IMG will be held on 6<sup>th</sup> November, 2012 at 3.00 PM onwards. The meeting ended with a vote of thanks to the Chair.

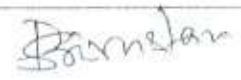
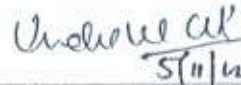

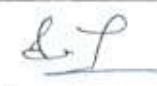




\*\*\*\*\*

152 C







Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 05.11.2012 at 10.30 AM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	R.K. Srivastava Dy. L.A.	D/O Legal Affairs	23070240	
2	I.P. Singh, Director (IF)	Dea.	9968502772	
3	A.K. Singh Dy. Secretary	DIPP	aksingh.ipp@nic.in	
4	SANJAY MANGAL, Director	Ministry of Steel	sanjay.mangal@nic.in	
5	B.N. Basu	CMPOI		
6	A.K. Bhattacharya	JS, M.O. Coal		
7	D.S.S. Reddy	Director, HRC		
8	D.N. PRASAD	Adviser (P), MoC		



Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
9	A. A. Chavara Coord. Control Unit	MIOC	9432645213	
10	ICP Keshari	JS, MDP		
11				
12				
13				
14				
15				
16				
17				
18				





236

No. 13011/2/2011-CA-I(Pt.)  
Government of India  
Ministry of Coal


New Delhi the 7th November, 2012

OFFICE MEMORANDUM

Sub: Minutes of the 16<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 6<sup>th</sup> November, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Sixteenth Meeting of the Inter-Ministerial Group (IMG) held on 6<sup>th</sup> November, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action.

Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Shramila Chavaly, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri S. Abbasi, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
8. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
9. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal.
10. Shri A. Acharya, Coal Controller
11. Shri B.N. Basu, Director, CMPDIL
12. Shri Sanjay Mangal, Director, Ministry of Steel, Udyog Bhawan, New Delhi.
13. Shri Nand Lal, Sr. D.O. D/o Industrial Policy & Promotion, Udyog Bhawan, N.D.

163

MINUTES AND RECOMMENDATIONS OF THE 16<sup>th</sup> MEETING OF THE IMG HELD ON 6<sup>TH</sup> NOVEMBER, 2012 AT CIL, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting.

2. In continuation of the proceedings of the 15<sup>th</sup> meeting, the IMG took up individual cases and made recommendations as below after due deliberation and consideration of all material made available and in accordance with the parameters decided upon in the 15<sup>th</sup> meeting.

i) M/s Gujarat Power Corpn. Ltd., Kerala State Electricity Board & Orissa Hydro Power Generation Corpn. (Baitarni West)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that this is a fully explored block and 5 years have elapsed from the date of allotment i.e. 25.7.2007. JV has been constituted in July, 2008. IMG also noted that the company has purchased the GR and the mining plan is approved on 7.10.2009, EC and FC clearances are pending and no land has been possessed and requisition is pending with the Collector. Total investment reported to Coal Controller is only Rs. 25 crore of which Rs. 23 crore is on account of purchase of GR. CA certificate has not been submitted. No progress has been made on any of the three end-use projects to be set up in Odisha, Gujarat and Kerala. The normative date for start of production was 25.1.2011. No indication was given for expected date for start of production from the coal block.

IMG noted that neither EC nor FC is yet obtained nor has any land been taken in possession after elapse of 3 years since approval of the mining plan in 2009. Even application for FC has not been made. Though a PSU of the concerned State



Government in which the coal block is located is itself one of the allocates, they have not been able to pursue the necessary clearances. Investment made in coal block as well as end-use plants is negligible. In view of the unsatisfactory progress in development of coal mine and end-use plants and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation.

The IMG noted that the allocation letter provides for 50% deduction linked to milestones and 50% to the guaranteed production, once production commences. In view of this the IMG recommends that 50% of the BG related to development of the coal block may be forfeited.

ii) ASSAM MINERAL DEVELOPMENT CORPN., MEGHALAYA MINERAL DEV. CORPN. & TAMIL NADU ELECTRICITY BOARD (MANDAKINI B)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that this is a regionally explored block and more than 5 years have elapsed from the date of allotment i.e. 25.7.2007. JV has been incorporated on 9.2.2009. IMG noted that one of the allocatee companies, namely Odisha Mining Corpn. Ltd. applied for PL on 23.10.2007. This was refused by the Collector, Angul and a fresh application for PL was filed by the JV company on 12.8.2009. However, no PL has been obtained as yet. Thereafter there is no progress either in the development of coal block or in development of linked end-use power projects. As per the CA certificate, the JV company, pending grant of PL, has incurred expenditure mostly on administrative expenses and BG fee. It is further stated that pending detailed exploration in the allotted block, detailed investment planning is yet to be made. The normative date for start of production is 25.4.2013. No indication was given for expected date for start of production from the coal block.

IMG noted that the development of the block is still at the stage of obtaining PL. Though a PSU of the concerned State Government in which the coal block is located is itself one of the allocatees, they have not been able to pursue the necessary

clearances. Investment made in coal block as well as end-use plants is negligible. Even the location of most end-use plants is yet to be decided. In view of the unsatisfactory progress in development of coal mine and end-use plants and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation.

The IMG noted that the allocation letter provides for 50% deduction linked to milestones and 50% to the guaranteed production, once production commences. In view of this the IMG recommends that 50% of the BG related to development of the coal block may be forfeited.

iii) GUJARAT MINERAL DEVELOPMENT CORPN. & PONDICHERRY INDUSTRIAL PROMOTION DEVELOPMENT (NAINI)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that more than 5 years have elapsed from the date of allotment i.e. 25.7.2007. JVC of GMDC and PIPDICL has been formed on 8.10.2009. IMG also noted that this is a regionally explored block and application for Prospecting Licence (PL) was submitted on 22.10.2007 and is pending. GR on basis of borehole data already available in respect of part of the block has been prepared by CMPDI on 5.1.2012. Mining Plan is yet to be submitted. Investment made in the coal block as per CA certificate submitted by the company is only Rs. 8.06 crore mainly on purchase of exploration data and preparation of GR. Progress in respect of EUPs to be set up by GMDC and PIPDICL as envisaged in the allocation letter is not reported in the reply to the show cause notice. At the time of presentation PIPDICL reported that it has entered into coal supply agreement with M/s JR Powergen Pvt. Ltd. for their power plant to be set up at Angul, Odisha for which an investment of Rs. 135 crore was reported. The CA certificate in support of this investment is not provided. Site for EUP of GMDC is yet to be finalized. The normative date of production in terms of the allocation letter is 25.4.2013 whereas the company projected possible date of mine opening as April, 2016.



IMG noted that the development of the block is still at the stage of obtaining PL. Though this coal block is included in the list of 11 PSUs in respect of which clearances are held up by Govt. of Odisha, IMG observed that irrespective of this situation which arose only in 2012, the progress and investment in respect of both the coal block as well as end-use plants is negligible. In view of the unsatisfactory progress in development of coal mine and end-use plants and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation.

The IMG noted that the allocation letter provides for 50% deduction linked to milestones and 50% to the guaranteed production, once production commences. In view of this the IMG recommends that 50% of the BG related to development of the coal block may be forfeited.

iv) JHARKHAND STATE MINERAL DEVELOPMENT CORPN (SUGIA, RAUTA, BURAKHAP.)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that these are small closed mines with total reserve of 6.91 MT (of which 4.91 MT is in Sugia Block). More than 6 years have elapsed from the date of allotment i.e. 30.1.2006. IMG also noted that Sugia Block is fully explored and Rauta & Burakhap are regionally explored blocks. The company has purchased the GR in time in respect of Sugia Block. The mining plan is approved on 4.9.2008. Stage-I FC clearance and EC has been obtained and 40 ha. land transferred by CCL is already in possession. Investment made in the coal block as per CA certificate submitted by the company is Rs. 48 lakh. There is no end-use plant linked to the block as per allocation letter. In the case of these coal blocks, the block along with employees has been transferred to JSMD C from CCL and the terms and conditions of allotment are not similar to others. During presentation, the company informed that it is actively involved in starting the mines at the earliest.

In view of special nature of transfer of these blocks to JSMD C and taking into account all factors, the IMG did not consider it appropriate to recommend their de-allocation.



v) JHARKHAND STATE MINERAL DEVELOPMENT CORP. (PINDRA DEBIPUR KHAOWATAND)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that this is a regionally explored block and more than 6 years have elapsed from the date of allotment i.e. 2.8.2006. Application for PL was filed by the allocatee company on 10.10.2006. However, no PL has been obtained as yet though it was to be granted by concerned State Government of allocatee company. There is no progress in the development of coal block. The company informed that after constitution of Board of Directors on 25.2.2009 modalities for forming JV partners are in progress. As per the CA certificate, the allocatee company has spent a total of Rs. 13.23 lakhs which is towards consultancy charges. The normative date for start of production is 2.5.2012. No indication was given for expected date for start of production from the coal block.

IMG noted that the development of the block is still at the stage of obtaining PL. Though a PSU of the concerned State Government in which the coal block is located is the allocatee, it has not been able to pursue the necessary clearances. Investment made in coal block is negligible. During review of 2010 de-allocation of the block was recommended, but it was not de-allocated at that time since it is a regionally explored block. In view of the continued unsatisfactory progress in development of coal mine and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation. As there was no provision for BG in the allocation letter deduction of the same is not applicable.

vi) JHARKHAND STATE MINERAL DEVELOPMENT CORPN. (LATEHAR)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that this is a regionally explored block and more than 6 years have elapsed from the date of allotment i.e. 2.8.2006.

Application for PL was filed by the allocatee company on 14.9.2006. However, no PL has been obtained as yet though it was to be granted by concerned State Government of allocatee company. There is no progress in the development of coal block. The company informed that after constitution of Board of Directors on 25.2.2009 modalities for forming JV partners are in progress. As per the CA certificate, the allocatee company has spent a total of Rs. 2.36 lakhs which is towards consultancy charges and photocopy charges for GR. The normative date for start of production is 2.5.2012. No indication was given for expected date for start of production from the coal block.

IMG noted that the development of the block is still at the stage of obtaining PL. Though a PSU of the concerned State Government in which the coal block is located is the allocatee, it has not been able to pursue the necessary clearances. Investment made in coal block is negligible. During review of 2010 de-allocation of the block was recommended, but it was not de-allocated at that time since it is a regionally explored block. In view of the continued unsatisfactory progress in development of coal mine and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation. As there was no provision for BG in the allocation letter deduction of the same is not applicable.

vii) JHARKHAND STATE ELECTRICITY BOARD, BIHAR STATE MINERAL DEVELOPMENT CORP LTD (URMA PAHARITOLA)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that this is a regionally explored block and more than 5 years have elapsed from the date of allotment i.e. 25.7.2007. PL has been obtained in August, 2011 as reported at the time of presentation however no progress was reported in exploration. No other clearances have been applied for. The process of land acquisition has not been started. Though a PSU of the concerned State Government in which the coal block is located is itself one of the allocatees, they have not been able to pursue the necessary clearances. There is no progress in the development of coal block. JSEB has informed in the reply to the show cause notice



243

that it is going to finalize the selection of MDO against the NIT with due date for opening on 29.5.2012 and thereafter award of work will be done within 45 days. MDO will carry out the entire work of development and supply of coal to both the end-use projects. However, MDO had not been finalized at the time of presentation. No information of investment made has been made available in respect of coal block and the end-use plants mentioned in the allocation letter. There is no progress reported on the end-use plants either. The normative date for start of production is 25.4.2013. No indication was given for expected date for start of production from the coal block.

IMG noted that the development of the block is still at the preliminary stage and exploration has not been started. Though a PSU of the concerned State Government in which the coal block is located is the allocatee, it has not been able to pursue the necessary clearances. Investment made in coal block is negligible. During review of 2010 de-allocation of the block was recommended, but it was not de-allocated at that time since it is a regionally explored block. In view of the continued unsatisfactory progress in development of coal mine and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation. The IMG also recommends that 50% of the BG related to achievement of milestones may be forfeited.

3. The recommendations of the IMG in respect of all the above cases is without prejudice to any other action arising out of issues pertaining to allocation of coal block, formation of JV/engagement of MDO etc. which may be separately under consideration of the Central Government.

4. The IMG confirmed the minutes as recorded above before conclusion of the meeting. The meeting ended with a vote of thanks to the Chair.

\*\*\*\*\*



Handwritten text at the top right of the page.

Handwritten text at the top right of the page.

Details of participants attended meeting of Inter-Ministerial Group (IMG) held on 06.11.2012 at 3.00 PM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks.

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
1	SANJAY MANSAL, Director	Ministry of Steel	sanjay.mansal@nic.in	[Signature]
2	NAND LAL S. Development Officer	DIPP	nand.lal@nic.in	NLP
3	ICP Kermani	JS, MDP		[Signature]
4	SURESH CHANDRA	JS & LA : M/o Steel	sureshchandra@nic.in	[Signature]
5	B. N. Basu.	CMPDI		[Signature]
6	A. D. Chaturya	Coal Controller	amritapal@nic.in	[Signature]
7	P. S. S. Reddy	Director, MOC	psr.moc@nic.in	[Signature]
8	A. K. Bhalla	JS, M.O. Coal		[Signature]

171

245

Sl. No.	Name & Designation	Ministry / Department	e-mail ID/Contact	Signature
9	A A SRIVASTAVA JZFA	Myo Cont		Agd
10				
11				
12				
13				
14				
15				
16				
17				
18				

No. 13011/2/2011-CA-I(Pt.)  
Government of India  
Ministry of Coal

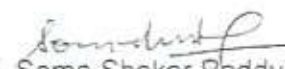
New Delhi the 21<sup>st</sup> November, 2012

OFFICE MEMORANDUM

Sub: Minutes of the 17<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 20<sup>th</sup> November, 2012 under the Chairpersonship of Additional Secretary (Coal) - reg.

The undersigned is directed to enclose herewith the Minutes of the Seventeenth Meeting of the Inter-Ministerial Group (IMG) held on 20<sup>th</sup> November, 2012 under the Chairpersonship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks for information and necessary action.

Encls: As above.

  
(P. Soma Shekar Reddy)  
Member-Convenor & Director  
Telefax: 23384594

Copy to :

1. Ms. Zohra Chatterji, Additional Secretary (Coal), Ministry of Coal, New Delhi.
2. Shri A K Bhalla, Joint Secretary (Coal), Ministry of Coal, New Delhi
3. Shri Shramila Chavaly, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
4. Shri Suresh Chandra, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
5. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
6. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
7. Shri S. Abbasi, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
8. Smt. Anjali Anand Srivastava, JS&FA, Ministry of Coal
9. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal.
10. Shri A. Acharya, Coal Controller
11. Shri B.N. Basu, Director, CMPDIL
12. Shri Sanjay Mangal, Director, Ministry of Steel, Udyog Bhawan, New Delhi.
13. Shri Nand Lal, Sr. D.O. D/o Industrial Policy & Promotion, Udyog Bhawan, N.D.



MINUTES AND RECOMMENDATIONS OF THE 17<sup>th</sup> MEETING OF THE IMG HELD ON 20<sup>TH</sup> NOVEMBER, 2012 AT CIL, SCOPE COMPLEX, CGO, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY(COAL)

Members as per list enclosed at Annex-I attended the meeting. Additional Secretary (Coal) welcomed the members to the meeting.

2. In continuation of the proceedings of the 15<sup>th</sup> and 16<sup>th</sup> meetings, the IMG took up individual cases and made recommendations as below after due deliberation and consideration of all material made available and in accordance with the parameters decided upon in the 15<sup>th</sup> meeting.

3. The IMG then took up individual cases and made recommendations as below after due deliberation and consideration of all material made available.

M/s Jharkhand State Mineral Development Corporation (Patratu)

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that this is a regionally explored block and more than 5 years have elapsed from the date of allotment i.e. 25.7.2007. Application for PL was filed by the allocatee company on 8.10.2007. However, no PL has been obtained as yet though it was to be granted by concerned State Government of allocatee company. There is no progress in the development of coal block. Even application for FC and EC has not been submitted. For land acquisition, only land schedule was reportedly prepared but not yet

The IMG considered the terms and conditions of allocation, the show cause notice issued and the reply along with the status paper placed before the IMG. The allocatee did not make any presentation. The IMG noted that this is a regionally explored block and yet more than 6 years have elapsed from the date of allotment i.e. 2.8.2006. There is no progress in the development of coal block and all milestones are pending. The normative date for start of production was 2.5.2012.

IMG noted that during review of 2010 de-allocation of the block was recommended, but it was not de-allocated at that time due to litigation between the allocatee and MDOs and interim order dated 19.5.2011 of the Hon'ble High Court of Patna directing UOI not to cancel the block of the allocatee. The Hon'ble High Court, Patna has reiterated this in its order dated 25.6.2012. In view of this, the IMG did not recommend any action with respect to de-allocation in the matter.

**M/s Tenughat Vidyut Nigam Limited, Jharkhand (Rajbar E & D)**

The IMG considered the terms and conditions of allocation, the show cause notice issued and the reply along with the presentation made by the allocatee and the status paper placed before the IMG. The IMG noted that this is a regionally explored block and yet more than 6 years have elapsed from the date of allotment i.e. 2.8.2006. The prospecting licence has been granted on 14.5.2010. There is no progress in the development of coal

block and all milestones are pending. The allocatee M/s TVNL had applied for the block for the proposed expansion of its power plant in the State of Jharkhand in which an investment of Rs.10.35 crores was reported, out of which Rs.9.28 crore has been spent on exploration and preparation of GR completed on 10.5.2012. The normative date for start of production was 2.5.2012.

IMG noted that during review of 2010 de-allocation of the block was recommended, but it was not de-allocated at that time as it was regionally explored block which takes more time. Accordingly a warning was issued on 14.7.2011. IMG noted that as reported in the reply the ownership of TVNL is under dispute between the State Government of Bihar and the State Government of Jharkhand and the matter is presently pending in the Supreme Court of India. In view of this, the IMG did not recommend any action with respect to de-allocation in the matter at this stage. However, IMG recommends that the allocatee may be permitted to continue holding the block only on submission of BG equivalent to one year royalty for adherence to milestones. IMG further recommends that the BG may be submitted within a period of three months from the date of issue of letter in this regard failing which the block may be de-allocated.

**M/s MMTC Ltd. (Gomia)**

The IMG considered the terms and conditions of allocation, the show cause notice issued and the reply along with the presentation made by the allocatee and the status paper placed before the IMG. The IMG noted that



submitted. The company informed that after constitution of Board of Directors on 25.2.2009 modalities for forming JV partners are in progress. As per the CA certificate, the allocatee company has spent a total of Rs. 21.95 lakhs which is towards consultancy charges and bank commission for BG. The normative date for start of production is 25.4.2013. No indication was given for expected date for start of production from the coal block.

