

By Speed Post

No.13016/60/2008-CA-I
Government of India
Ministry of Coal

New Delhi, dated 7th January, 2014

To,
The Managing Director,
M/s Birla Corporation Ltd.,
9/1, R.N. Mukherjee Road,
Kolkata - 700 001

Subject: Deduction of 50% of Bank Guarantee and De-allocation of Bikram coal block allocated to M/s Birla Corporation Ltd. - regarding.

Sir,

I am directed to refer to this Ministry's allocation letter No. 38011/2/2007-CA-I dated 12.08.2008 conveying allocation of **Bikram** coal block in pursuance of the provisions contained in Section 3(3)(a)(iii) of the Coal Mines (Nationalisation) Act, 1973, subject to certain conditions (**Annexure-I**). One of the conditions of allocation was that coal production from the captive block shall commence within 36 months (42 months in case the area is in forest land) in case of open cast mine and in 48 months (54 months in case the area falls under forest land) in case of UG mine from the date of preparation of GR. The end-use project schedule and the coal mine development schedule should be modified accordingly and submitted to the Ministry within 6 months from the date of allocation.

2. One of the other important conditions was that the allocation/mining lease of the coal block may be cancelled, inter-alia, on the following grounds:-

- a. Unsatisfactory progress of implementation of their end use sponge iron plant/ power plant/cement plant.
- b. Unsatisfactory progress in the development of coal mining project.
- c. For breach of any of the conditions of allocation.

The de-allocation/cancellation of mining lease shall be without any liability to the Government or its agencies, whatsoever. Any expenses incurred by the allocatee or any right or liability arising on the allocatee out of the measures taken by him shall solely be to his account and in no way be transferred to or borne by the Government or its agencies.

3. In order to expedite the development of the coal blocks, review meetings were held from time to time. In the review meeting held on 22/23.06.2009 it was noticed that BG submitted, GR purchase was pending due to tax related issues. Chairman had directed to submit MP based on GR to be purchased on nominal cost. In the review meeting held on 20/21.07.2010 it was noticed that BG submitted. GR purchased. MP approval, FC, EMP,

ML & LA were pending. Land acquisition was under process. Committee noticed slow progress & behind schedule.

4. In the review meeting held on 11/12.01.2012, it was noticed that the progress of the **Bikram** coal block allocated to the company is not satisfactory. The Committee expressed concern over unsatisfactory progress and advised to expedite the development of the coal block. Accordingly, a caution letter dated 26.04.2012 was issued to the company with the direction to expedite the development of the coal block and be careful in future with respect to the milestones stipulated.

5. In the meantime, the Government has constituted an Inter-Ministerial Group (IMG) on 21.06.2012 under the Chairmanship of Additional Secretary, Ministry of Coal having members from Ministry/Department of Power, Steel, Industrial Policy & Promotion, Legal Affairs and Economic Affairs. IMG has been given the mandate to review the progress of development of allocated coal blocks and associated end use projects and to recommend action including de-allocation, if required. IMG in its 18th meeting held on 01.05.2013 *inter alia* considered the status of the development of the **Bikram** Coal Block prepared by the Coal Controller's Organisation (CCO) as on 31st December, 2012 and noted that no significant progress was made by the company towards development of the coal block. It was noticed that a number of important/critical milestones were pending. Keeping in view the unsatisfactory progress, IMG recommended to issue show cause notice for delay in development of coal block. Accordingly a show cause notice dated 06.06.2013 was issued (**Annexure-II**).

6. Subsequently, on receipt of reply in response to show cause notice, the IMG asked the allocatee company to make a presentation before it on the progress of development of allocated coal block and associated end use project(s). The representatives of the company gave presentation on 25.10.2013 before the IMG in its 23rd meeting. The IMG considered the presentation, the status of the **Bikram** coal block and associated end use project(s) prepared by the Ministry of Coal and Coal Controller's Organisation (**Annexure-III**). The details of milestones to be achieved and the time lapsed against each milestone, as reported by the Office of Coal Controller, are given in the table below:

Mile Stones	Schedule date of Completion	Actual date of Completion	Slippage in YY/MM (as on June'13.)	Remarks	Special Observation
Purchase of GR	17.9.2008 (45 days)	20.3.2010	1Yr 6 months		
Submission of Bank Guarantee	2.11.2008 (3 months)	26.11.2008	-		
Mining Lease Application	2.11.2008 (3 months)	19.1.2009	2Months		
Submission of Mining Plan	2.2.2009 (6 months)	18.8.2009	6 Months		
Approval of Mining Plan	2.4.2009 (8 months)	16.7.2010	1Yr 3 months		

