

BY SPEED POST

**F.No 13016/74/2008- CA-I
Government of India
Ministry of Coal**

New Delhi, dated 13th March, 2014

To

- (i) The Managing Director,
M/s Jindal Steel & Power Limited,
12, Jindal Centre,
Bhikaji Cama Place,
New Delhi - 110066
- (ii) The Managing Director,
M/s Gagan Sponge Iron Pvt. Limited
28, Najafgarh Road,
New Delhi -110 015.

Subject : De-allocation of Amarkonda-Murgadangal coal block in the State of Jharkhand allocated to M/s Jindal Steel & Power Limited and M/s. Gagan Sponge Iron Private Limited as per Option-I - Deduction and encashment of Bank Guarantee (BG) - reg.

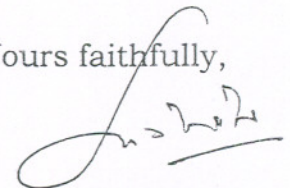
Sir,

In continuation of this Ministry's letter of even number dated 23rd December, 2013 on the above subject (copy enclosed as **Annexure-I**), I am directed to say that as mentioned in para 7 of the said letter conveying deduction and encashment from the 50% of the bank guarantee linked to the milestones set for development of the block for the delay in the development of the said coal block, Coal Controller Organisation (CCO) has worked out the amount of BG to be deducted and deposited with the Government. The calculation sheet for deduction of BG amount as received from CCO is enclosed as **Annexure-II**.

2. Accordingly, an amount of **Rs.33.005 Crore (Rupees Thirty Three Crore and fifty thousand only)** from the Bank Guarantee furnished by you is to be deducted and deposited with the Government. However, deduction of the above mentioned BG amount is put on hold in view of the interim order of Hon'ble High Court of Jharkhand as pronounced on 06.01.2014. in W.P. (C) No.1 of 2014 filed by M/s Jindal Steel & Power & Ors.

Encls: as above.

Yours faithfully,



[S.K.SHAHI]
Director
Tel.23382807

COPY TO:-

1. The Chief Secretary, Government of Jharkhand, Ranchi.
2. The Secretary, Ministry of Steel, Udyog Bhavan, New Delhi.
3. The Coal Controller's Organisation, 1, Council House Street, Kolkata for necessary action with the direction to invoke the Bank Guarantee as mentioned above and return the remaining Bank Guarantee.
4. The Chairman, Coal India Limited, 10-Netaji Subhash Road, Kolkata.
- ✓ 5. NIC Cell, Ministry of Coal for placing the letter on the Website of Ministry of Coal.

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