IMG noted that the development of the block is still at the stage of obtaining PL. Though a PSU of the concerned State Government in which the coal block is located is the allocatee, it has not been able to pursue the necessary clearances. Investment made in coal block is negligible against their own estimated investment requirement of Rs.50 crore. During review of 2010 de-allocation of the block was recommended, but it was not de-allocated at that time since it is a regionally explored block. In view of the continued unsatisfactory progress in development of coal mine and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation. 50% of the BG linked to the milestones set for development of the coal block may also be forfeited.

**M/s Jharkhand State Mineral Development Corporation (Rabodh OC)**

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that this

is a fully explored block and yet more than 5 years have elapsed from the date of allotment i.e. 25.7.2007. There is no progress in the development of coal block except submission of mining plan with considerable delay on 8.9.2012 and submission of application for EMP clearance on 14.7.2012. For land acquisition, a land schedule was reportedly submitted in 2008 but it is not required now as the land is to be transferred by CCL for which they have approached recently. As per the CA certificate, the allocatee company has spent a total of Rs.14.86 crores of which Rs.14.19 crores is towards the cost of GR which was purchased from CMPDIL in June 2012. The normative date for start of production was 25.1.2011. It was informed that another three years would be required for opening the mine.

IMG noted that the development of the block is still at the preliminary stage of submission of mining plan. Though a PSU of the concerned State Government in which the coal block is located is the allocatee, it has not been able to pursue the necessary clearances including transfer of land. Investment made in coal block is negligible against their own estimated investment requirement of Rs.100 crore. During review of 2010 de-allocation of the block was recommended, but it was not de-allocated at that time since it is a regionally explored block and warning was given. In view of the continued unsatisfactory progress in development of coal mine and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation. 50% of the BG linked to the milestones set for development of the coal block may also be forfeited.

M/s Bihar Rajya Khaniy Vikas Nigam (Saria Koiyatand)



this is a regionally explored block and more than 6 years have elapsed from the date of allotment i.e. 2.8.2006. PL has been applied for in August 2008 and received in August 2010. Phase-I drilling has been completed and Phase-II is expected to be completed by September 2012 and GR would be ready by December 2012. MMTC is taking up mining jointly with SCCL. The mine has overlapping area with CBM block of ONGC. The investment in the mining project as per the CA certificate is Rs.2.33 crores. The normative date of production as per the allocation letter is 2.5.2013.

IMG noted that during review of 2010 the Committee had recommended issue of show-cause notice for de-allocation, but it was not de-allocated at that time as it was regionally explored block which takes more time. Accordingly, a warning was issued on 18.7.2011. The IMG noted that the mine is a deep underground mine and the drilling is reportedly nearing completion. The GR is likely to be prepared by December 2012. Though there are slippages against all milestones, however, taking into account all factors, IMG does not consider it appropriate to recommend de-allocation of the coal block at this stage and recommends that the allocatee may be permitted to continue holding the block only on submission of BG equivalent to one year royalty for adherence to milestones. IMG further recommends that the BG may be submitted within a period of three months from the date of issue of letter in this regard failing which the block may be de-allocated.

M/s NALCO (Utkal-E)



The IMG considered the terms and conditions of allocation, the show cause notice issued and the reply along with the presentation made by the allocatee and the status paper placed before the IMG. The IMG noted that this is a fully explored block and more than 8 years have elapsed from the date of allotment i.e. 27.8.2004. The allocatee M/s NALCO had applied for the block for its proposed 9,10,11,12 CPP units at Angul, Orissa in which an investment of Rs.1026.62 crores was reported. A further amount of Rs.114.53 crores has been spent on the coal block as per the CA certificate submitted by the allocatee. The allocatee company has obtained EMP clearance and application for land acquisition has been made. The land cost of four villages has been deposited with IDCO. The sections 4(1) and 6(1) notifications have been completed. The normative date for start of production was 27.2.2008.

Taking into account all factors, including substantial progress and investment, the IMG did not consider it appropriate to recommend de-allocation of the coal block at this stage. However, in view of the slippage in milestones, IMG recommends that the allocatee may be permitted to continue holding the block only on submission of BG equivalent to one year royalty for adherence to milestones. IMG further recommends that the BG may be submitted within a period of three months from the date of issue of letter in this regard failing which the block may be de-allocated.

M/s Mahanadi Coalfields Ltd., JSW steel Ltd., JTPCL, JSSL, Shyam DRI Mining (Utkal-A and Gopalprasad)

The IMG considered the terms and conditions of allocation, the show cause notice issued and the reply along with the presentation made by the allocatee and the status paper placed before the IMG. The IMG noted that this is a fully explored block and almost 7 years have elapsed from the date of allotment i.e. 29.11.2005. The block was allotted for the end-use plant of the respective companies except in case of MCL where it was allotted for commercial use. An amount of Rs.71.30 crores has been spent on the coal block as per the CA certificate submitted by the JV company. Further, M/s JSW Steel Ltd. has reported investment of Rs.25,474 crore, M/s JSW Energy Ltd. reported investment of Rs.1815 crore, M/s Jindal Stainless Ltd. reported investment of Rs.8685.86 crore and M/s Shyam Metalics and Energy Ltd. reported investment of Rs.705.91 crores in their end-use plants which is inclusive of their investment in their existing capacities. The JV company has applied for EMP clearance and forest clearance. Regarding the land acquisition, it was stated that the land would be acquired under CBA Act. Notification under Section 11(1) has been completed for Gopalprasad West and 4(1) notification for Utkal-A has been completed. 423 acres of Government land and 128 acres of tenancy land has been acquired. Public hearing for EC has been completed and FC proposal is submitted to State Government after completion of Gram Sabha in ten villages. The normative date for start of production was 29.5.2009.

The IMG noted that during review of 2010, the Committee had reviewed the progress and recommended issue of show-cause notice for de-allocation. Based on the reply received the committee had then recommended deduction of BG. Taking into account all factors, including substantial progress and investment made since then, the IMG did not



consider it appropriate to recommend de-allocation of the coal block at this stage. The provision for deduction of BG as per allocation letter is linked to shortfall in production. The IMG therefore, recommends that in view of the slippage in milestones, the BG may be deducted for shortfall in production since normative date of production i.e. 29.5.2009 as per the formula contained in the allocation letter.

**M/s West Bengal Mineral Dev. and Trading Corporation Ltd. (Ichhapur and Kulti blocks)**

The IMG considered the terms and conditions of allocation, the show cause notice issued and the reply along with the presentation made by the allocatee and the status paper placed before the IMG. The IMG noted that these are regionally explored blocks and more than 6 years have elapsed from the date of allotment i.e. 2.8.2006. Exploration has been completed in both the cases and mining plans submitted on 26.7.2012. MDO has been appointed on 30.3.2010 for both the blocks. The investment in the mining project as per the CA certificate is Rs.32.12 crores in Kulti block and Rs.34.12 crore in Ichhapur block, and is mainly on exploration. The normative date of production as per the allocation letter is 2.5.2013 for both the blocks.

The IMG noted that both the mines are deep underground mines and the mining plan has been submitted. Though there are slippages against all milestones, however, taking into account all factors, IMG does not consider it appropriate to recommend de-allocation of the coal blocks at this stage. However, in view of slippages in achievement of milestones, IMG recommends that the allocatee may be permitted to continue holding the



blocks only on submission of BG equivalent to one year royalty for adherence to milestones. IMG further recommends that the BG may be submitted within a period of three months from the date of issue of letter in this regard failing which the blocks may be de-allocated.

M/s West Bengal Mineral Dev. and Trading Corporation Ltd.  
(Jaganathpur A & B)

The IMG considered the terms and conditions of allocation, the show cause notice issued and the reply along with the presentation made by the allocatee and the status paper placed before the IMG. The IMG noted that these are regionally explored blocks and more than 5 years have elapsed from the date of allotment i.e. 25.7.2007. Exploration has been completed in both the cases and mining plans submitted on 6.5.2011 and 18.7.2011 respectively. MDO has been appointed on 30.3.2010 for both the blocks. The investment in the mining project as per the CA certificate is Rs.11.54 crores in Jaganathpur A block and Rs.6.68 crore in Jaganathpur B block, mainly on exploration. The normative date of production as per the allocation letter is 25.4.2014 for both the blocks.

The IMG noted that both the mines are underground mines and the mining plan has been submitted. Though there are slippages against all milestones, however, taking into account all factors, IMG does not consider it appropriate to recommend de-allocation of the coal blocks at this stage. The deduction of BG as per allocation is linked 50% to the milestones set for development of captive block and the remaining 50% to the guaranteed production. In this connection, IMG was informed that as per interim order

dated 19.10.2012 passed in WP No.22242/2012 in High Court of Calcutta "the status quo of Jaganathpur A & B be maintained until further orders". In view of this, the IMG did not recommend any action with respect to deduction of BG in the matter.

M/s West Bengal Mineral Dev. and Trading Corporation Ltd.  
(Sitarampur Block)

The IMG considered the terms and conditions of allocation, the show cause notice issued and the reply along with the presentation made by the allocatee and the status paper placed before the IMG. The IMG noted that this is a regionally explored block and more than 5 years have elapsed from the date of allotment i.e. 25.8.2007. Exploration has been completed and mining plan submitted in August 2012. There is no forest land involved and TOR for EC has been received on 30.11.2011. MDO has been appointed on 30.3.2010. The investment in the mining project as per the CA certificate is Rs.28.55 crores, mainly on account of exploration. The normative date of production as per the allocation letter is 27.9.2014.

The IMG noted that this is an underground mine and the mining plan has been submitted. Though there are slippages against all milestones, however, taking into account all factors, IMG does not consider it appropriate to recommend de-allocation of the coal blocks at this stage. The deduction of BG as per allocation letter is linked 50% to the achievement of milestones set for development of block and remaining 50% to the deficit in production. The IMG therefore, recommends that in view of the slippage in milestones, deduction from 50% of the BG linked to

development of the block may be done as per the weightage formula adopted by the IMG for proportionate deduction.

M/s MP State Mining Corporation Ltd. (Mandla South)

The IMG considered the terms and conditions of allocation, the show cause notice issued and the reply along with the presentation made by the allocatee and the status paper placed before the IMG. The IMG noted that this is a fully explored block and more than 5 years have elapsed from the date of allotment i.e. 25.7.2007. Mining plan has been approved in August 2010. Though some time was lost due to the overlap with Pench – Satpura tiger corridor, the issue was resolved and stage-I clearance has been received on 16.1.2012. TOR for EC has been received on 30.05.2011. MDO has been appointed. The investment in the mining project as per the CA certificate is Rs.21.28 crores, of which Rs.11.92 crores is for purchase of GR and Rs.8.46 crores is towards NPV for forest land. Notifications under Sections 4 and 6 of the LA Act have been issued. The normative date of production as per the allocation letter is 25.1.2012.

The IMG noted that this is an underground mine, the mining plan has been approved and there is substantial progress in development of the block. Taking into account all factors, IMG does not consider it appropriate to recommend de-allocation of the coal blocks at this stage. The deduction of BG as per allocation letter is linked 50% to the achievement of milestones set for development of block and remaining 50% to the deficit in production. The IMG therefore, recommends that in view of the slippage in milestones, deduction from 50% of the BG linked to development of the



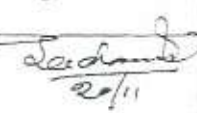
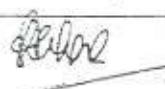


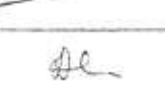
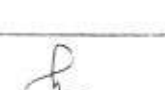



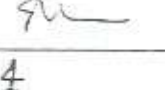
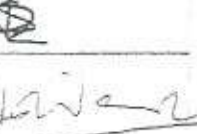
achievement of milestones. IMG noted that as per allocation letter, 50% of the BG is linked to the milestones set for development of the coal block and the remaining 50% of the BG is linked to guaranteed production. IMG recommends that 50% of the BG linked to development of the block may be forfeited and deduction be made from the remaining 50% equal to the percentage of deficit in production as per prescribed formula in the allocation letter from the normative date of production i.e. 25.1.2012.

4. The recommendations of the IMG in respect of all the above cases is without prejudice to any action arising out of issues pertaining to allocation of coal block, formation of JV/engagement of MDO etc. which may be separately under consideration of the Central Government.

5. The IMG confirmed the minutes as recorded above before conclusion of the meeting. The meeting ended with a vote of thanks to the Chair.

### ATTENDANCE

17<sup>th</sup> meeting of the Inter-Ministerial Group (IMG) held on 20.11.2012  
under the Chairpersonship of Additional Secretary (Coal) to undertake  
periodic review of the development of allocated coal/lignite blocks.

Sl. No.	Name & Designation	Name of Ministry/Department	Contact No.	Signature
1	SURESH CHANDRA	M/o Law & Justice	23381589	 20/11
2	SYEDAIN ARBASI	M/o STEEL	8826822222	
3	NAND LAL	DIPP M/o Comm & Ind.	9868053420	
4	N AHMAD	CMPDI	992190422	
5	A. Acharya	Coal Controller	amitkumar 46 @ yashwan	
6	P. S. S. Reddy	Director, MoC	direct. moC @ nic-in	
7	A. U. Bhalla	JS, MA		
8	A A SRIVASTAVA	JSRFA, MoC		
9	D.N. PRASAD	Adviser (C)		
10	ICP Keshari	JS, MoC		
11	ABHILASHA MAHAPATRA, DS	DEA, MoF		
12				
13				
14				

Most Immediate / By Speed Post

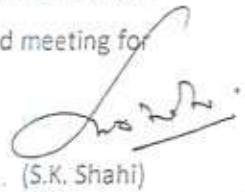
No.13016/10/2013-CA-I  
Government of India  
Ministry of Coal

New Delhi the 10<sup>th</sup> May, 2013

OFFICE MEMORANDUM

Sub: 18<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 01.05.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks - reg.

The undersigned is directed to refer to 18<sup>th</sup> meeting of the Inter-Ministerial Group (IMG) held on 01.05.2013 at 3.30 PM at CIL Office, Core 6, 6<sup>th</sup> Floor, Scope Complex, Lodhi Road, New Delhi under the Chairmanship of Additional Secretary (Coal) and to enclose herewith the minutes of the said meeting for information and necessary action.



(S.K. Shahi)

Member-Convenor &amp; Director

Telefax: 23382807

To:

1. Ms. Sharmila Chavly, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
2. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
3. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
4. Shri Syedain Abbasi, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
5. Shri O.P. Verma, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
6. Ms. Sujata Prasad, JS&FA, Ministry of Coal
7. Shri A.K. Bhalla, Joint Secretary (Coal), Ministry of Coal
8. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal
9. Shri A.K. Debnath, CMD, CMPDIL, Gondwana Place, Kanke Road, Ranchi.
10. Shri Amrit Acharya, Coal Controller, 1, Council House Street, Kolkata-1.
11. Shri B. Surender Mohan, CMD, Neyveli Lignite Corporation Ltd., Neyveli -607801, Tamil Nadu.

Copy for information to:

1. PS to Minister of Coal
2. PS to Minister of State for Coal
3. Sr. PPS to Secretary (Coal)
4. PPS to AS(Coal)



MINUTES OF THE 18<sup>th</sup> MEETING OF THE INTER-MINISTERIAL GROUP (IMG) HELD ON 01.05.2013 AT 3.30PM AT CIL OFFICE, CORE 6, 6<sup>TH</sup> FLOOR, SCOPE COMPLEX, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY (COAL)

The 18<sup>th</sup> meeting of the Inter-Ministerial Group (IMG) was held on 01.05.2013 at 3.30 PM under the Chairmanship of Additional Secretary (Coal) to undertake periodic review and monitor the progress of allocated coal/lignite blocks and make recommendations on action to be taken. The list of participants is enclosed as Annex-I. The representative of Ministry of Power did not attend the meeting.

2. At the outset, AS (Coal) welcomed the members of IMG and gave a brief background of the role and responsibility of IMG. Thereafter, he asked Coal Controller to explain the progress of development of all the 32 coal blocks where caution letters were issued vide Ministry's letter dated 26.04.2012 based on the recommendations of review meeting held on 11/12.01.2012. The list of these 32 blocks is at Annex-II. The Coal Controller thereafter presented updated status of development of the coal/lignite blocks as on 31<sup>st</sup> December, 2012.

3. While reviewing the progress, IMG observed that not much progress in development of coal blocks under review had taken place since the last review in January, 2012. Out of 32 blocks reviewed, IMG noted that the Bijahan Coal Block allocated to M/s Bhushan Power & Steel Ltd. and Mahavir Ferro Alloys Ltd. had already been reviewed by IMG on 15.09.2012 and it was

recommended to deduct Bank Guarantee for the delay in block development.

The Order for deduction of BG was issued on 26.11.2012. The allocatees have gone to the High Court of Delhi against deduction of BG and the Hon'ble Court has stayed the implementation of MOC's Order dated 26.11.2012. There is no change in this status. Hence it was not required to be reviewed by IMG further at this stage.

4. The IMG also noted that the Ardhgram Coal Block allocated to M/s Sova Ispat Ltd. & M/s Jai Balaji Industries Ltd. has gone into production though there has been a delay of 1 year and 5 months from the scheduled date of production. Since the block has gone into production, this may not be required to be reviewed by IMG.

5. IMG was informed that the progress of Brahmadiha Coal Block allocated to M/s Castron Technologies Ltd., was earlier assessed by IMG. After due consideration, IMG had recommended de-allocation of the block. Before de-allocation letter could be issued, M/s Castron Mining Ltd. filed a W.P. (C) No. 6658/2012 in the High Court of Jharkhand against the recommendations of IMG. Petitioners stated before the court that the show cause notices dated 04.05.2012 and 04.09.2012 were issued to the respondents who were given 24 hour's time in one notice. In view of the said hurried call, the petitioner contented that it could not place all the documents and subsequently filed some representations bringing all the facts on record.

Hon'ble High Court vide its order dated 05.11.2012 disposed of the writ petition with the liberty to the petitioners to pursue the said representations before the Central Government. As assured by Govt. Counsel, the said respondent (MoC) shall consider the petitioner's representations and, if required, shall afford opportunity of hearing them and pass appropriate order in accordance with law. The court order has been considered in the Ministry of Coal and it has been decided with the approval of competent authority to place the matter before IMG. Accordingly IMG was of the view that the case could be considered in due course.

6. The IMG decided that a show cause notice for delay in development of the coal blocks be issued to allocatees of 30 coal blocks which had been reviewed (excluding Bijahan already reviewed and Ardhgram which has gone in production). The reply to the show cause notices will be placed before the IMG and the allocatees would be given an opportunity to present their case before the IMG.

7. The IMG was also informed that the two lignite blocks namely Merta Road and Mokhala were issued show-cause notice post review by the Review Committee in January, 2012. These two were required to be reviewed by the IMG. The reply to show-cause notices have not been received. The IMG desired that these two cases with the reply to show cause notices be placed before the IMG in the next meeting. These allocatees would be given the opportunity to make presentation before the IMG, should it be required. It was also decided



that the CCO would also prepare a detailed status report for lignite blocks and a representative of NLC would be invited when lignite blocks were reviewed by the IMG.

