

BY SPEED POST

No.13016/57/2008-CA-I
Government of India
Ministry of Coal

Shastri Bhawan, New Delhi
Dated : the 29th February, 2016

To,

Shri Anjani Kumar,
Coal Controller,
Coal Controller Organisation,
1, Council House Street,
Kolkata-700001

Subject : Invocation of Bank Guarantee in respect of **Tandsi III and Tandsi -III Extn.** coal block earlier allocated to M/s. Mideast Integrated Steels Ltd.

Sir,

I am directed to refer to the subject mentioned above and to say that it was decided by this Ministry to review the issue of invocation/release of BG of coal blocks by the Inter-Ministerial Group (IMG) for the delay in development of coal blocks until it were held by prior allottees. The IMG in its 33rd meeting held on 03.12.2015 had observed that as per allocation letter of Tandsi III and Tandsi -III Extn. coal block, 50% of BG was related to achievement of milestones stipulated for development of coal block and the rest 50% was related to production. There was delay attributable to prior allottee(s) in compliance of milestones stipulated for development of **Tandsi III and Tandsi -III Extn.** coal block. However, the said coal block could not commence production till its cancellation by Hon'ble Supreme Court and hence the BG determined to be deducted in respect of lag in production is determined to be NIL. Accordingly, the IMG had recommended to invoke an amount of Rs.0.105245 crores from the BG submitted by prior allottee(s) in respect of the said coal block. The said recommendation of the IMG has been accepted by the Government.

2. In view of the above, an amount of **Rs. 0.105245 Crores** from the Bank Guarantee furnished by the prior allottee(s) of Tandsi III and Tandsi-III Extn. coal block is determined to be deducted and deposited with the Government. Accordingly, CCO is directed to invoke **Rs.0.105245 Crores** from the Bank Guarantee furnished by prior allottees of Tandsi III and Tandsi -III Extn. coal block and deposit the same in the relevant Government Account. The remaining BG, if any, be returned to prior allottee(s). Action taken report may be furnished to this Ministry at the earliest.

Yours faithfully,



(**Rishan Ryntathieng**)

Under Secretary to the Government of India

Copy to :-

1. The Secretary, Ministry of Steel, Udyog Bhavan, New Delhi.
2. The Managing Director, M/s Mideast Integrated Steels Ltd., Mesco Towers, H-1, Zamrudpur Community Center, Kailash Colony, New Delhi-110048.
3. The Director (Technical), NIC, Ministry of Coal for uploading this order in the Website of Ministry of Coal.