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Application of Previous approval	2.6.2009 (10 months)	24.9.2011	2yrs 3 months		
Granting of Previous approval	2.7.2009 (11 months)	26.3.2012	2Yr 8 Months		
Application of Forest clearance	2.8.2009 (12 months)	7.1.2010	5 Months		
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Application EMP Clearance	2.8.2009 (12 months)	3.9.2009	1Months		
Grant of EMP Clearance	12.2.2010 (18 months)	Pending	3Yrs 4 months		
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Application of Land Acquisition	2.3.2010 (19 Months)	1.3.2011	1yr		
Completion of Land Acquisition	12.8.2011 (36 months)	Pending	1 yr 10 Months		
Application for opening permission	2.12.2011 (40 Months)	Pending	1 Yr 6 months		
Grant of Opening permission	2.1.2012 (41 months)	Pending	1 yr 5 Months		
Coal Production	2.2.2012 42 months from DOA)	Pending	1 yr 4 Months		

6. After detailed deliberations, the IMG made recommendation for de-allocation of **Bikram** 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. The recommendations made by the IMG are as follows:-

"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.



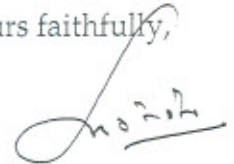
The IMG considered the reply of the allocatee to the show cause notice wherein the allocatee has mainly stated that there was a delay of 18 months in getting GR from CMPDIL and the State Govt. is not forwarding the mining lease application to Central Govt. till such time all the dues to them from company's 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. and Rs. 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."

7. The recommendation of the IMG has since been considered and approved by the Government. As the allocatee company have been given a number of opportunities to develop the coal block and the associated end use project and the company has failed to develop the same as per the milestones prescribed without any valid reasons for the delay, it has been decided to **de-allocate** the **Bikram** coal block in the State of Madhya Pradesh allocated to **M/s Birla Corporation Ltd.** The company shall not be eligible for allocation of any block in lieu of de-allocated block. Order regarding 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 would be issued separately after receipt of calculation of amount from the Office of Coal Controller.

Yours faithfully,



(S.K. Shahi)
Director
Tel: 23382807

Encls: As above

Copy to:

- (i) The Chief Secretary, Government of Madhya Pradesh, Bhopal.
- (ii) The Secretary, Department of Industrial Policy & Promotion, Ministry of Commerce & Industry, Udyog Bhawan, New Delhi.
- (iii) The Coal Controller, Coal Controller Organisation, 1- Council House Street, Kolkata with the request to intimate the amount for deduction of 50% BG linked to the milestones set for development of the block as per the allocation letter.
- (iv) The Chairman, Coal India Ltd., 10 - Netaji Subhash Road, Kolkata - 700 001.
- (v) NIC, Ministry of Coal for uploading the letter on Ministry's website.

Annex-I

No 38011/2/2007-CA-I
Government of India
Ministry of Coal

.....
New Delhi, dated the 12th August, 2008.

To

M/s. Birla Corporation Ltd.,
9/1, R.N. Mukherjee Road,
Kolkata - 700 001.

Subject: Allocation of Bikram coal block in the State of Madhya Pradesh for captive mining of coal by M/s. Birla Corporation Ltd. for their 11.8 mtpa Cement Plants in Dist. Satna (MP), Dist. Chanderia (Rajasthan), Dist. Durgapur (WB).

.....
Sir,

I am directed to refer to the application of M/s. Birla Corporation Ltd. for allocation of coal block in the State of Madhya Pradesh and to state that this has been considered by the Central Government and it has been decided to allot Bikram coal block in the command area of Western Coalfields Ltd. to M/s. Birla Corporation Ltd., to meet the coal requirement for 11.8 mtpa of capacity in their Cement Plants in Dist. Satna (MP), Dist. Chanderia (Rajasthan), Dist. Durgapur (WB). The allocation of Bikram coal block to M/s. Birla Corporation Ltd., is in pursuance of the provisions contained in Section 3(3)(a)(iii) of the Coal Mines (Nationalization) Act, 1973 and subject to the following conditions :-