8. JS(C) pointed out that the Standing Committee on Coal and Steel (2012-2013) in its 31<sup>st</sup> report had stated that though States were the owners of mineral, their representatives were not associated/involved in de-allocation process while constituting Inter-Ministerial Group (IMG) to review the development of coal/lignite blocks allotted. The Committee had recommended that the concerned State Governments must be associated in IMG meetings in future as they were associated in the Screening Committee. IMG agreed with the above recommendation and decided to invite representative of the concerned State Government in the meeting. In such a scenario, IMG meetings could consider coal block cases state-wise.

9. The IMG was also informed that there were 58 coal blocks whose progress was found to be unsatisfactory by the Review Committee in the review held in January, 2012 where delay was attributable to the 'Go/No-Go' categorization, location in wild-life corridors, over-lapping of coal bearing area with CBM/ Aerotopolis and allocation to PFC for UMPP. After abolition of Go/No-Go concept, these block allocatees were advised to pursue their cases with concerned authorities for environment / forest clearance. The IMG decided that CCO may obtain the updated status of these cases and place it before the IMG for review.

10. The IMG recommended that the action on above course be undertaken by the Ministry of Coal, before the next meeting of IMG.

11. The meeting ended with a vote of thanks to the chair.

\*\*\*\*\*

Annexure-I

List of participants attended 18<sup>th</sup> meeting of the Inter-Ministerial Group (IMG) held on 01.05.2013 at 3.30 PM under the Chairmanship of Additional Secretary (Coal).

Sl. No.	Name & Designation	Ministry/ Department
1	Dr. A.K. Dubey, AS(C)	Coal
2	Shri A.K. Bhalla, JS(C)	Coal
3	Shri A. Acharya, Coal Controller	Coal
4	Shri S.K. Shahi, Director (CA-I)	Coal
5	Shri Anupam Prakash, Director	Steel
6	Shri S. Mitra, Director	Dept. of Economic Affairs, M/o Finance
7	Shri Pushpendra Rajput, DS	Steel
8	Dr. R.S. Shrinet, Assistant Legal Advisor	Dept. of Legal Affair, M/o Law & Justice
9	Shri Nand Lal, Sr. D.O.	Dept. of DIPP, M/o Commerce & Industry



Annexure-II

Details of 32 coal blocks reviewed/discussed in the IMG meeting held on 01.05.2013.

Sl. No. of Block	Name of the Block	Name of the allocatee company
1	Tokisud North	GVK Power (Govindwal Sahib) Ltd.
2-3	Gangaramchak & Gangaramchak Bhadulia	West Bengal Power Development Corporation Ltd.
4	Majra	Gondwana Ispat Ltd.
5	Badam	Tenughat Vidyut Nigam Ltd.
6	Utkal B1	Jindal Steel & Power Ltd.
7	Jamkhani	Bhusan Steel & Power Ltd.
8	Pakri Barwadih	National Thermal Power Corporation Ltd.
9	Talaipalli	-do-
10	Gondulpara	Tenughat Vidyut Nigam Ltd. & Damodar Valley Corporation Ltd.
11	Bijahan	Bhusan Steel & Power Ltd. & Mahavir Ferro Alloys Ltd.
12	Radhikapur (West)	Rungta Mines Ltd., OCL India Ltd. & Ocean Ispat Ltd.
13	Suliyari Belwar	Andhra Pradesh Mineral Development Corporation Ltd.
14	Ramchandi Promotional Block	Jindal Steel & Power Ltd.
15	North of Akrapal	Strategic Energy Tech. System Ltd.
16	Rajgamar Dipside (South of Phulakdih Nallah)	Monnet Ispat & Energy Ltd. and Topworth Steel Ltd.
17	Ardhagram	Sova Ispat Ltd. & Jai Balaji Sponge Ltd.
18	Bikram	Birla Corporation Ltd.
19	Sitanala	Steel Authority of India Ltd.
20	Kosar Dongargaon	Chaman Metaliks Ltd.
21	Mandla North	Jaiprakash Associates Ltd.
22	Khappa & Extn.	Sunflag Iron & Steel Ltd. & Dalmia Cement Ltd.
23	Marki Barka	Madhya Pradesh State Mining Corporation Ltd.
24	Warora	Maharashtra State Mining Corporation Ltd.
25-27	Brinda, Sasai & Meral	Abhijeet Infrastructure Ltd.
28	Urtan North	Jindal Steel & Power Ltd. and Monnet Ispat & Energy Ltd.

29	Kesla North	Rathi Udyog Ltd.
30	Sondiha	Chhattisgarh Mineral Development Corporation Ltd.
31	Mandakini A	Tata Power Ltd., Jindal Photo Ltd. & Monnet Ispat & Energy Ltd.
32	Amarkunda Murgadangal	Jindal Steel & Power Ltd. and Gagan Sponge Iron Ltd.

No.13016/10/2013-CA-I

Government of India

Ministry of Coal

New Delhi the 19<sup>th</sup> July, 2013

OFFICE MEMORANDUM

**Sub: Minutes of the 19<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 25.06.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks - reg.**

\*\*\*\*\*

The undersigned is directed to forward herewith the Minutes of the 19<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 25.06.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks, for confirmation and necessary action.



(A. Sanjay Sahay)

Under Secretary to the Govt. of India

To

1. Ms. Sharmila Chavly, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
2. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
3. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
4. Shri Syedain Abbasi, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
5. Shri O.P. Verma, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
6. Shri A.K. Bhalla, Joint Secretary (Coal), Ministry of Coal
7. Ms. Sujata Prasad, JS&FA, Ministry of Coal
8. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal
9. Shri A.K. Debnath, CMD, CMPDIL, Gondwana Place, Kanke Road, Ranchi.
10. Shri B. Surender Mohan, CMD, Neyveli Lignite Corporation Ltd., Neyveli (T.N.)
11. Shri Amrit Acharya, Coal Controller, 1, Council House Street, Kolkata-1.

Copy also to:

1. PS to Minister of Coal
2. PS to Minister of State for Coal
3. Sr. PPS to Secretary (Coal)
4. PPS to AS(Coal)



**MINUTES OF THE 19<sup>th</sup> MEETING OF THE INTER-MINISTERIAL GROUP (IMG) HELD ON 25.06.2013 UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY (COAL) TO UNDERTAKE PERIODIC REVIEW ON THE DEVELOPMENT OF ALLOCATED COAL/LIGNITE BLOCKS - REG.**

The 19<sup>th</sup> meeting of the Inter-Ministerial Group (IMG) was held on 25.06.2013 at 11.00 AM to review the progress and developments in respect of allocated coal/lignite blocks and make recommendations as to further action to be taken. The list of participants is at Annex-I. Since the 19<sup>th</sup> IMG was to consider *inter alia* the reply to the Show-Cause-Notices issued to allocatees of two lignite blocks located in the state of Rajasthan, the representative of Government of Rajasthan was invited as special invitee to attend it. Dr. S.S. Jamrani, Suptg. Geologist, represented the Government of Rajasthan.

2. The allocatees of the two lignite blocks namely, Rajasthan State Mines and Minerals Ltd.(RSMML) and NSL Power & Infratech Pvt. Ltd. in respect of Mokhala and Merta Road Lignite Blocks respectively were invited to make presentation before the IMG. However, the representatives of RSMML {Shri Harsh Vardhan, Adviser (Geology) & Shri K.C. Sharma, Manager (Geology)} only were present in the meeting. Chairman, IMG requested the representative of RSMML to make presentation indicating the steps taken by it for development of allocated coal block (Mokhala) and the present status thereof .

3. The representative of **Rajasthan State Mines and Minerals Ltd.** made a power point presentation with regard to the action taken for development of Mokhala Lignite Block. He informed that RSMML started pre-mining development activities soon after its allocation and the GR was obtained from the Department of Mines & Geology, Government of Rajasthan in August 2003. While undertaking pre-mining development activities,

RSMML faced very difficult mining conditions at adjoining Kasnau-Matasukh Lignite Block in the same district. There were adverse hydro-geological conditions leading to huge ingress of ground water in the mining pit accompanied by bench failures. Thereafter, as per advice of CMPDIL, a project on Hydro-geological studies for control of ingress of ground water for safe and economic mining of lignite deposits in Nagaur district was sanctioned. This study was assigned to M/s Hydrominvironment Consultancy Pvt. Ltd. Jaipur on 15.01.2013. The work for preparation of EIA-EMP report has been assigned to M/s CES Ltd. on 12.02.2013. Mining Plan has since been prepared and submitted to this Ministry on 22.05.2013.

4. After the presentation, IMG deliberated upon the status of developments with respect to the blocks keeping in view the terms and conditions of allocation, the show cause notice (SCN) issued, the reply to the SCN and the presentation made by the Company. IMG also noted that the company had purchased the GR but the mining plan was yet to be approved. There is undue delay in development of blocks.

5. Huge geological reserves amounting to 28.92 MT (extractable reserves of 25.81 MT) are available in this block with annual production capacity of 1 MT. While appreciating the fact that the block posed difficult and adverse mining conditions, IMG noted that 10 years had elapsed since allocation (on 14.07.2003) and the block had not yet come into production. IMG further noted that the Mining Plan had been submitted to the Ministry of Coal only on 25.05.2013 and TOR for EIA-EMP was yet to be submitted to Ministry of Environment and Forests. IMG also took note of the fact that there had been an increase in the area of lignite block from 680 ha. (as mentioned in the allocation letter) to 1420 ha. at the time of preparation of Mining Plan. Such an increase in the area of mine was not supported by any revision in the allocation order. It was informed by the Coal Controller that he had not been informed about the increase in area from 680 ha. to 1420 ha.



6. IMG observed that substantial deviation in respect of geological area from 680 ha. to 1420 ha. had been made by the allocatee company. It was necessary on the part of the allocatee company and the Government of Rajasthan to inform Government of India about such an increase in the geological area for taking a view in the matter.

7. Therefore, IMG, taking into account the fact that there was no substantial progress in the development of Mokhala lignite block even after issue of show cause notice on 04.05.2012 as well as the fact that geological area of the block had increased substantially compared to the area mentioned in the allocation letter, recommends that the block should be **de-allocated**. IMG further recommended that de-novo process for allocation of this block after revising the area/coordinates could be considered. If block, after redefining of boundaries, is considered for allocation to Government companies, the Rajasthan State Mines & Minerals Ltd. may apply for the same under the Rules notified for auction of Coal Blocks under amended provisions of the MMDR Act.

8. No representative of **NSL Power & Infratech Pvt. Ltd.** the allocatee of **Merta Road** Lignite Block attended the meeting. Director (CA-I) informed that M/s NSL vide its letter dated 21<sup>st</sup> June, 2013 had intimated that due to its pre-occupation with some other urgent matter and short notice period, it would not be able to attend the meeting. Further, the company in the same letter had also informed that it had not renewed the BG of Rs.8.85 Crores which expired on 07.12.2012 due to un-viability of the lignite project allocated to them.

9. In the absence of representative block allocatee, IMG deliberated upon the status, keeping in view of the terms and conditions of allocation, the show cause notice (SCN) issued, the reply to the SCN by the allocatee along with the latest status paper presented to the IMG. IMG noted that more than 6 years had elapsed from the date of allocation (7<sup>th</sup> Feb, 2007) of this lignite block, allocated for 125 MW Power Project in district Nagaur. IMG



also noted that the company had purchased the GR but the mining plan was yet to be approved. As allocatee company wrote its inability to make presentation before the IMG due to pre-occupation, investment made by the allocatee could not be ascertained. The normative date of production as per the letter of allocation was 07.08.2010 and most of the milestones of block development such as approval of mining plan, grant of forest clearance, grant of EMP clearance, mining lease, land acquisition etc. were still pending. IMG noted that the geological reserves amounting to 83.25 MT with extractable reserves of 27.99 MT were available in this block. The representative of the Government of Rajasthan was also of the view that this block could be de-allocated due to failure of the allocatee in developing the block.

10. IMG, taking into account the fact that there was no substantial progress in development of the lignite block even after issue of show cause notice on 4<sup>th</sup> May, 2012 and the disinterest shown by the allocatee by not renewing the BG, recommended that the block should be **de-allocated**. IMG further recommended forfeiture of BG in this case and keeping in view the fact that BG had expired, IMG also recommended that the Ministry of Coal should effect the recovery of BG amount by adopting revenue recovery/proceedings.

11. The representative of Government of Rajasthan requested the IMG that NLC being the nodal PSU for keeping data in respect of lignite blocks, should be advised to share the data with the state Government free of cost. As the request made by the representative was out of the purview of IMG, he was advised that the State Government could formally request the MOC in this regard.

12. Thereafter IMG took up the review of 56 coal blocks, progress of which was delayed due to the 'Go/No-go' categorization, wild life corridors, CBM overlap, etc.

13. IMG further noted that the Patal (East) and Biharinath Coal Blocks (02 blocks) were overlapping with CBM blocks and recommended that MoC should write to the Ministry of Petroleum and Natural Gas for updated status on exploitation of methane gas. In cases of the Brahmpuri, Thesgora-B/Rudrapuri, Bander, Rampa & Dipside of Rampa and Moira Madhujore coal blocks (total 06 blocks), where an FIR has been registered by CBI against the allocatee or one of the allocatees of the coal block, IMG deferred its review and remitted the matters back to MoC to take a view in the matter in consultation with MoLJ.

14. IMG there after reviewed remaining 48 coal blocks in detail. In cases where the progress was unsatisfactory, it was recommended to issue show cause notice to the block allocatees (Category-I) and in cases where progress had been achieved by the block allocatee, since the last review meeting, it was recommended to call for the explanation for slow progress in development of coal block (Category-II). Accordingly, after detailed review of each case on the basis of presentation made by the coal controller, following recommendations were made :

**Category-I:** Blocks where **Show Cause Notice** is to be issued to allocatee companies are in the table below (S.No. 1 to 27) :

Sl. No.	Block's Sl.No.	Name of the Block	Name of Allocatee
1-2	45-46	Gidmuri & Paturia	Chattishgarh State Electricity Board (CSEB)
3	103	Morga - I	M.P.State Mining Corporation Ltd. (MPSMCL)
4	152	Morga-III	MPSMCL
5	153	Morga-IV	MPSMCL

6	75	Madanpur South	Madanpur South Coal Company Ltd (JV of Hindustan Zinc Ltd & Others)
7-8	76-77	Nakia I & Nakia II	Chhatiagarh Captive Coal company Ltd (JV of Ispat Godavari & Others)
9	81	Madanpur North	Madanpur North Coal Company Ltd (JV of Ultratech Ltd and Others)
10	183	Fatehpur	SKS Ispat & Power Ltd & Prakash Industries Ltd.
11	79	Gare Palma IV/6	JSPL & Nalwa Sponge Iron Ltd.
12	80	Gare Palma IV/8	Jayaswal Neco Ltd.
13	71	Amelia	Madhya Pradesh State Mining Corporation Ltd
14	114	Mara II Mahan	NCT of Delhi, Delhi & Haryana Power generation Corp. Ltd.
15	191	Tandsi III & Tandsi III Extension	MESCO Steel Ltd
16	112	Dongri Tal-II	Madhya Pradesh State Mining Corporation Ltd
17	203	Mednirai	Rungta Mines Ltd & Kohinoor Steel Pvt Ltd.
18	165	Kerandari BC	An SPV of Power Finance Corporation Ltd for JH UMPP
19	98	Bundu	Rungta Mines Ltd.
20	126	Chakla	Essar Power Generation Ltd.
21	168	Ashok Karkatta Central	Essar Power Ltd.
22	184	Jogeswar & Khas Jogeswar	JSMDCL



23	173	Lohara West Extension	Adani Power Ltd.
24	188	Bhivkund	SPV of MAHAGENCO
25	67	Talabira-II & III	MCL/NLC/Hindalco Industries Ltd
26	209	Mourya	Karanpura Energy Ltd.
27	170	Sayang	AES Chhatisgarh Energy Pvt. Ltd.

**Category-II:** Blocks where **explanation** for slow progress is to be called from the allocatee companies (S.No. 1-21) :

Sl. No	Block's Sl.No.	Name of the Block	Name of Allocatee
1	27	Tara	C'garh Mineral Development Corp
2,3 & 4	118, 119 & 120	Meenakshi, Meenakshi-B & Dip-side Meenakshi	Power Finance Corporation Ltd
5	97	Mahan	Essar Power Ltd. / Hindalco Industries Ltd.
6	72	Amelia North	MPSMCL
7	104	Morga-II	GMDC
8	217	Rajgamar Dipside (Devnara)	API Ispat & Powertech Pvt. Ltd. & CG Sponge Manufacturers Consortium Coalfields Ltd.
9-10	212 & 213	Putra Parogia & Pindrakhi	Chhattisgarh Surguja Power Ltd. (Formerly Akaltara Power Ltd - an SPV of PFC)
11	100	Parsa	Chhattisgarh State Electricity Board

12	159	Mandla South	Madhya Pradesh State Mining Corp. Ltd.
13	123	Chatrasal	M/s. Sasan Power Ltd (an SPV of PFC for MP UMPP) has been transferred to Reliance Power Ltd.
14-15	59 & 60	Kotre Basantpur & Pachmo	Tata Steel Ltd.
16	186	Rohne	JSW Steel Ltd., Bhushan Steel & Power Ltd and Jai Balaji Industries Ltd
17	88	Dulanga	NTPC Ltd.
18	141	Manoharpur	OPGCL
19	142	Dipside Manoharpur	OPGCL
20	216	Bankui	Sakhigopal Integrated Power Company Ltd (SPV of 1 <sup>st</sup> additional Orissa UMPP)
21	218	Vijay Central	Coal India Ltd & SKS Ispat & Power Ltd. Block allocated recently in pursuance of a Court Case.

15. The reply to the explanatory memos and show cause notices will be placed before the IMG and the allocatees would be given an opportunity to present their case before the IMG.

16. The IMG recommended that the action suggested as above be taken by the Ministry of Coal, before the next meeting of IMG.

17. The meeting ended with a vote of thanks to the chair.

\*\*\*\*\*

**Annexure-I**

List of participants attended 19<sup>th</sup> meeting of the Inter-Ministerial Group (IMG) held on 25.06.2013 at 11.00 AM under the Chairmanship of Additional Secretary (Coal).

Sl. No.	Name & Designation	Ministry/Deptt. /Organisation
1	Dr. A.K. Dubey, Addl.Secy.(Coal)	In the Chair
2	Sh. A.K. Bhalla, Jt.Secy.(C)	Coal
3	Sh. A. Acharya, Coal Controller	Coal
4	Sh.B Surendra Mohan, CMD, NLC	Coal
5	Sh. S.K. Shahi, Director	Coal
6	Sh. M. Krishnan, GM(Geo.), NLC	Coal
7	Sh. Syedain Abbasi, Jt.Secy.	Steel
8	Sh. V. Apparao, Director	Power
9	Dr. R.S.Shrinet, Asst. Legal Advisor	Legal Affair (M/o L&J)
10	Sh. Nand Lal, Sr. D.O.	IPP (M/o Com. & Ind.)
11	Dr. S.S. Jamrani, Suptg.Geologist	Govt. of Rajasthan
12	Sh. Harsh Vardhan, Adviser(Geo.)	RSMML
13	Sh. K.C.Sharma, Manager (Geo.)	RSMML
14	Sh. P.R Gehlot, Surveryor	RSMML



No.13016/10/2013-CA-I (Part)

Government of India

Ministry of Coal

New Delhi the 29<sup>th</sup> July, 2013

OFFICE MEMORANDUM

**Sub: Minutes of the 20<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 19.07.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks - reg.**

\*\*\*\*\*

The undersigned is directed to forward herewith the Minutes of the 20<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 19.07.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks, for confirmation and necessary action.

  
(A. Sanjay Sahay)

Under Secretary to the Govt. of India

To

1. Ms. Sharmila Chavly, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
2. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
3. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
4. Shri Syedain Abbasi, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
5. Shri O.P. Verma, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
6. Shri A.K. Bhalla, Joint Secretary (Coal), Ministry of Coal
7. Ms. Sujata Prasad, JS&FA, Ministry of Coal
8. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal
9. Shri A.K. Debnath, CMD, CMPDIL, Gondwana Place, Kanke Road, Ranchi.
10. Shri B. Surender Mohan, CMD, Neyveli Lignite Corporation Ltd., Neyveli (T.N.)
11. Shri Amrit Acharya, Coal Controller, 1, Council House Street, Kolkata-1.

Copy also to:

1. PS to Minister of Coal
2. PS to Minister of State for Coal
3. Sr. PPS to Secretary (Coal)
4. PPS to AS(Coal)

**MINUTES OF THE 20<sup>th</sup> MEETING OF THE INTER-MINISTERIAL GROUP (IMG) HELD ON 19.07.2013 UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY (COAL) TO TAKE PERIODIC REVIEW OF THE DEVELOPMENT OF ALLOCATED COAL/LIGNITE BLOCKS – REG.**

The 20<sup>th</sup> meeting of the Inter-Ministerial Group(IMG) was held on 19.07.2013 at 3.00 PM under the Chairmanship of Additional Secretary (Coal) to review and monitor the progress of allocated coal/lignite blocks and make recommendations on action to be taken. The list of participants is enclosed as

**Annex-I**

2. The representative from Ministry of Power, Finance (D/o Economic Affairs), Steel and D/o Industrial Policy and Promotion did not attend the meeting.
3. Approved Minutes of the 19<sup>th</sup> Meeting of IMG were circulated among members present for confirmation.
4. Thereafter, the IMG observed that out of the 13 coal blocks where CBI had registered an FIRs, 2 coal blocks viz. North Dhadu and Lohara(East) had already been de-allocated and show cause notices had been issued in 2 cases, viz. Kesla (North) and Amarkunda Murgadangal coal blocks. In 2 other cases, viz. Mahuagarhi and Rajhara North coal blocks, the IMG in its 12<sup>th</sup> meeting had heard presentation from one of the allocatee of each coal block and recommended to the M/o Coal to seek opinion of M/o Law & Justice.
5. After detailed discussions about whether the review of coal blocks where FIR had been registered could be conducted, the IMG was of the view that as per the TOR, the IMG could review the progress of these blocks and

recommend action which would be subject to the outcome of the court judgement that was likely to come. The representative from the Ministry of Law was also of the view that the development of the blocks could be reviewed by IMG. However, it was decided to defer the review as most of the representatives from different Ministries were not present.

6. The case of the allocatee company, viz. Castron Mining to whom Bramhadih coal block was allocated, was also taken up which was referred to IMG as per the directions of the High Court of Jharkhand at Ranchi in W.P.(C) No.6658 of 2012 to give the allocatee company an opportunity of hearing. Accordingly, the IMG decided to give an opportunity of hearing to the said allocatee company in the next meeting.

7. The meeting ended with a vote of thanks to the chair.

\*\*\*\*\*



Annex-I

20<sup>th</sup> Meeting of the Inter-Ministerial Group (IMG) held on 19.07.2013

1. Dr. A.K. Dubey, Additional Secretary, Ministry of Coal.....Chariman
2. Shri A.K.Bhalla, Joint Secretary, Ministry of Coal
3. Dr. R.S. Shrinet, Asstt. Legal Advisor, Department of Legal Affairs
4. Shri D.N.Prasad, Advisor(Projects), Ministry of Coal
5. Shri Amrit Acharya, Coal Controller, Ministry of Coal
6. Shri R.K.Chopra, Director(T/RD&T), CMPDIL

\*\*\*\*\*



**Most Immediate / By Speed Post**

No.13016/10/2013-CA-I(Part)  
Government of India  
Ministry of Coal

New Delhi the 8<sup>th</sup> October, 2013

**MEETING NOTICE**

**Sub: Minutes of the 21st Meeting of the Inter-Ministerial Group (IMG) under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks - reg.**

\*\*\*\*\*

The undersigned is directed to enclose herewith the minutes of the 21<sup>st</sup> meeting of the IMG held on 06.08.2013 under the Chairmanship of Additional Secretary (Coal), for information and necessary action.

Encl: As above.

  
(S.K. Shahi)

Director & Member-Convenor  
Telefax: 23382807

To

1. Ms. Sharmila Chavly, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
2. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
3. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
4. Shri Syedain Abbasi, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
5. Shri O.P. Verma, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
6. Shri A.K. Bhalla, Joint Secretary (Coal), Ministry of Coal
7. Ms. Sujata Prasad, JS&FA, Ministry of Coal
8. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal
9. Shri A.K. Debnath, CMD, CMPDIL, Gondwana Place, Kanke Road, Ranchi.
10. Shri B. Surender Mohan, CMD, Neyveli Lignite Corporation Ltd., Neyveli (T.N.)
11. Shri Amrit Acharya, Coal Controller, 1, Council House Street, Kolkata-1.

212



Copy also to:

1. PS to Minister of Coal
2. PS to Minister of State for Coal
3. Sr. PPS to Secretary (Coal)
4. PPS to AS(Coal) for recording the minutes of the meeting at the venue.

Authority in the Ministry remitted the case to IMG to hear the allocatee and make recommendations in the matter. Accordingly, the IMG decided in its 20<sup>th</sup> meeting to give an opportunity of hearing to the said allocatee company.

4. The representative of the company (Shri Anup Agarwalla, MD, CML) thereafter made a detailed presentation before the IMG. The salient points made by the allocatee in his presentation are given below:-

- 1) Bramhadiha coal mine was abandoned in 1916 which was earlier worked as underground (UG) mine. The mine was not nationalized and it was never vested in the Central Government or CIL or any subsidiary of CIL.
- 2) It is proposed to take out the coal from the pillars which are left after UG mining. The per annum production is estimated at 150,000 tonnes out of the total reserves of 2.2 million tonnes. The project aims to recover abandoned coking coal and due to difficult mining condition, the cost of production will be high.
- 3) The application for allocation of this mine was initially made in April, 1996 to Government of Bihar through Collector, Giridih, which was forwarded by Government of Bihar to Central Government in March, 1999 for prior approval under Section 5 (1) of MMDR Act.
- 4) In June 1999, the company appeared before 14<sup>th</sup> Screening Committee (SC). The SC decided to allot 101.153 Ha. of abandoned mining area of Brahmadaha block subject to certain conditions. The Screening Committee could not and did not impose any captive end use conditions (as per CMN Act).
- 5) Mining operations commenced in September 2004. However, the same had to be suspended due to division of business in the family and the name of the company doing the mining was not substituted in the mining lease deed. The Government of Jharkhand took inordinately long time for amendment in the lease deed which was finally done on 8<sup>th</sup> June, 2009 whereafter the company informed of amendment to various authorities and applied for revised mine opening permission to CCO on 25<sup>th</sup> August, 2009 which is still pending. Total investment made by the

company in developing and acquiring the mine, washery, coke oven plant is approximately Rs.27.67 crores as on 30.06.2013.

5. After the presentation by M/s CML, IMG deliberated on this case and recalled the minutes of 14<sup>th</sup> Meeting of the Screening Committee wherein it is mentioned :

*"the party informed that the raw coal will be washed in their washery to obtain washed coal for manufacturing metallurgical coke in their coke oven plant presently lying idle for use in another unit of theirs in Bokaro industrial area. It was clarified by the party that the washery will be relocated after 15 years when the coal reserves in the mine are exhausted. The middlings produced during washing are proposed to be utilized for generation of power in their 2x5 MW CPP which they would be setting up in two phases of 5 MW each."*

IMG noted that the block allocatee so far has no end use plant (EUP). IMG also noted that the statement made in para 4 (1) by the allocatee is incorrect as by way of an amendment in the CMN Act in 1976, all the existing mining leases for coal were extinguished. IMG noted that the suspension of mining and consequently delay in re-opening of mine was due to a dispute in the family of the allocatee, which took nearly seven years for the allocatee to substitute the name in the mining lease from M/s Castron Technologies Ltd. to M/s Castron Mining Ltd. Further, the allocatee company was directed by the Ministry of Coal vide letter No. 13016/8/99-CA-I dt. 19/07/2005 to commission the required end use plants within one month from the commencement of coal production from the block, which the allocatee company could not set up till date. In view of the above facts, the IMG reiterated the earlier recommendation made in the 6<sup>th</sup> meeting of IMG and **recommended to de-allocate Brahmadiha OC coal block.**

6. IMG thereafter reviewed the status of 13 coal blocks where FIRs had been lodged by CBI against certain allocatees, as per decision taken in the 20<sup>th</sup> IMG meeting held on 19.07.2013. IMG observed that out of the 13 coal blocks



where CBI had registered FIRs, 2 coal blocks viz. **North Dhadu** and **Lohara (East)** had already been de-allocated and show cause notices had been issued in 2 cases viz. **Kesla (North)** and **Amarkunda Murgadangal** coal blocks based on the review made in the 19<sup>th</sup> meeting of IMG. In case of **Mahuagarhi** and **Rajhara (North)** coal blocks, IMG noted that these two blocks had already been reviewed in the 5<sup>th</sup> meeting of IMG wherein presentation was taken of the allocatees who did not have any FIR registered against them. IMG recommended to ask those allocatees of these blocks who were not called to make presentation, for submitting detailed status and making presentation of the progress made in block and EUP development before the IMG.

7. The progress of remaining 7 blocks were reviewed in detail on the basis of updated status note presented by the CCO and it was found that the progress made by allocatee(s) was unsatisfactory. IMG, therefore, recommended to issue show cause notice to the block allocatees of these 7 blocks whose details are given below:-

Sl. No.	Coal Block	Name(s) of the allocatee(s) & the allocatee company against whom FIR has been lodged (in bold italics)
1-2	Rampia & Dip Side of Rampia	Sterlite Energy Ltd., GMR Ltd., Reliance Energy Ltd., Arcelor Mittal, Lanco Latd. and <b>Navbharat Power Pvt. Ltd.</b>
3	Bander	<b>AMR Iron &amp; Steels Pvt. Ltd.</b> , Century Textiles and J.K. Cement Ltd.
4	Thesgora-B/ Rudrapuri	<b>Kamal Sponge Steel &amp; Power Ltd.</b> and Revati Cement Pvt. Ltd.
5	Moirra-Madhujoire	Ramswarup Loh Udyog Ltd., ACC Cement Ltd., Howrah Gases Ltd., Uttam Galva Ltd., Adhunik Corporation Ltd. and <b>Vikas Metal &amp; Power Ltd.</b>
6	Brahampuri	<b>Pushp Steel and Mining Ltd.</b>
7	Fatehpur East	R.K.M. Powergen Ltd., Visa Power Ltd., Vandana Vidyut Ltd., <b>Green Infra. Pvt. Ltd.</b> and <b>JLD Yavatmal Energy Ltd.</b>

8. Details of 2 coal blocks, where allocatees are to be asked for submitting detailed status and making presentation as mentioned in para 6 above, are given in the table below:

Sl. No.	Coal Block	Name(s) of the allocatee(s) & the allocatee company against whom FIR has been lodged (in bold italics)
1	Mahuagarhi	CESC Ltd & <b><i>Jas Infrastructure Capital Pvt Ltd</i></b>
2	Rajhara North (C&E)	Mukund Ltd. and <b><i>Vini Iron &amp; Steel Udyog Ltd.</i></b>

8. The meeting ended with a vote of thanks to the chair.

\*\*\*\*\*

**Annexure-I**

List of participants attended 21<sup>st</sup> meeting of the Inter-Ministerial Group (IMG) held on 06.08.2013 at 12.00 Noon under the Chairmanship of Additional Secretary (Coal).

Sl. No.	Name & Designation	Ministry/Deptt. / Organisation
1	Dr. A.K. Dubey, Addl.Secy.(Coal)	In the Chair
2	Sh. A.K. Bhalla, Jt.Secy.(C)	Coal
3	Sh. D.N. Prasad, Advisor (P)	Coal
4	Sh. A. Acharya, Coal Controller	Coal
5	Sh. S.K. Shahi, Director	Coal
6	Sh. Shekhar Saran, DT(CRD), CMPDIL, Ranchi	Coal
7	Ms. Gauri Kaul, Director	DIPP
8	Sh. Anupam Prakash, Director	Steel
9	Sh. V. Apparao, Director	Power
10	Sh. Abhijit Phukon, Joint Director	Deptt. of Economic Affairs, M/o Finance
11	Sh. Anup Agarwalla	Castron Mining Ltd.
12	Sh. D.K. Ghosh	-do-
13	Sh. Abhijit Sinha	-do-

Officers in attendance from M/o Coal

1.	Shri A Sanjay Sahay, Under Secretary
2.	Shri Ram Naresh, Section Officer
3.	Shri Kamal Kishor, AD (Legal)

\*\*\*\*\*



**Most Immediate / By Speed Post/Fax**

No.13016/10/2013-CA-I (Part)

Government of India

Ministry of Coal

New Delhi the 19<sup>th</sup> November, 2013

**OFFICE MEMORANDUM**

**Sub: Minutes of the 22<sup>nd</sup> Meeting of the Inter-Ministerial Group (IMG) held on 21.10.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks - reg.**

\*\*\*\*\*

The undersigned is directed to forward herewith the Minutes of the **22<sup>nd</sup> Meeting** of the Inter-Ministerial Group (IMG) held on 21.10.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of **17** coal blocks, for necessary action.



**(A. Sanjay Sahay)**

Under Secretary to the Govt. of India

To

1. Ms. Sharmila Chavly, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi.
2. Shri I C P Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
3. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
4. Shri Syedain Abbasi, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi.
5. Shri O.P. Verma, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi.
6. Shri A.K. Bhalla, Joint Secretary (Coal), Ministry of Coal
7. Ms. Sujata Prasad, JS&FA, Ministry of Coal
8. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal
9. Shri A.K. Debnath, CMD, CMPDIL, Gondwana Place, Kanke Road, Ranchi.
10. Shri Amrit Acharya, Coal Controller, 1, Council House Street, Kolkata-1.

Copy also to:

1. PS to Minister of Coal
2. PS to Minister of State for Coal
3. Sr. PPS to Secretary (Coal)
4. PPS to AS(Coal)

**MINUTES OF THE 22<sup>nd</sup> MEETING OF THE INTER-MINISTERIAL GROUP (IMG) HELD ON 23.10.2013 AT 4.30PM AT CIL OFFICE, CORE 6, 6<sup>TH</sup> FLOOR, SCOPE COMPLEX, LODHI ROAD, NEW DELHI UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY (COAL)**

The 22<sup>nd</sup> meeting of the Inter-Ministerial Group (IMG) was held on 23.10.2013 at 4.30PM under the Chairmanship of Additional Secretary (Coal) to undertake a review and to monitor the progress of allocated coal/lignite blocks and make recommendations as to the action to be taken. The list of participants is enclosed as **Annex-I**.

2. At the outset, AS (Coal) welcomed the members of IMG and gave a brief background of the role and responsibility of IMG. The Minutes of the 21<sup>st</sup> Meeting of IMG, which were circulated earlier vide Ministry of Coal's letter dated 08.10.2013, were confirmed. Thereafter, he asked Coal Controller to explain the progress of development of all the 17 coal blocks, the progress of which was to be reviewed in the present IMG meeting. The list of these 17 coal blocks is at **Annex-II**. The Coal Controller, thereafter, presented updated status of development of the coal/lignite blocks.

3. IMG reviewed the development status of 17 coal blocks in detail. After reviewing each case on the basis of presentation made by the coal controller and after deliberations on each case, IMG recommended to issue show cause notices to the block allocatees in respect of blocks where the progress was unsatisfactory (**Category-I**). In cases where some progress had been achieved by the block allocatee since the last review, it was recommended to call for the explanation for slow progress in development of coal block (**Category-II**).

**Category-I:** Blocks where **Show Cause Notice** is to be issued to allocatee companies (Sl.No. 1 to 10) :

Sl. No.	Name of the Block	Name of Allocatee
1.	Utkal C	Utkal Coal Ltd.(formerly ICCL)
2.	Banhardih	Jharkhand State Electricity Board
3.	Marki-Jari-Jamali-Adkioli	Maharashtra State Mining Corporation.



4.	Chatti Bariatu South	NTPC
5.	Saharpur Jamarpani	Damodar Valley Corporation
6.	Shahpur (East)	National Mineral Development Corporation.
7.	Shahpur (West)	National Mineral Development Corporation
8.	Sial Goghri	Prism Cement Limited
9.	Ganeshpur	Tata Steel Ltd & Adhunik Thermal Energy Ltd.
10.	Andal East	Bhushan Steel Ltd., Jai Balaji Industries Ltd. & Rashmi Cement Ltd.

**Category-II:** Blocks where **explanation** for slow progress is to be called for from the allocatee companies (Sl.No. 1 to 7) :

Sl. No.	Name of the Block	Name of Allocatee
1.	Pachwara North	WBPDC
2.	Kagra Joydev	Damodar Valley Corporation
3.	Kerandari	NTPC
4.	Chatti Bariatu	NTPC
5.	Bicharpur	M.P. State Mining Corporation (MPSC)
6.	Gare Palma Sector-III	Goa Industrial Development Corporation
7.	Durgapur/ Taraimar	BALCO

4. The reply to the show cause notices and explanatory memos will be placed before the IMG and the allocatees would be given an opportunity to present their case before the IMG.

5. The IMG recommended that the action as suggested above be taken by the Ministry of Coal, before the next meeting of IMG.

6. The meeting ended with a vote of thanks to the chair.



### Annexure-I

Details of participants attended 22<sup>nd</sup> meeting of the Inter-Ministerial Group (IMG) held on 23.10.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks and linked end use projects.

S.NO	Name & Designation	Name of the Ministry /Deptt./Organisation
1	Dr. A.K Dubey, Chairman, IMG & Additional Secretary (Coal)	Ministry of Coal
2	Shri A.K. Bhalla, JS (Coal)	Ministry of Coal
3	Shri D.N. Prasad, Adv (P)	Ministry of Coal
4	Shri S.K. Shahi, Director (CA-I)	Ministry of Coal
5	Shri Abhijit Phuken	Department of Economic Affairs/Ministry of Finance
6	Dr. R.S. Shrinet, ALA	Department of Legal Affairs /Ministry of Law & Justice
7	Shri Anupam Prakash, Director	Ministry of Steel
8	Shri V. Apparao, Director	Ministry of Power
9	Shri K.K Mishra, OSD (Tech)	CCO, Kolkata
10	Dr. SujoyMajumder, OSD (HQ)	CCO, Kolkata
11	Shri Shankar Saran, Director (Technical)	CMPDI, Ranchi

Officers of Ministry of Coal in attendants:

S. No.	Name & Designation
1	Shri A.S. Sahay, US (CA-I)
2	Shri Ram Naresh, SO (CA-I /A)

Annexure-II

**LIST OF COAL BLOCKS TO BE REVIEWED BY IMG**

SN	Name of Block	State	Block Allocatee	Remarks
1	Utkal C	Odisha	Utkal Coal Ltd.(formerly ICCL)	Screening Committee Route
2	Pachwara North	Jharkhand	WBPDC	Screening Committee Route
3	Kagra Joydev	WB	Damodar Valley Corporation	Gov. Dispensation
4	Kerandari	Jharkhand	NTPC	Gov. Dispensation
5	Chatti Bariatu	do	NTPC	Gov. Dispensation
6	Banhardih	do	Jharkhand State Electricity Board	Gov. Dispensation
7	Marki-Jari-Jamali-Adkioli	Maharashtra	Maharashtra State Mining Corpn.	Gov. Dispensation
8	Chatti Bariatu South	Jharkhand	NTPC	Gov. Dispensation
9	Saharpur Jamarpani	do	Damodar Valley Corporation	Gov. Dispensation
10	Shahpur (East)	Madhya Pradesh	National Mineral Dev. Corp	Gov. Dispensation
11	Shahpur (West)	Do	National Mineral Dev. Corp	Gov. Dispensation
12	Bicharpur	Do	Madhya Pradesh State Mining Corporation (MPSMC)	Gov. Dispensation
13	Gare Palma Sector-III	Do	Goa Industrial Development Corporation	Gov. Dispensation
14	Sial Goghri	Madhya Pradesh	Prism Cement Limited	Gov. Dispensation
15	Durgapur/Taraimar	Chhattisgarh	BALCO	Screening Committee Route
16	Ganeshpur	Jharkhand	Tata Steel Ltd & Adhunik Thermal Energy Ltd.	Screening Committee Route
17	Andal East	WB	Bhushan Steel Ltd., Jai Balaji Industries Ltd. & Rashmi Cement Ltd.	Screening Committee Route

Most Immediate / By Speed Post/Fax

No.13016/10/2013-CA-I (Part)  
Government of India  
Ministry of Coal

New Delhi the 25<sup>th</sup> November, 2013

OFFICE MEMORANDUM

**Sub: Minutes of the 23<sup>rd</sup> Meeting of the Inter-Ministerial Group (IMG) held on 24.10.2013 and 25.10.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal / lignite blocks - reg.**

\*\*\*\*\*

The undersigned is directed to forward herewith the Minutes of the 23<sup>rd</sup> Meeting of the Inter-Ministerial Group (IMG) held on 24.10.2013 and 25.10.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of coal blocks, for necessary action.



(A. Sanjay Sahay)

Under Secretary to the Govt. of India

To

- ①  
Singh  
5/11/13  
4:57 PM
1. Ms. Sharmila Chavly, Joint Secretary, Deptt. of Economic Affairs, North Block, New Delhi. *14. Jain*
  2. Shri I.C.P. Keshari, Joint Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
  3. Shri Talleen Kumar, Joint Secretary, Dept. of Industrial Policy & Promotion, Udyog Bhawan, New Delhi
  4. Shri Syedain Abbasi, Joint Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
  5. Shri O.P. Verma, Joint Secretary, Deptt. of Legal Affairs, Shastri Bhawan, New Delhi
  6. Shri A.K. Bhalla, Joint Secretary (Coal), Ministry of Coal - *25/11/13*
  7. Ms. Sujata Prasad, JS&FA, Ministry of Coal
  8. Shri D.N. Prasad, Advisor (Projects), Ministry of Coal *25/11/13*
  9. Shri A.K. Debnath, CMD, CMPDIL, Gondwana Place, Kanke Road, Ranchi.
  10. Shri Amrit Acharya, Coal Controller, 1, Council House Street, Kolkata-1.

Copy also to:

- 25/11/13*
1. PS to Minister of Coal
  2. PS to Minister of State for Coal *25/11/13*
  3. Sr. PPS to Secretary (Coal) *25/11/13*
  4. PPS to AS(Coal) *25/11/13*





**MINUTES OF THE 23<sup>rd</sup> MEETING OF THE INTER-MINISTERIAL GROUP (IMG) HELD ON 24<sup>th</sup> AND 25<sup>th</sup> OCTOBER, 2013 UNDER THE CHAIRMANSHIP OF ADDITIONAL SECRETARY (COAL) TO UNDERTAKE PERIODIC REVIEW ON THE DEVELOPMENT OF ALLOCATED COAL/LIGNITE BLOCKS**

A list of participants of the 23<sup>rd</sup> IMG meeting held on 24<sup>th</sup> and 25<sup>th</sup> October, 2013 including representatives of the State Governments and representatives of coal block allocatees who appeared before the IMG on 24<sup>th</sup> and 25<sup>th</sup> October, 2013 at **Annex-I** & **Annex-II**, respectively.

2. The IMG confirmed the minutes of **22<sup>nd</sup>** meeting held on **23.10.2013**.
3. Initiating the discussion, Addl. Secretary (Coal) & Chairman, IMG informed the members that in present meeting, cases of coal block allocatees of 30 coal blocks, who were issued show-cause notices (SCNs) in pursuance to the recommendations made by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 were to be considered on the basis of the reply to show-cause notices, status note on coal block as well as end-use plant (EUP) development as prepared by CCO and the other factual details as available in the Ministry of Coal. The representatives of the block allocatees were also invited to present their case before the IMG.
4. He further recalled that in the **2<sup>nd</sup>** meeting of IMG held on **25.07.2012**, the IMG, *inter-alia*, made the following recommendations:
  - (i) *Regarding the cases where blocks were allotted prior to 2005 and no BG was stipulated, the Committee noted that all these blocks have far-exceeded time schedule and that the normative date for production is already over. As such, the blocks are fit for de-allocation. However, in case, the committee finds on case to case basis that substantial progress in terms of land acquisition and investments has been made in the project then they may be allowed to continue only after accepting the new guidelines providing for provision of BG. Case to case review may accordingly be taken up in the IMG meetings.*
  - (ii) *As regards the coal blocks in no-go areas and wild life corridors, etc., the Ministry may take a view whether to continue with the allocation or de-allocate the same. The IMG recommended that in such cases, the allocatee may be given an option to surrender the block without deduction of BG.*
5. Further, in the **3<sup>rd</sup>** IMG meeting held on **08.08.2012**, the IMG decided that the following guidelines/ principles may be followed by the IMG while conducting its business in accordance with the terms of reference:-
  - (1) *The IMG may meet once in a month and the next date of the meeting may be fixed in the IMG itself; Minutes may be confirmed in the next meeting.*
  - (2) *All relevant materials including the allocation letter and latest status report of the blocks may be made available to each member of the IMG so as to enable them to deliberate, discuss and contribution in objective decision making.*

- (3) Where show cause notices have been served or / and where replies of the show cause notices have been received copies of the same may be provided which may also be considered by the IMG before forming any view.
- (4) The deduction of bank guarantee (BG) should be linked 50% to delay in development of coal block and 50% to achievement of production levels as per approved mining plan.
- (5) The weightage to various milestones and critical parameters on the basis of which deduction may be recommended would be as per annexure.
- (6) The IMG may recommend additional deduction to the extent of 10% of total BG for every year of delay after the normative date of production from the coal block unless the allocatee is able to establish to the satisfaction of the IMG that the delay is not attributable to the allocatee.
- (7) The allocatees will be required to revalidate and replenish the BG to the extent of the BG deducted till the block has achieved PRC as per mining plan.
- (8) The BG may be deducted after issue of SCN to the allocatee specifying the amount to be deducted on the basis of delays attributable to the allocatee in the assessment of the IMG and after giving an opportunity to the allocatee to present his case before the IMG.
- (9) The BG provision should be made uniformly applicable to all the coal blocks and the linked 50% to the milestones for development of the block and 50% to the production of coal as per mining plan for all the allocated coal blocks (as is the condition prescribed for blocks allocated after 2006).
- (10) Allocatee companies that have exceeded the normative date of production and have thus already breached the terms and conditions of the allotment may be given the option to continue to hold the coal blocks after review only if they have made substantial progress and investment in development of the block and they agree to accept the new Guidelines, failing which the block may be de-allocated in addition to the deduction of the BG linked to the extent of delay attributable to the allocatees in the assessment of the IMG.
- (11) In case of inordinate delays, where the allocatees are unable to develop the block for reasons beyond his control, he may be given the option to surrender the block, with return of BG, within a stipulated time. The Government shall de-allocate such block, if not surrendered by the allocatee, with or without deduction of BG depending on the extent of delay attributable to the allocatees.
- (12) The deduction of BG may be recommended by the IMG on the basis of the above Guidelines. However, the specific recommendation shall be made on case to case basis after considering all relevant material as circumstances may differ State to State and case to case.
- (13) While the IMG has adopted above guidelines for its own recommendations, it is also recommended that the Ministry may notify and publish these guidelines on the website of the Ministry for information of all concerned.

6. In the 4<sup>th</sup> meeting of IMG held on **03.09.2012**, IMG decided that the following guidelines/ principles may be followed by the IMG while conducting its business and making recommendations regarding the deduction of BG in accordance with the terms of reference:-



- (1) The IMG will meet as and when required. The next date of the meeting may as far as possible be fixed in the IMG itself; Minutes may be confirmed in the next meeting.
- (2) All relevant materials including the allocation letter and status report of the blocks may be made available to each member of the IMG in advance.
- (3) Copies of show cause notices issued and replies to the same may be provided to the members.
- (4) The weightages to various milestones on the basis of which proportionate deduction of BG may be recommended are enclosed.
- (5) Where allocatee companies have exceeded their normative date of production and there is no provision for BG related to development of coal block, then the IMG may, only in cases where it finds that the company has made substantial progress and investment in development of the block even though they have exceeded normative date of production, recommend imposition of BG in addition to any other action.
- (6) The recommendations of the IMG regarding BG may be made on the basis of the above guidelines after considering all relevant material and the facts and circumstances of the case.

7. In the **5<sup>th</sup>** meeting of IMG held on **7<sup>th</sup>-8<sup>th</sup> September, 2012**, the IMG decided that in order to facilitate further deliberations, the Coal Controller/MoC will provide a status paper for each case indicating the following:-

- i. Terms and conditions of allotment and subsequent revisions, if any;
- ii. Slippages against milestones as stated in the SCN;
- iii. History of previous reviews and action taken;
- iv. Condonation of delay or extension of zero date granted, if any and permissible grace period, if any; whether any request for condonation is pending with Ministry ;
- v. Litigation and orders of the court, if any;
- vi. Summary of reply of the company including reasons for delay;
- vii. Comments of MoC with respect to issues pertaining to delay in purchase of GR, transfer of surface rights by coal companies, sanction of mining plan, etc.

8. In the **6<sup>th</sup>** meeting of IMG held on **12<sup>th</sup> September, 2012**, the IMG deliberated upon the broad parameters which may constitute substantial progress of coal block. It was decided that purchase of GR, approval of Mining Plan, grant of EC, status of FC and progress made in land acquisition shall constitute basic requirement. Physical status of EUP, investment made and expected date of opening of mine and commissioning of EUP shall also be a material consideration. Where there is no provision for BG and the block is not found fit for de-allocation and there is substantial progress, the IMG may recommend that the allocatee may be asked to submit a BG. The amount of BG that may be asked for would be fixed factoring in the time elapsed since date of allotment.

9. In the **15<sup>th</sup>** meeting of IMG held on **05.11.2012**, the IMG was informed that a large number of blocks in the Government dispensation route are regionally explored blocks in which the exploration has taken more time than 27 months envisaged in the allocation letter. After review in 2009-10, it was decided not to de-allocate these blocks on this account at that time. Taking all factors into consideration IMG took a view that in general, those regionally explored blocks in which detailed exploration has been completed by that



time may not be recommended for de-allocation at that stage. The IMG also noted that for the coal blocks allotted under Government dispensation, the BG was introduced only from **June, 2007** onwards. In case of coal blocks allotted before June, 2007, which are not recommended for de-allocation, IMG may recommend imposition of BG to ensure adherence to the milestones. The amount of BG that may be asked for would be fixed factoring in the time elapsed since date of allotment.

10. Before discussing individual cases, IMG deliberated upon the principle for imposition of BG on the cases to be considered in the instant meeting. IMG was unanimous to recommend imposing one year's royalty amount based on peak rated capacity in all cases where BG is decided to be imposed. This recommendation deviates from the earlier recommendations to the extent that earlier BG amount was decided factoring in the time elapsed since the date of allotment as mentioned in para-9 in view of the fact that time elapsed is contested by the allocatees. Further 50% of the such BG imposed shall be linked to the milestones set for development of captive block and remaining 50% to the guaranteed production, as provided in the allocation guidelines of 2006.

11. After recapitulating the above-mentioned previous decisions of the IMG, the representatives of allocatees were invited to present their case before the IMG. The IMG thereafter took up individual cases and made recommendations as below after due deliberation and consideration of all material made available.

**[A] COAL BLOCKS LOCATED IN THE STATE OF JHARKHAND**

(Representatives of Govt. of Jharkhand were present in the meeting)

**1. TOKISUD NORTH COAL BLOCK allocated to M/s GVK POWER (GOVINDWAL SAHIB) LTD.**

Tokisud North coal block was allocated to M/s GVK POWER (GOVINDWAL SAHIB) LTD. on 07.01.2002. The normative date of production as per Coal Controller's Organisation (CCO) report was 07.07.2005. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice(SCN) vide MoC's letter dated 6<sup>th</sup> June, 2013. The reply of the allocatee company to the SCN dated 24.06.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR has been purchased, mining plan approved, previous approval of mining lease granted by MoC, Environment and Forest clearance obtained, mining lease executed, mine opening permission granted and mine started on 05.12.2012; however, there have been delays in achieving milestones. A part of

land acquisition is pending. The mine operation for removal OB has been suspended due to local disturbance.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that it could purchase the Geological Report (GR) from Central Coalfields Ltd., Ranchi on 11.03.2004 i.e. after a lapse of more than 2 years from the date of allocation. Further, as per the prevailing policy of Govt. of Jharkhand, no mineral was to be taken out without the value addition in Jharkhand itself. Accordingly, the Govt. of Punjab (PSEB) had initially approved preparation of mining plan with pit-head thermal power plant. However, after making considerable progress, PSEB in 2005 directed that the end-use plant(EUP) should be located in Punjab and therefore the company was constrained to revise the mining plan. The same was approved by MOC in April 2006. In its reply, the allocatee company also stated that forest land diversion was delayed at the end of State Government and complete land acquisition is still pending. There has been considerable delay in obtaining forest clearance due to problems at State level with regard to land for compensatory afforestation. As regards EUP, the allocatee informed that Unit 1 & 2 boilers have been light up and they are under testing and expected commissioning date is November, 2013 for both the units.

As per Chartered Accountant (CA) certificate submitted by the allocatee company, investment made in coal block and EUP till 30.09.13 is **Rs.211.07 Crs.** and **Rs.3041.63 Crs.**, respectively.

**Recommendation:** Taking into account the facts brought before it including the fact that against scheduled date of production of 07.07.2005, mine could be opened only on 05.12.2012, IMG recommends imposition of Bank Guarantee (BG) on the allocatee in order to expedite the production from coal block.

## **2. BADAM COAL BLOCK allocated to M/s TENUGHAT VIDYUT NIGAM LIMITED (TVNL)**

Badam coal block was allocated to M/s Tenughat Vidyut Nigam Limited on 03.11.2003. The normative date of production as per Coal Controller's Organisation (CCO) report was 03.05.2007. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice(SCN) vide MoC's letter dated 17<sup>th</sup> June, 2013. The reply of the allocatee company to the SCN dated 03.07.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR had been purchased, mining plan approved, previous approval of mining lease granted by MoC, Environment clearance, Forest clearance (Stage-I) obtained and mining lease has been executed. However, forest



clearance (Stage-II) and a part of land acquisition are pending. There have been delays in achieving milestones.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that the major delays were beyond the control of TVNL. The JV Company namely Tenughat EMTA Coal Mines Ltd. for mining of coal was formed and Gazette Notification in the name of JV company was obtained from MoC on 16.07.2004. The environment clearance was delayed due to local agitation and could only be obtained on 13.03.2008. As regard land acquisition, the allocatee stated that there were issues of diversion of forest land and acquisition of Govt. and Raiyti land. JV Company has since made full payment for transfer of all types of land. Mining Lease could be obtained on 14.09.2012 as it involved forest land. Stage-II forest clearance is yet to be granted by MoEF. The application for mine opening permission was submitted to CCO on 09.08.2011 but it is held up due to forest clearance. The company also informed that there is a court case going on in respect of the ownership of company between Bihar and Jharkhand States, which also had a bearing on the pace of development of the coal block. The commissioning of EUP is expected by 2015-2016.

As per Chartered Accountant (CA) certificate submitted by the company, investment in coal block till 30.06.2013 is **Rs.57.54 cr.** No certificate for EUP was submitted.

**Recommendation:** Taking into account the facts brought before it including the fact that EC and FC (Stage-I) has been granted, Mining Lease executed for non-forest land, the ongoing litigation regarding ownership of the company between the Government of Bihar and the Government of Jharkhand as well as the fact that against scheduled date of production of 03.05.2007, mine is not yet opened, IMG recommends imposition of Bank Guarantee (BG) on the allocatee in order to expedite the development and production from the coal block.

### **3. PAKRI BARWADIH COAL BLOCK allocated to M/s NATIONAL THERMAL POWER CORPORATION LTD.**

Pakri Barwadih Coal Block was allocated to M/s National Thermal Power Corporation Ltd. on 11.10.2004. The normative date of production as per Coal Controller's Organisation (CCO) report was 11.04.2008. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 6<sup>th</sup> June, 2013. The reply of the allocatee company to the SCN dated 24.06.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.



IMG noted that as per CCO's status report, GR had been purchased, mining plan approved, land obtained, Environment and Forest clearance received. Mining Lease is not required as land acquisition has been made under CBA Act, 1957. A part of transfer of Govt. land is pending with Govt. of Jharkhand. However, there have been delays in achieving milestones.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has informed that a part of land acquisition was pending with Govt. of Jharkhand which was delaying the mine opening. Men and machineries have been deployed at the mine and land acquisition along with community development activities are progressing in full swing and mining can be started at any time. As regards EUP, Power plants at Dariapalli and Lara are expected to be commissioned by 2016-2017.

As per Chartered Accountant (CA) certificate submitted by the company, investment in coal block till June, 2013 is Rs.1052.84 Crs. As regards EUPs linked to the coal block, the investment for Lara STPP is Rs.1139.17 cr. and for Daripalli power project is Rs.380.59 Crores.

**Recommendation:** Taking into account the facts brought before it including the fact that EC and FC has been granted and mine opening is pending for transfer of land by the State Govt. as well as the fact that against scheduled date of production of 11.04.2008, mine could not be opened so far, IMG recommends imposition of Bank Guarantee (BG) on the allocatee in order to expedite the development and production from coal block.

**4. TALAIPALLI COAL BLOCK allocated to M/s NATIONAL THERMAL POWER CORPORATION LTD. (This block is located in the State of Chhattisgarh).**

Talaipalli Coal Block was allocated to M/s National Thermal Power Corporation Ltd. on 25.01.2006. The normative date of production as per Coal Controller's Organisation (CCO) report was 29.03.2012. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 10<sup>th</sup> June, 2013. The reply of the allocatee company to the SCN dated 27.06.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that this was a regionally explored block and as per CCO's status report, GR has been purchased, mining plan approved, in-principle approval of Environment Clearance as well as Forest clearance (Stage-I) received. Mining Lease is not required as land acquisition has been made under CBA Act, 1957. A part of transfer of Govt. land is pending with Govt. of Chhattisgarh for which notification has been issued and disbursement of compensation has commenced. However, there have been delays in achieving milestones.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has informed that the delay in opening of mine is on account of land transfer and approval of R&R by the Chhattisgarh Govt. As regards EUP, target date of commissioning of Lara TPP, Chhattisgarh is 2016-17.

As per Chartered Accountant (CA) certificate submitted by the company, investment in coal block and EUP till June'13 is Rs. **325.33** Crs and Rs. **1139.17 Crores**, respectively.

**Recommendation:** Taking into account the facts brought before it including the fact that EC and FC (Stage-I) has been granted and mine opening is pending for transfer of land by the State Govt. and Stage-II FC as well as the fact that against scheduled date of production of 25.02.2011, mine could not be opened so far, IMG recommends imposition of Bank Guarantee (BG) on the allocatee in order to expedite the development and production from coal block.

**5. GONDULPARA COAL BLOCK allocated to M/s DAMODAR VALLEY CORPORATION and M/s TENUGHAT VIDHYUT NIGAM LIMITED**

Gondulpara Coal Block was allocated jointly to M/S Damodar Valley Corporation and M/S Tenughat Vidhyut Nigam Limited on 13.01.2006 with TVNL as leader and DVC as associate. The normative date of production as per Coal Controller's Organisation (CCO) report was 13.07.2009. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice(SCN) vide MoC's letter dated 10<sup>th</sup> June, 2013. The reply of the allocatee company to the SCN dated 25.06.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR has been purchased, mining plan approved; however, EC, FC and ML as well as land acquisition are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has informed that a main delay occurred due to time taken in gazette notification by Ministry of Coal for authorizing Tenughat EMTA Coal Mines Ltd. for development of block. Another major constraint was due to listing of block under 'No-Go' category by MoEF. The company also informed that there is a court case going on in respect of the ownership of company between Bihar and Jharkhand States, which also had a bearing on the pace of development of the coal block.

The IMG noted that the delay in issue of gazette notification for approval of JV Company as mine operator cannot be a ground to justify the delay since formation of JV was optional and this was not a condition of allocation.



As per CA certificate submitted by the company, investment in coal block till Dec'12 is **Rs.53.23 Crs.** Certificate on EUP has not been provided.

**Recommendation:** Taking into account the facts brought before it including the fact that EC, FC and ML as well as land acquisition are pending and the fact of the ongoing litigation regarding ownership of the company between the Government of Bihar and the Government of Jharkhand which reported to have affected the block development and also keeping in view the fact that more than 7 years have elapsed since allotment of the block, IMG recommends for deduction and encashment of Bank Guarantee (BG) as per the terms and conditions of allocation.

#### **6. SITANALA COKING COAL BLOCK allocated to M/s STEEL AUTHORITY OF INDIA LTD.**

Sitanla Coal Block was allocated to M/s Steel Authority of India Ltd. (SAIL) on 11.04.2007. The normative date of production as per Coal Controller's Organisation (CCO) report was 11.04.2011. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 10<sup>th</sup> June, 2013. The reply of the allocatee company to the SCN dated 21.06.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR has been purchased, BG submitted, mining plan approved, EC obtained. Majority of land for the block is with BCCL and its transfer to SAIL is pending. A small amount of private land is to be acquired. There have been delays in achieving milestones.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has submitted that due to delay in grant of Mining Lease and difficult geo-mining conditions due to high gassiness of the coal seams, there is a delay in start of production. SAIL has submitted that soon after mining lease is granted, they would be in a position to operate the mine. As regards EUP, the block was to meet the requirement of coking coal for SAIL's various steel plants located in Rourkela, Bokaro, Bhilai, Durgapur and Burnpur.

IMG noted that though EC was granted on 20.12.2010 and no FC was involved, the delay appears to have been caused due to the fact that it is a gassy mine and degasification plans were to be devised first before mining. The allocatee has assured that the production from the block will start from April, 2015.

As per CA certificate submitted by the company, expenditure towards development of captive coal block is Rs.15.44 crores.



**Recommendation:** Taking into account the facts brought before it including the fact that EC has been granted and Mining Lease is pending for opening of mine as well as the fact that as against scheduled date of production of 11.04.2011, the mine is not yet operational, IMG recommends deduction and encashment of proportionate Bank Guarantee (BG) as per the terms and conditions of allocation.

**7, 8 & 9: BRINDA, SISAI & MERAL COAL BLOCKS allocated to M/s ABHIJEET INFRASTRUCTURE PVT. LTD.**

Brinda, Sisai and Meral coal blocks were allocated to M/s Abhijeet Infrastructure Pvt. Ltd. on 26.05.2005. The normative date of production as per Coal Controller's Organisation (CCO) report was 26.11.2008 for Brinda-Sisai coal blocks and 26.05.2008 for Meral coal block. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 10.06.2013. The reply of the allocatee company to the SCN dated 24.06.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR has been purchased, BG submitted, mining plan approved, previous approval of mining lease granted by MoC in r/o Brinda-Sisai coal blocks, EC obtained, FC (Stage-I) obtained for Brinda-Sisai coal blocks. No forest land in Meral block; however, there have been delays in achieving milestones. Execution of mining lease and land acquisition are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that the state government of Jharkhand delayed in forwarding of Mining Lease application for previous approval to MOC and further rectification of the previous approval granted by the MOC. There is further delay in forest clearance as Stage-I forest clearance was granted only on 11.02.2011. As regards land acquisition 46% of the land is forest land and diversion of forest land is pending with forest department. However, as 89% of total lease area is for UG operations, the acquisition of land would require after exhaustion of life of open cast mine. Life of open cast mine is 32 years. The allocatee has also stated that the grant of previous approval in case of Brinda-Sesai Coal blocks was granted on 15.02.12. The request of allocatee for rectification of the mining lease area in the previous approval is under examination of Ministry of Coal. However, without Stage-II clearance, further action for granting approval for opening the mine cannot be taken.

Further, the allocatee company was requested to submit proof of ownership of land acquired for coal blocks. In response, the company has provided document from SBICAP indicating mortgage of land admeasuring 60.6988 acres and 175.9099 acres of land within Thana Kharsawan and Saraikella, etc. without indicating whether this parcel of land mortgaged with banks is the land acquired for coal block.



CA Certificates on the investment made in the coal block and EUP were **not** provided by the allocatee company.

**Recommendation:** Taking into account the facts brought before it including the fact that EC obtained and FC (Stage-I) obtained for Brinda and Sisai blocks as well as the fact that against the scheduled date of production of 26.05.2008 for Meral and 26.11.2008 for Brinda and Sesai, the mines are not yet operational, IMG recommends deduction and encashment of proportionate Bank Guarantee (BG) as per the terms and conditions of allocation.

**10. AMARAKONDA-MURGADANGAL COAL BLOCK allocated to M/s JINDAL STEEL & POWER LTD. and M/s GAGAN SPONGE IRON PVT. LTD.**

Amarakonda-Murgadangal coal block was allocated jointly to M/s Jindal Steel & Power Ltd. and M/s Gagan Sponge Iron Pvt. Ltd. on 17.01.2008. The normative date of production as per Coal Controller's Organisation (CCO) report was 17.01.2013. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 22.07.2013. The reply of the allocatee company to the SCN dated 12.08.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, only BG submitted; however, there have been delays in achieving milestones. All remaining milestones including Mining lease application to the state government, mining plan approval, grant of previous approval, EC and FC are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that it was not able to achieve the stipulated milestones because of conditions beyond their control. The company has submitted that earlier it was unaware of the severe complexities of the situation like anti displacement and anti-industrialization stand taken by a section of villagers which gained strength from the presence of stone quarry/crusher operators, illegal coal miners and Naxals. Further, the atmosphere gets vitiated due to the difficult terrain and remoteness of the coal block, which make it extremely difficult for the district administration to ensure rule of law.

IMG further noted that it is a regionally explored block and PL was granted on **29.06.2009** but drilling could not be undertaken. In the meanwhile the State Government had granted additional time of two years and four months with effect from 05.06.2013. However, drilling was still not undertaken and exploration has not even commenced.

As per CA certificate submitted by the company, investment made in EUP of JSPL is Rs.1682.12 crores as on 30.09.2013 and Investment in EUP of Gagan Sponge is Rs.1.59 crores as on 30.09.2013. As regards investment in Coal block, no CA certificate was given.

**Recommendation:** Taking into account the facts brought before it including the fact that only BG has been submitted and all other milestones are pending including the fact that even drilling for detailed exploration could not commence even after a lapse of more than 5 years, IMG recommends de-allocation of the block and deduction and encashment of 50% of the Bank Guarantee (BG) which is linked to the milestones set for development of the block as per the terms and conditions of allocation.

**[B] COAL BLOCKS LOCATED IN THE STATE OF ODISHA**

(Representatives of Govt. of Odisha did not attend the meeting)

**11. UTKAL B1 COAL BLOCK allocated to M/s JINDAL STEEL & POWER LIMITED**

Utkal B1 coal block was allocated to M/s Jindal Steel & Power Ltd. on 29.09.2003. The normative date of production as per Coal Controller's Organisation (CCO) report was 29.03.2007. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 06.06.2013. The reply of the allocatee company to the SCN dated 26.06.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, mining plan approved, previous approval of Central Govt. granted, EC and FC obtained, 95% of land acquired; however, there have been delays in achieving milestones. Grant of mining lease, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that there has been delay in signing of the mining lease (ML) as in Odisha for processing of ML there are two stages, one is grant order for ML and next one is execution order for ML deed execution. The state has issued the grant order on 23.05.2011 but execution order is still pending for more than 2 years. Ministry of Coal has conveyed previous approval for grant of ML to the state government on 09.08.2007. Out of the total land of 270 ha., acquisition/ sanction of 242.71 ha. of land is completed and balance 27.29 ha. non-forest land is expected by Oct'2013. All other clearances are in place.

As per CA certificate submitted by the company, total investment made in coal block and EUP till 30.09.2013 is Rs.17020.62 crs.



**Recommendation:** Taking into account the facts brought before it including the fact that EC and FC has been obtained and 95% of land acquired and grant of mining lease and mine opening permission are pending as well as the fact that as against scheduled date of production of 29.03.2007, the mine is not yet operational, IMG recommends imposition of Bank Guarantee (BG) on the allocatee.

**12. JAMKHANI COAL BLOCK allocated to M/s BHUSHAN STEEL & POWER LTD. (formerly M/S. BHUSHAN LTD.)**

Jamkhani coal block was allocated to M/s Bhushan Steel & Power Ltd. (formerly M/s Bhushan Ltd.) on 12.11.2003. The normative date of production as per Coal Controller's Organisation (CCO) report was 12.05.2007. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 10.06.2013. The reply of the allocatee company to the SCN dated 28.06.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, mining plan approved, EC and FC obtained; however, there have been delays in achieving milestone. Previous approval of Central Govt., grant of mining lease, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that the milestones required for the development of the allotted Jamkhani Coal Block have already been achieved by them except only for the granting of Mining Lease, which is pending with the Government of Odisha. The Company also submitted that the entire land acquisition has also been fully completed and as evidence, copies of land possession certificates issued by Divisional Head, IDCO, Rourkela were provided by the Company in their reply. Further, the company submitted that they have done more than satisfactory progress in the development of the Jamkhani Coal Block and implementation of its related EUP is also fully complete. The commencement of coal mining is waiting only for grant of Mining Lease which is pending with Government of Odisha.

As per CA certificate submitted by the company, investment made in coal block till 30.09.2013 is Rs.290.88 crs. No CA certificate on investment made in EUP has been given.

**Recommendation:** Taking into account the facts brought before it including the fact that EC and FC obtained and land acquired and grant of mining lease and mine opening permission are pending as well as the fact that against scheduled date of production of



12.05.2007, mine is not yet opened, IMG recommends imposition of Bank Guarantee (BG) on the allocatee in order to expedite the development and production from the coal block.

**13. RADHIKAPUR (WEST) COAL BLOCK allocated to M/s. RUNGTA MINES LTD., M/s. OCL INDIA LTD. AND M/s. OCEAN ISPAT LTD.**

Radhikapur (West) coal block was allocated jointly to M/s. Rungta Mines Ltd., M/S. OCL India Ltd. and M/S. Ocean Ispat Ltd. on 25.04.2006. Ministry of Coal vide its letter No.13016/77/2006-CA-I dated 21.12.2009 has revised the allocation of the blocks from Option-III to Option-I and the milestone chart and zero date for development of the coal block to commence from date of issue of this letter (i.e. 21.12.2009) The normative date of production as per Coal Controller's Organisation (CCO) report was 21.06.2013. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 10.06.2013. The reply of the allocatee company to the SCN dated 24.06.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, submission of BG, mining plan approved; however, there have been delays in achieving milestone. EC & FC pending, land acquisition, previous approval of Central Govt., grant of mining lease, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that the normative date of the coal production has been revised by MoC on 21.12.2009 with change from option III to option I for development of coal block. There was delay in making application for ML as the geological report (GR) of the coal block were provided without co-ordinates and boundary. As regards delay in submission of mining plan, the company attributes it to time taken in formation of JV Company and non-availability of co-ordinates and block boundary in GR. The company states that the application of mining lease has been pending with the state government since Feb.'2011 and it has not yet been forwarded to the central government. As regard grant of FC and EC clearances, the company has stated that they have been pursuing with the concerned authorities persistently. On land acquisition the allocatee has mentioned that it has paid the amount of Rs.21.31 crs. as processing charges on 19.12.2011 to the state government and the matter is still pending with them. The JV company has also stated during the presentation that one of the joint allocatees, namely M/s Ocean Ispat Ltd. has surrendered their proportionate share of coal in the Radhikapur (West) coal block and the JV company has given two options to the Ministry of Coal for redistribution of the coal share surrendered.

As per CA certificate submitted by the company, investment made in coal block till 30.09.2013 was Rs. 34.77 crs. As regards EUP of M/s OCL India Ltd., the company has

made investment in Cement Clinker Plant of Rs.40.52 crs., Captive Power Plant of OCL India Ltd. of Rs.269.51 crs., Sponge Iron Division of OCL India Ltd. of Rs.183.01 crs. and CPP of OCL Iron & Steel Ltd. of Rs.268.22 crs. as on 25.09.2013. As regards EUP of M/s Rungta Mines Ltd, an investment of Rs.517.04 crs.as on 30.09.2013.

IMG noted that it was informed that one of the parties namely, M/s Ocean Ispat Ltd. has recently applied for withdrawing from the block. Committee also noted that failure of the three companies to whom the block was given in forming JV cannot be stated as a reason for delay by these parties in starting production. The Committee also observed that they have not taken any clearance and thereby failed to achieve any significant milestone such as EC, FC, ML, LA etc.

**Recommendation:** Taking into account the facts brought before it including the fact that though GR has been purchased and BG submitted but the allocatees have not taken any clearance even after a lapse of more than 7 years and thereby failed to achieve any significant milestone such as EC, FC, ML, LA etc., IMG recommends de-allocation of coal block and forfeiture of Bank Guarantee (BG).

#### **14. RAMCHANDI PROMOTIONAL CTL BLOCK allocated to M/s JINDAL STEEL & POWER LIMITED**

Ramchandi Promotional coal block was allocated to M/s Jindal Steel & Power Ltd. on 27.02.2009. The normative date of production as per Coal Controller's Organisation (CCO) report is 27.11.2014. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 17.06.2013. The reply of the allocatee company to the SCN dated 05.07.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, only BG submitted and all other milestones are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that the preparation of GR could not be achieved due to delay in grant of PL by the State Govt. The Forest Diversion proposal for exploration is also pending for further processing at CCF, Nodal, Bhubaneshwar.

As per CA certificate submitted by the company, investment made in coal block and EUP till 30.09.2013 is Rs.8.61 crs. and Rs. 65.46 crs., respectively.

**Recommendation:** Taking into account the facts brought before it including the fact that only BG was submitted and that the allocatee have not taken any clearance, IMG noted that in spite of lapse of four and a half years, the allocate has not been able to procure



even the PL which is the first step. Consequently, preparation of GR, mining lease application, submission of MP, approval of MP, application of Previous approval, application of Forest Clearance, Application of EMP clearance, completion of Land acquisition are all pending, IMG recommends de-allocation of coal block and deduction and encashment of proportionate BG linked to the milestones set for development of the block as per the allocation letter. IMG also noted that the allocatee has requested another presentation before the IMG through their letter dated 06.11.2013, 12 days after the making the presentation without having mentioned anything about the same at the time of presentation. The IMG felt that a reasonable notice was given to the party to make its presentation pursuant where to the party actually made a presentation and hence yet another opportunity by way of discretion only to this party is not warranted.

#### **15. NORTH OF ARKHAPAL SRIRAMPUR COAL BLOCK allocated to M/s STRATEGIC ENERGY TECHNOLOGY SYSTEMS LTD.**

North of Arkhapal Srirampur coal block was allocated to M/s Strategic Energy Technology Systems Ltd. on 27.02.2009. The normative date of production as per Coal Controller's Organisation (CCO) report is 27.11.2014. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 13.06.2013. The reply of the allocatee company to the SCN dated 02.07.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, only BG submitted and all other milestones are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that there has been no willful delay on their part and the entire delay in starting mining operations is attributable to the administrative delays in the state government as the allocatee company has not been given the PL deed and final GR can only be prepared on the basis of detailed exploration of the block.

As per CA certificate submitted by the company, cumulative investment in coal block and EUP till 31.08.2013 Rs.97.27 crs.

**Recommendation:** Taking into account the facts brought before it including the fact that only BG was submitted and that the allocatee have not taken any clearance. IMG noted that in spite of lapse of four and a half years, the allocatee has not been able to procure even the PL which is the first step. Consequently, preparation of GR, mining lease application, submission of MP, approval of MP, application of Previous approval, application of Forest Clearance, Application of EMP clearance, completion of Land acquisition are all pending, IMG recommends de-allocation of coal block and deduction of



proportionate BG linked to the milestones set for development of the block as per the allocation letter. IMG also noted that the allocatee has given a representation subsequently to Ministry of Coal vide their letter dated 28.10.2013, reiterating the contents of the presentation without having mentioned any new facts. The IMG felt that a reasonable notice was given to the party to make its presentation pursuant whereto the party actually made a presentation and his letter only reiterates what was presented before IMG, the letter dated 28.10.2013 does not warrant any further consideration.

**16. MANDAKINI COAL BLOCK allocated to M/s. MONNET ISPAT ENERGY LTD., M/s. JINDAL PHOTO LTD. AND M/s. TATA POWER COMPANY LTD.**

Mandakini coal block was allocated jointly to **M/s. Monnet Ispat Energy Ltd., M/s. Jindal Photo Ltd. and M/s. Tata Power Company Ltd.** on 09.01.2008. The normative date of production as per Coal Controller's Organisation (CCO) report was 09.07.2011. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 14.06.2013. The reply of the allocatee company to the SCN dated 02.07.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 24.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, BG deposited, mining plan approved and EC obtained; however, there have been delays in achieving these milestone. During the presentation it was informed that Stage II FC has since been obtained. However, land acquisition, previous approval of Central Govt., grant of mining lease, mine opening permission are all pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that major reason for delay are on the part of state government as the application of mining lease is pending with the state government for almost 4 years and is not forwarded to MOC for previous approval. As regards grant of forest clearance, the company informed during the presentation that stage-II clearance has been obtained in September 2013. The company also claimed that it had completed land acquisition.

As per CA certificate submitted by the company, investment made in coal block till 30.09.2013 is Rs.163.53 crs.in r/o EUP of Tata Power Ltd., Rs.4120.90 crs. in r/o EUP of Monnet Ispat & Power Ltd, and in r/o of EUP of Jindal India Thermal Power Ltd.is Rs.1886.86 crores (Odisha Power Project Phase 2) and Rs.2564.12 crores ( Odisha power projects Phase 1) respectively.

**Recommendation:** Taking into account the facts brought before it including the fact that all the clearances have since been obtained except ML and that the application of mining

lease is pending with the state government for almost 4 years and has not been forwarded to MOC for previous approval, IMG recommends no action.

**[C] COAL BLOCKS LOCATED IN THE STATE OF MADHYA PRADESH**

(Representatives of Govt. of Madhya Pradesh did not attend the meeting)

**17. SULIYARI COAL BLOCK allocated to M/s ANDHRA PRADESH MINERAL DEVELOPMENT CORPORATION LTD.**

Suliyari coal block was allocated to M/s Andhra Pradesh Mineral Development Corporation Ltd. on 25.07.2007. It is a regionally explored block. The normative date of production as per Coal Controller's Organisation (CCO) report is 30.09.2014 (Phase-I) and 30.4.2014 (Phase-II) which has been taken from date of GR preparation i.e. 31.10.2011. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 18.06.2013. The reply of the allocatee company to the SCN dated 08.07.2013 was sent to the State Govt. for comments. However comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, BG submitted, land acquisition completed; however, there have been delays in achieving milestone. Mining plan approval, EC and FC, previous approval of Central Govt., grant of mining lease, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that there was an initial delay of 2 years in obtaining prospecting license from govt. of MP. As regards grant of Stage-II forest clearance, the delay is due to having forest land of 234 ha. and delay in grant of permission by MP Forest Dept. for exploration of forest land. APMDC has selected M/s SCCL, a State PSU as its JV partner and number of preparatory and pre-mining activities have been completed like preparation of geological reports, preparation of mining plan, and detailed project report of phase-I project and the required financial commitments in the form of Bank Guarantee etc. Action has already been taken by APMDC for acquisition of Government land, private land and APMDC deposited Rs.30 crores with M.P. Government and notification has been issued for acquisition of private land. Various other actions have also been initiated. Company has given milestone-wise reasons for delay. The allocatee apprised the IMG of its preparedness to start mining operations under Phase-I in the non-forest land by November 2014. The allocatee has informed that it will, in the meanwhile, obtain other pending clearances.

242



The company was requested to hand over the CA certificate during the time of presentation. The company subsequently provided CA certificate dated 26.03.2013 indicating an investment of Rs.16.37 crores towards the coal block.

**Recommendation:** Taking into account the facts placed before it including the fact that GR purchased, BG submitted and land acquired and grant of mining lease EC & FC and mine opening permission are pending, IMG noted that this was a regionally explored block and the allocatee had to undertake detailed exploration to prepare GR/mining plan. IMG noted that GR has been prepared, however, achievement of other milestones have been delayed. IMG, therefore, recommends proportionate deduction of Bank Guarantee (BG) linked to the milestones set for development of the block as per the terms and conditions of allocation.

#### **18. BIKRAM COAL BLOCK allocated to M/s BIRLA CORPORATION LTD.**

Bikram coal block was allocated to M/s Birla Corporation Ltd. on 12.08.2008. The normative date of production as per Coal Controller's Organisation (CCO) report was 02.02.2012. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 06.06.2013. The reply of the allocatee company to the SCN dated 21.06.2013 was sent to the State Govt. for comments. The comments of the State Govt. were received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, comments of Govt. of Madhya Pradesh, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, BG submitted, previous approval of Central Govt. obtained; however, there have been delays in achieving milestone. Mining plan approval, EC and FC, grant of mining lease, land acquisition, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that there was a delay of 18 months in getting GR from CMPDIL and the State Govt. is not forwarding the mining lease application to Central Govt. till such time all the dues to them from company's existing cements plant at Satna are cleared. As regards EUP, the allocatee has several commissioned cements plants located at various places and there are expansion projects and greenfield projects being proposed.

As per CA certificate submitted by the company, investment made in coal block and EUP till Rs.13.83 crs.andRs. 2378.46 crs., respectively. However, the company informed that financial closure has not been achieved.

**Recommendation:** Taking into account the facts placed before it including the fact that while GR has been purchased and BG submitted, E.C.,F.C., Land acquisition and Mining Lease are pending thereby indicating that the allocatee has failed to achieve any

significant milestone, IMG recommends de-allocation of coal block and deduction of 50% of the Bank Guarantee (BG) which is linked to the milestones set for development of the block as per the terms and conditions of allocation.

**19. MANDLA NORTH COAL BLOCK allocated to M/s JAIPRAKASH ASSOCIATES LTD.**

Mandla North coal block was allocated to M/s Jaiprakash Associates Ltd. on 17.09.2007. The normative date of production as per Coal Controller's Organisation (CCO) report was 17.03.2012. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 06.06.2013. The reply of the allocatee company to the SCN dated 12.06.2013 was sent to the State Govt. for comments. The comments of the State Govt. were received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, comments of the Government of Madhya Pradesh vide their letter No.F-38/2008/12/1 dated 7.8.2013, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, all milestones have been achieved; however, there have been delays in achieving milestone. Mining activities has started and coal production is pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that the delay in grant of EMP clearance was due to Tiger corridor and referring the matter of National Tiger Conservation Authority of India and Wildlife Institute of India. The grant of mining lease was delayed due to boundary dispute with Brahmpuri coal block raised by M/s Pushp Steel & Mining Private Ltd. in Sept., 2009 which was resolved in consultation with CMPDIL in July, 2011. Mine opening permission notice given to DGMS on 20.04.2013. Process for Land Acquisition with the State Govt. initiated. Escrow Account opened in Axis Bank. Cement Plants and CPPs are fully operational. The company is expecting to start production from December, 2014. EUPs are fully operational.

As per CA certificate submitted by the company, investment in coal block is to the tune of Rs. 123.53 crs. No CA certificate was provided in respect of EUP.

**Recommendation:** Taking into account the facts brought before it including the fact that all requisite clearance have since been obtained and as per CCO's status report, mine opening permission has been granted for the block 30.08.2013, IMG recommends no action on the allocatee.

**20. MARKI BARKA COAL BLOCK allocated to M/s MADHYA PRADESH STATE MINING CORPORATION LTD.**

Marki Barka coal block was allocated to M/s Madhya Pradesh State Mining Corporation Ltd. on 25.07.2007. The normative date of production as per Coal



Controller's Organisation (CCO) report is 31.08.2015 as the zero date taken from GR preparation (i.e. 31.03.2011). The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 10.06.2013. The reply of the allocatee company to the SCN dated 26.06.2013 was sent to the State Govt. for comments. The comments of the State Govt. were received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, comments of the Government of Madhya Pradesh vide their letter No.439/2013/12-2 dated 15.10.2013, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, BG submitted, mining plan approved; however, there have been delays in achieving milestone. Grant of previous approval, EC, FC, land acquisition and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that there is substantial progress made in respect of most of the milestones that were particularly complained about not having been accomplished in the show cause notice. As regards Forest Clearance, the FAC was held on 10<sup>th</sup> June, 2013 and the same is pending with MoEF. In case of EMP clearance the EAC hearing is awaited in MoEF. Mining Lease application is pending with Ministry of Coal.

As regards pendency of Mining Lease application with the Ministry of Coal, it is clarified since the SCN was recommended by the IMG; the same was taken first before the ML is examined.

As per CA certificate submitted by the company, investment in coal block is Rs. 1886.11 lakhs. As the block is for commercial mining, no requirement of investment in EUP.

**Recommendation:** Taking into account the facts brought before it including the fact that all requisite clearance are pending, IMG noted that it was a regionally explored block and hence detailed exploration had to be done by the allocatee. After detailed exploration, the allocatee prepared the GR and obtained approval of mining plan in February 2013. EC/FC are pending at MoEF. IMG recommends deduction and encashment of proportionate BG linked to the milestones set for development of the block as per the allocation letter.

**21. URTAN NORTH COAL BLOCK allocated to M/S MONNET ISPAT & ENERGY LTD. and M/S JINDAL STEEL & POWER LTD.**

Urtan North coal block was jointly allocated to **M/s Monnet Ispat & Energy Ltd. and M/s Jindal Steel & Power Ltd.** on 12.11.2009. The normative date of production as per Coal Controller's Organisation (CCO) report was 12.10.2013. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice



(SCN) vide MoC's letter dated 06.06.2013. The reply of the allocatee company to the SCN dated 26.06.2013 was sent to the State Govt. for comments. However, the comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, BG submitted, mining plan approval obtained; however, there have been delays in achieving milestone. No forest land involved. EC, grant of mining lease, land acquisition, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the JV company has mainly stated that they got the GR from CMPDIL only after 11 months which contributed to the delay in submission of Mining Plan. The Mining Plan was submitted on 27.10.2011 and is yet not approved. State Govt. has not forwarded the Mining Lease application to Central Govt. for previous approval. EMP clearance is delayed due to approval of Mining Plan and Mine Closure Plan is pending.

Approval of Mining Plan along with Mine Closure Plan is pending as the allocatee companies have requested for change in the 'end use' from sponge iron as mentioned in the allocation letter to Steel. The matter is under examination in the Ministry, in consultation with CMPDIL and Coal Controller. EUPs of both the allocatees are in operation.

As per CA certificate submitted by the company, investment made in coal block as on 30.09.2013 is 11.66 crs. Investment in EUP of Monnet Ispat & Energy as on 30.06.2013 is Rs. 6283.07 crs. and in EUP of M/s. JSPL as on 30.09.2013 is Rs.3416 crs.

**Recommendation:** Taking into account the facts placed before it including the fact that while GR has been purchased, BG submitted and mining plan approval obtained, EC, Land acquisition, grant of previous approval of mining lease are pending, IMG recommends de-allocation of coal block and deduction and encashment of proportionate BG linked to the milestones set for development of the block as per the allocation letter.

**[E] COAL BLOCKS LOCATED IN THE STATE OF MAHARASHTRA**  
(Representatives of Govt. of Maharashtra was present in the meeting)

## **22. MAJRA COAL BLOCK allocated to M/s GONDWANA ISPAT LTD.**

Majra coal block was allocated to M/s Gondwana Ispat Ltd. on 20.10.2003. The normative date of production as per Coal Controller's Organisation (CCO) report was 29.04.2007. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 14.06.2013. The

reply of the allocatee company to the SCN dated 02.07.2013 was sent to the State Govt. for comments. However, the comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, mining plan approval obtained, EC obtained, previous approval of Central Govt. to mining lease granted ; however, there have been delays in achieving milestone. FC, land acquisition, grant of mining lease mine, opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the JV company has mainly stated that Show cause notice is based on status report of CCO dated 31.12.2012 and not on the submissions in the report of CCO for the Qtr ending March, 2013. For completion of land acquisition State Govt. approval is obtained. Land acquisition is under process. Company has stated there is substantial progress made in most of the milestones that were particularly complained about not having been accomplished in the show cause notice. As regards EUP, the land is acquired; plant and machinery order have been placed. Proposed project would take nine months to implement, slowed down to avoid the CAPEX on plant and equipment.

As per CA certificate submitted by the company, investment in coal block and EUP is Rs. 11.70 crs. and Rs.16.12 crs., respectively.

It was noted by the IMG that Mining Lease was executed on 16.09.2009 after delay of three years and seven months from the date of application for mining lease was submitted to State Govt. of Maharashtra. Land acquisition is pending as forest land is involved and FC (Stage-II) is pending.

IMG noted that the company obtained stage I clearance in January 2011. More than two and a half years have passed but no further progress is noticed for stage-II FC. Land matters have also not been firmed up. There is no substantial progress in setting up of end-use plant.

**Recommendation:** Taking into account the facts placed before it including the fact that though GR purchased, mining plan approval obtained, EC obtained, previous approval of Central Govt. to mining lease granted; however FC, Land acquisition and grant of mine opening permission are pending as well as the fact that almost 10 years have elapsed since allocation and the block has not come into production, IMG recommends de-allocation of coal block.

### **23. KOSAR DONGARGAON COAL BLOCK allocated to M/s CHAMAN METALICS LTD.**

Kosar Dongargaon coal block was allocated to M/s Chaman Metalics Ltd. on 20.02.2007. The normative date of production as per Coal Controller's Organisation (CCO) report was 20.02.2011. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the



allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 06.06.2013. The reply of the allocatee company to the SCN dated 26.06.2013 was sent to the State Govt. for comments. However, the comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, all milestones are achieved except execution of mining lease; however, there have been delays in achieving milestone. There is no forest land involved and land will be purchased by direct purchase. Execution of Mining Lease, mining opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that all the major/critical milestones have been achieved except execution of mining lease with the State Govt. of Maharashtra, land acquisition and application for opening permission of coal mine. Company has stated that pending milestones could only be initiated once the mining lease is executed. As regards EUP, the same is commissioned. IMG noted that there is no forest land involved and therefore, forest clearance is not required. This being the underground mine, large extent of land is not required. An extent of 40 hectare of land is required, which the party is going to acquire by direct purchase. Prior approval of the Central Govt. for grant of mining lease has already been given.

As per CA certificate submitted by the company, investment in coal block and EUP is Rs. 1.62 crs. and Rs.42.09 crs., respectively.

**Recommendation:** Taking into account the facts placed before it including the fact that all requisite clearances have been obtained except execution of the mining lease by the State Government and keeping in view delay in achievement of milestones, IMG recommends deduction and encashment of proportionate BG linked to the milestones set for development of the block as per the allocation letter.

**24. KHAPPA & EXTN. COAL BLOCK allocated to M/s SUNFLAG IRON & STEEL LTD. and M/s DALMIA CEMENT (BHARAT) LTD.**

Khappa & Extn. coal block was jointly allocated to **M/s Sunflag Iron & Steel Ltd. and M/s Dalmia Cement (Bharat) Ltd.** on 29.05.2009. The normative date of production as per Coal Controller's Organisation (CCO) report was 29.11.2013. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 06.06.2013. The reply of the allocatee company to the SCN dated 25.06.2013 was sent to the State Govt. for comments. However, the comments of the State Govt. were not received.



The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, BG submitted, mining plan approval obtained; however, there have been delays in achieving milestone. EC & FC pending, previous approval of Central Govt. to mining lease, grant of mining lease, land acquisition, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein M/s Sunflag Iron and Steel on behalf of the joint allocatees in its reply to the SCN, has stated the Mining Plan was submitted on 06.04.2010 having a slippage of 5 months. The company was able to get the receipt of payment of GR on 23.03.2010. The coal block is underground mine having national highway and Railway line and densely populated. Therefore the company was extra cautious in preparation of mining plan. Mining Plan was approved on 20.1.2011. The mining lease application was made on 11.11.2009 and despite passage of 42 months, the State Government has not forwarded the application for previous approval of Central Government. As regards grant of forest clearance, the company has stated that it is pending with the Forest Department of the State. On EMP clearance, the same is pending with MoEF. All other milestones except land acquisition are pending. EUP of the allocatee companies are in operation.

As per CA certificate submitted by the company, investment in coal block is **Rs. 15.42** crs. Investment in EUP of M/s Sunflag Iron & Steel Co.Ltd.is **Rs.10.47** crs. and investment in EUPs of M/s Dalmia Cement ( Bharat) Ltd. is **Rs.2279.06** crores.

**Recommendation:** Taking into account the facts brought before it including the fact that though GR has been purchased, BG submitted and mining plan approval obtained, all other major milestones like grant of mining lease, EMP clearance, Forest Clearance are pending. There are considerable slippages as per milestones and four and a half years have elapsed since allocation, IMG recommends de-allocation of coal block and deduction and encashment of proportionate BG linked to the milestones set for development of the block as per the allocation letter.

## **25. WARORA COAL BLOCK allocated to M/s MAHARASHTRA STATE MINING CORPORATION LTD.**

Warora coal block was allocated to M/s Maharashtra State Mining Corporation Ltd.on 25.07.2007. The normative date of production as per Coal Controller's Organisation (CCO) report is 30.06.2015. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 10.06.2013. The reply of the allocatee company to the SCN dated 20.06.2013 was sent to the State Govt. for comments. However, the comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, BG submitted; however, there have been delays in achieving milestone. EC pending, previous approval of Central Govt. to mining lease, grant of mining lease, land acquisition, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee company has stated that process of prospecting took sizeable time. Application for prior approval of mining lease is pending with State Govt. since long. Mining Plan approval is pending with the MOC due to certain clarifications sought and suggestion made for incorporation in the mining plan. Environment clearance by MOEF is pending, which needs approved copy of Mining Plan. The land acquisition process under LA Act or as per Govt. process is under consideration. Keeping in view various reasons attributing the delay for Mining Lease, Mining Plan and depending milestone thereon, company has requested not to take coercive action. The block is for commercial mining.

As per CA certificate submitted by the company, investment made in coal block is Rs. **40.44 crore**. As the block is for commercial mining, there is no requirement of investment in EUP.

**Recommendation:** Taking into account the facts placed before it including the fact that GR has been purchased and BG submitted, IMG noted that most of the major milestones such as mining plan, EC, and land acquisition as well as grant of mining lease have not been achieved despite a lapse of more than 6 years since allocation, IMG recommends de-allocation of coal block.

**[F] COAL BLOCKS LOCATED IN THE STATE OF WEST BENGAL**

(Representatives of Govt. of West Bengal did not attend the meeting)

**26-27 GANGARAMCHAK & GANGARAMCHAK BHADULIA COAL BLOCKS allocated to M/s WEST BENGAL POWER DEVELOPMENT CORPORATION LTD.**

Gangaramchak & Gangaramchak-Bhadulia Coal Blocks were allocated to M/s West Bengal Power Development Corporation Ltd. on 23.06.2003. The normative date of production as per Coal Controller's Organisation (CCO) report was 23.12.2006. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 10.06.2013. The reply of the allocatee company to the SCN dated 28.06.2013 was sent to the State Govt. for comments. However, the comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, status report of CCO,



presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, all milestones have been achieved; however, there have been delays in achieving milestone. Mining activities has started and coal production has begun from 07.08.2013.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that necessary statutory clearances have been obtained for commencing mining operation in the allocated coal blocks. Removal of overburden has already commenced in the non-forest areas since May 2012. Production of coal has been kept in abeyance due to evacuation constraints at the railway siding at Hazratpur. The JV company has already procured the entire land by direct negotiation with the land owners. Compensatory afforestation land has already been offered to the Forest Department, Government of West Bengal. Forest Clearance will be obtained shortly once the inspection by the Regional Office of MoEF is completed. The end use plants have already been commissioned and are fully operational.

As per the photocopy of CA certificate submitted by the company, investment made in coal block is Rs. 40.94 crores. No CA certificate on investment in EUP was given.

**Recommendation:** Taking into account the facts brought before it including the fact that all requisite clearance have since been obtained and as per CCO's status report, mine opening permission has been granted for the block and production started from 07.08.2013, IMG recommends that no further action is required on the allocatee.

**[A] COAL BLOCKS LOCATED IN THE STATE OF CHATTISGARH**

(Representatives of Govt. of Chattisgarh did not attend the meeting)

**28. RAJGAMAR DIPSIDE (SOUTH OF PULAKDIH NALA) COAL BLOCK allocated to M/s MONNET ISPAT & ENERGY LTD. and M/s TOPWORTH STEEL PVT. LTD.**

Rajgamar Dipside (South of Pulakdih Nala) coal block was jointly allocated to M/s Monnet Ispat & Energy Ltd. and M/s Topworth Steel Pvt. Ltd. on 03.06.2009. The normative date of production as per Coal Controller's Organisation (CCO) report was 03.12.2013. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 06.06.2013. The reply of the allocatee company to the SCN dated 26.06.2013 was sent to the State Govt. for comments. The comments of the State Govt. were received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, comments of State Govt. of Chhattisgarh, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, BG submitted; however, there have been delays in achieving milestone. All other milestones like FC, EC, mining



plan approval, previous approval of Central Govt. to mining lease application, grant of mining lease, land acquisition, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the leader company (i.e. Monnet Ispat & Energy Ltd) has stated that they got the GR from CMPDIL only on 12.3.2010 which contributed to the delay in submission of Mining Plan. The Mining Plan was submitted on 12.11.2010 and is yet not approved. For application of mining lease with the State Govt., the same can only be made/submitted by the State Govt. after approval of Mining Plan. As regards Land Acquisition, the leader company has stated that there has been substantial delay in surrender of Mining Rights by SECL for the overlapping area. FC/EMP clearances are delayed due to delay in getting GR from CMPDIL and receipt of block boundary map from CMPDIL.

As per CA certificate submitted by the company, investment made in coal block as on 30.06.2013 is Rs. **12.74 crs.** Investment in EUP of Monnet Ispat & Energy as on 30.06.2013 is Rs. **6282.07 crs.** and investment in EUP of M/s Topworth Steels & Power Pvt. Ltd. as on 31.03.2013 is Rs. **430.84** crores.

It is noted by the IMG that all major milestones are pending like grant of mining plan, grant of mining lease, FC, EMP clearance and there is considerable slippages as per milestones against each milestone mentioned above. It was noted that clarifications were sought on the mining plan which have been submitted on 09.03.2013. IMG further noted that the allocatee company could not resolve the land issue with SECL.

**Recommendation:** Taking into account the facts brought before it including the fact that though GR had been purchased and BG submitted, many major milestones such as mining plan approval, EC, Land acquisition/transfer of CBA land, grant of previous approval of mining lease are pending despite a lapse of more than 4 years, IMG recommends de-allocation of coal block and return of Bank Guarantee (BG).

## **29. KESLA NORTH COAL BLOCK allocated to M/s RATHI UDYOG LTD.**

Kesla North coal block was allocated to M/s RathiUdyog Ltd. on 05.08.2008. The normative date of production as per Coal Controller's Organisation (CCO) report is 05.02.2013. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 10.06.2013. The reply of the allocatee company to the SCN dated 25.06.2013 was sent to the State Govt. for comments. The comments of the State Govt. have been received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, comments of Govt. of Chhattisgarh status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, GR purchased, BG submitted; however, there have been delays in achieving milestone. EC & FC pending, previous approval of



Central Govt. to mining lease, grant of mining lease, land acquisition, mine opening permission and coal production are pending.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee company has stated that the delay has occurred because of non-availability of land records because the process of survey of concerned villages were under process and land records could be supplied till the completion of the survey work and publication thereof by the authorities. Other stumbling block in achieving the milestones has been the fact that almost the entire allocated area (approx. 90%) is covered under CBA Act. Meetings have been held with SECL officers in Ministry of Coal for relinquishment of CBA land.

The company was requested to submit the CA certificates on investment made in the coal block and EUP. The company did not submit the CA certificates during presentation. However, Company on 30.10.2013 has since submitted the CA certificates. As per CA Certificate, the company has made an investment of Rs.274.07 crores on the EUP and Rs.8.57 crores on the coal block as on 30.09.2013.

It is noted by the IMG that the allocatee could not resolve the land issue with the SECL. All other milestones like EC, FC, etc. are pending. Further the State Govt. of Chhattisgarh has in its comments, opined that in view of no progress within the given time frame; the coal block may be de-allocated.

**Recommendation:** Taking into account the facts placed before it including the fact that though GR had been purchased and BG submitted, most of the major milestones such as mining plan, EC & FC, land acquisition as well as grant of mining lease, have not been achieved despite a lapse of more than 5 years since allocation, IMG recommends de-allocation of coal block.

### **30. SONDIHA COAL BLOCK allocated to M/s CHHATTISGARH MINERAL DEVELOPMENT CORP. LTD.**

Sondiha Coal Block was allocated to M/s Chhattisgarh Mineral Development Corporation Ltd. on 25.07.2007. The normative date of production as per Coal Controller's Organisation (CCO) report is 28.02.2014 as zero date taken from date of preparation of GR i.e. 31.08.2010. The progress of block development was reviewed by the IMG in its 18<sup>th</sup> meeting held on 01.05.2013 and as per the recommendations of the IMG, the allocatee company was issued a show cause notice (SCN) vide MoC's letter dated 14.06.2013. The reply of the allocatee company to the SCN dated 03.07.2013 was sent to the State Govt. for comments. However, the comments of the State Govt. were not received.

The IMG considered the terms and conditions of allocation, the show cause notice issued, reply of the block allocatee to the show cause notice issued, status report of CCO, presentation made by the allocatee company on 25.10.2013 along with the status paper presented to the IMG.

IMG noted that as per CCO's status report, all milestones have been achieved except FC (Stage-II), land acquisition and EC; however, there have been delays in achieving milestone. Presentation to MoEF was done on 23.4.2012 and award of land under Section 11 is in progress.

The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that Stage-I FC was granted on 04.03.2013 and Stage-II FC is in very advanced stage. EAC recommended Environment Clearance in its 75<sup>th</sup> minutes of meeting. Formal Environment Clearance letter from MoEF is awaited. Execution of Mining Lease would be granted after Stage-II FC and EC. Land Acquisition is in progress.

As per CA certificate submitted by the company, investment made in coal block is Rs. 9856.48 lakhs as on 25.09.2013. As the block is for commercial mining, there is no requirement of investment in EUP.

It was noted by the IMG that previous approval of Mining Lease granted to State Govt. on 04.06.2012. During the presentation, allocatee informed that EC has been granted on 16.9.2013.

**Recommendation:** Taking into account the facts brought before it including the fact that EC, previous approval of mining lease has been granted, Stage-I FC was granted on 04.03.2013 and grant of Stage-II FC are in very advanced stage, IMG recommends no action against the allocatee.

12. The above minutes of the 23<sup>rd</sup> IMG held on 24<sup>th</sup>-25<sup>th</sup> October, 2013 have been drafted in the presence of members of the IMG in the meetings held on 28<sup>th</sup> October, 2013, 29<sup>th</sup> October, 2013, 31<sup>st</sup> October, 2013 & 11<sup>th</sup> November, 2013.

\*\*\*\*\*



## Annexure-I

### Attendance Sheet

Details of participants attended 23<sup>rd</sup> meeting of the Inter-Ministerial Group (IMG) held on 24.10.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal blocks and linked end use projects.

S.NO	Name & Designation	Name of the Ministry /Deptt./Organisation
1	Dr. A.K. Dubey, Chairman, IMG & Additional Secretary (Coal)	Ministry of Coal
2	Shri A.K. Bhalla, JS (Coal)	Ministry of Coal
3	Shri S.K. Shahi, director	Ministry of Coal
	Shri A. Acharya, Coal Controller	Ministry of Coal
4	Shri Shankar Saran, Director Technical (CRD)	CMPDI, Ranchi
5	Shri B.B. Singh, Director (Mines)	Department of Mines & Geology, Govt. of Jharkhand, Ranchi
6	Shri Radha Raman, Dy. Director of Mines (HQ)	Department of Mines & Geology
7	Shri Anupam Prakash, Director	Ministry of Steel
8	Dr. R.S. Shrinet	Ministry of Law & Justice, Department of Legal Affairs
9	Shri B.K. Rai, Director	Damodar Valley Corp./ M/o Power
10	Shri Harish C. Upadhyay, US	Department of Economic Affairs
11	Shri Sanjay Kumar,	Govt. of Jharkhand
12	Shri P.D Siwal, CE	CEA
13	Shri C.P. Jain, Dy. Director	CEA
14	Shri Mukesh Jain, JS	Ministry of Power

Attendance Sheet

Details of participants attended 23<sup>rd</sup> meeting of the Inter-Ministerial Group (IMG) held on 25.10.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal blocks and linked end use projects.

S.NO	Name & Designation	Name of the Ministry /Deptt./Organisation
1	Dr. A.K. Dubey, Chairman, IMG & Additional Secretary (Coal)	Ministry of Coal
2	Shri A.K. Bhalla, JS (Coal)	Ministry of Coal
3	Shri S.K. Shahi, Director	Ministry of Coal
4	Shri A. Acharaya, Coal Controller	Ministry of Coal
5	Dr. R.S. Shrinet	Ministry of Law & Justice, Department of Legal Affairs
6	Shri S. Abbasi, JS	Ministry of Steel
7	Shri Anupam Prakash, Director	Ministry of Steel
8	Shri Nand Lal, Senior Development Officer	DIPP, Ministry of Commerce & Industry
9	Shri K. Khemchandani, Deputy Director	CEA
10	Shri Shekhar Saran, Director Technical (CRD)	CMPDI, Ranchi
11	Shri V.S. Sawakhande, Director	Geology & Mining, Government of Maharashtra

## Annexure-II

Details of participant allocatee companies made presentation before 23<sup>rd</sup> meeting of the Inter-Ministerial Group (IMG) held on 24.10.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks and linked end use projects.

S.NO	Name & Designation	Name of the Company
1	Shri K.K Agarwal, President - Thermal	GVK Power (Govindwal) Ltd.
2	Shri B.C.K Reddy, VP-Project Development	GVK Power (Govindwal) Ltd.
3	Shri R.K. Srivastava	GVK Power (Govindwal) Ltd. Delhi Office
4	Shri Kalyan Matty, Dir (RM&C)	SAIL
5	Shri A.K. Pandey, Advisor	SAIL
6	Shri R.K. Prasad, GM (CRMG)	SAIL
7	Dr. Arja Srikanth, ED (FT)	NTPC Ltd.
8	Shri Partha Mazumder, AGM (Coal Mining)	NTPC Ltd.
9	Shri A.K. Shrivastava, Group Director	Abhijeet Infrastructure Ltd.
10	Shri R. Sahu, GM, TVNL	Tenughat Vidyut Nigam Ltd, Ranchi
11	Shri Rajesh Ranjan, ESE, TVNL	Tenughat Vidyut Nigam Ltd, Ranchi
12	Shri Anand Goel Shri Subrot Ratho Shri O.P Jha Shri Binod Kispotta Shri Sanjay Sinha	Jindal Steel & Power Ltd
13	Shri Chanchal Kumar Mitra	Jindal Steel & Power Ltd
14	Shri Subrat Ratho Shri Anand Goel	Jindal Steel & Power Ltd
15	Shri Ravi Ranjan	Jindal Steel & Power Ltd
16	Shri S.N. Verma, MD	TVNL, Jharkhand
17	Shri Vimal --- Singh	Private Secretary (Energy) Cum Chairman, TVNL
18	Shri B.K Rai	DVC, New Delhi
19	Shri S.C. Wahic, GM	Bhushan Power & Steel Ltd
20	Shri Sanjay Singal, Chairman & Managing Director	Bhushan Power & Steel Ltd
21	Shri R.P Goyal, Director	Bhushan Power & Steel Ltd
22	Shri Akala, Consultant	Bhushan Power & Steel Ltd
23	Shri Vinod Sharma, PS to CMD	JSPL
24	Shri Piyush Srivastava, Project Manager	JSPL
25	Shri Chirag Surana, GM-	JSPL



26	Business Coordinator Shri S. Singh, VP	Tata Industries
27	Shri Dinesh Dusane, Business Development Manager	Sasol India Pvt Ltd
28	Shri D.K. Jain , Head ,Coal Mining	Rungta Mines Ltd
29	Shri Dayal Chand, CGM	Rungta Mines Ltd
30	Shri Sanjay Jain, Director	Ocean Ispat Pvt Ltd
31	Md Ejaz Alam, Senior Manager	Ocean Ispat Pvt Ltd
32	Shri Amandeep, Jt. CEO	OCL India
33	Shri J. Talwar	OCL India
34	Shri Venket	JSPL
35	Shri Dev Tripathy	JSPL
36	Shri Subrat Ratho, MD, Jindal Syn Fuels Ltd.	JSPL
37	Shri Sanjay Agarwal Shri Arun Srivastava, Chief -Projects	Tata Power
38	Shri Punit Gupta Shri Amit Jain, Director	JITPL
39	Shri Amitabh S. Mudgal, Sr Vice President	MIEL

34

258

## Annexure-II

Details of participant allocatee companies made presentation before 23<sup>rd</sup> meeting of the Inter-Ministerial Group (IMG) held on 25.10.2013 under the Chairmanship of Additional Secretary (Coal) to undertake periodic review of the development of allocated coal/lignite blocks and linked end use projects.

S.NO	Name & Designation	Name of the Company
1	Shri Sabyasachi Ghosh, Chairman APMDC & Secretary to Govt. of AP	Andhra Pradesh Mineral Development Corporation
2	Dr. T.R.K Rao, VC & MD	Andhra Pradesh Mineral Development Corporation
3	Shri Y. Rajuvarora , Chief Project Officer	Andhra Pradesh Mineral Development Corporation
4	Shri B.R. Nahan, Managing Director	Birla Corporation Ltd.
5	Shri P.S. Marwah, President	Birla Corporation Ltd.
6	Shri S.S. Dang, Sr. Vice President (Coal Mines)	Birla Corporation Ltd.
7	Shri M.N. Jha , Advisor (Coal)	Jaiprakash Associates Ltd.
8	Shri M.S. Sandhu, Senior GM	Jaiprakash Associates Ltd.
9	Shri S.N Chawla, Manager	Jaiprakash Associates Ltd.
10	Shri Ajatshatru Shrivastav, Managing Director	The M.P. State Mining Corporation Ltd.
11	Shri Kishore Kanyal, Executive Director	The M.P. State Mining Corporation Ltd.
12	Shri D.S. Baghel, Sr. DGM	The M.P. State Mining Corporation Ltd.
13	Shri L.J. Talwar	Gondwana Ispat Ltd
14	Shri S.S. Karnawat	Gondwana Ispat Ltd
15	Shri Rajiv Kapur	Gondwana Ispat Ltd
16	Shri Jitendra Som	Gondwana Ispat Ltd
17	Shri Manish Agarwal	Chaman Metalliches Ltd.
18	Shri Subhash Agarwal	Chaman Metalliches Ltd.
19	Shri Amitabh S. Mudgal, Sr. Vice President	Monnet Ispat & Energy Ltd.
20	Shri G.P Chaudhary	Monnet Ispat & Energy Ltd.
21	Shri Pavan Sharma	Monnet Ispat & Energy Ltd.
22	Shri P.Y. Tembhare	Maharashtra State Mining Corporation Limited (MSMC Ltd.)
23	Shri V.K. Jain	Maharashtra State Mining Corporation Limited (MSMC Ltd.)
24	Shri Ashok Mundhara	Maharashtra State Mining Corporation Limited (MSMC Ltd.)
25	Shri Subrat Ratho	Jindal Steel & Power Limited (JSPL)
26	Shri Anand Goel	Jindal Steel & Power Limited (JSPL)

27	Shri B.N. Phubria	Urtan North Mining Corporation Limited
28	Shri N.C. Bagchi	Urtan North Mining Corporation Limited
29	Shri H.S. Seth	Dalmia Cement
30	Shri Puneet	Dalmia Cement
31	Shri U.R. Raju	Dalmia Cement
32	Shri Pawan Kumar	Sunflag Steel
33	Shri S.K. Gupta	Sunflag Steel
34	Shri Brij Pal	Dalmia Cement
35	Shri N. Raghuvansh	Dalmia Cement
36	Shri Pradeep Kr. Chatterjee, Deputy General Manager	WBPDCCL
37	Shri Amares Kumar, Sr. Vice President (Head Mining)	Top worth Steel & Power
38	Shri Jai Thomas, Additional Vice President (Corporate Affairs)	Top worth Steel & Power
39	Shri Y.K. Agarwal, President Commercial	Rathi Steel & Sons Limited
40	Shri Udit Rathi, CEO	Rathi Steel & Sons Limited
41	Shri Prem Kumar, MD	Chhattisgarh Mineral Development Corporation Limited (CMDC)
42	Shri P.S. Yadav, GM	Chhattisgarh Mineral Development Corporation Limited (CMDC)