- i. The allocation of Bikram coal block to M/s. Birla Corporation Ltd., has been made to meet the coal requirement of 11.8 mtpa of capacity in their Cement Plants in Dist. Satna (MP), Dist. Chanderia (Rajasthan), Dist. Durgapur (WB).
- ii. The block is meant for captive use in their own specified end use project i.e. cement.
- iii. The coal produced from the block shall not replace any coal linkages given to M/s. Birla Corporation Ltd., by the Coal India Ltd. / its subsidiary and/or by the Singareni Collieries Company Ltd., without prior permission of this Ministry.
- iv. Middlings generated in the process of washing the coal shall be used for power generation in their own power plant i.e., the useable middlings/rejects generated during beneficiation shall be used captively by the allocatee. The modalities of disposal of surplus coal/middlings/rejects, if any, would be as per the prevailing policy/instruction of the government at the relevant point in time and could also include handing over such surplus coal/middling/rejects to the local CIL subsidiary or to any person designated by it at a transfer price to be determined by the Government.

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- v. Coal production from the captive block shall commence within 36 months (42 months in case the area is in forest land) in case of open cast mine and in 48 months (54 months in case the area falls under forest land) in case of UG mine from the date of preparation of GR. The end-use project schedule and the coal mine development schedule should be modified accordingly and submitted to the Ministry within 6 months from the date of this letter. A copy of the indicative milestone chart is enclosed.
- vi. The company shall submit a bank guarantee for Rs. 4.43 crores (equal to one year's royalty amount based on mine capacity of 0.36 mtpa assessed by CMPDIL, grade of coal of C to D and the weighted average royalty @ Rs. 123.11 per tonne) within three months from the date of issue 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.
- (a) 50% of the bank guarantee shall be linked to the milestones (time schedule) set for development of captive block, and the remaining 50% to the guaranteed production. The bank guarantee shall be liable to be encashed in the following eventuality:
- (b) 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.
- (c) Once production commences, in case of any lag in the production of coal, 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.
- (d) 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.
- vii. The company shall submit a mining plan for approval by the competent authority under the Central Government within six months from the date of this letter.
- viii. The company shall be required to comply with the guidelines/rules laid down by the Central Government from time to time relating to mine closure (both progressive and final). The company shall be required to submit mine closure plan alongwith the mining plan as per the guidelines issued in this regard.
- ix. No coal shall be sold, delivered, transferred or disposed of except for the stated captive mining purposes, and except with the previous approval of the Central Government.

- x. Mining of coal from the allocated captive coal block shall be carried out in accordance with the applicable Statutes/Rules/Orders/Directions governing the mining of coal in the country.
- xi. Those of the above conditions 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.
- xii. 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.

2. Allocation / mining lease of the coal block may be cancelled, inter-alia, on the following grounds :-

- a. Unsatisfactory progress of implementation of their end use sponge iron plant / power plant/cement plant.
- b. Unsatisfactory progress in the development of coal mining project.
- c. For breach of any of the conditions of allocation mentioned above.

3. The de-allocation/cancellation of mining lease shall be without any liability to the Government or its agencies, whatsoever. Any expenses incurred by the allocatee or any right or liability arising on the allocatee out of the measures taken by him shall solely be to his account and in no way be transferred to or borne by the Government or its agencies.

4. The company may approach CMPDIL for geological report and contact the State Government authorities concerned for necessary permissions/clearances etc. for attaining mining rights and related matters.

5. The arrangement of transport of coal will have to be worked out by the company in consultation with the Ministry of Railways / Ministry of Surface Transport depending on the mode of transport.

Yours faithfully,




(V.S. Rana)

Under Secretary to the Govt. of India.

Encls. As above.

To

1. Secretary, Ministry of Commerce & Industry (Deptt. of Industrial Policy & Promotion), Udyog Bhawan, New Delhi.
 2. The Chief Secretary, Government of Madhya Pradesh, Secretariat, Bhopal.
 3. The Chairman, Coal India Ltd., 10-Netaji Subash Marg, Kolkatta-700001
 4. Chairman-cum-Mng.-Director, Central Mine Planning and Design Institute Ltd., Gondwana Place, Kanke Road, Ranchi, Jharkhand.
 5. Chairman-cum-Mng.-Director, Western Coalfields Limited, Coal Estate, Civil Lines, Nagpur.
 6. The Coal Controller, Office of the Coal Controller, 1, Council Street, Kolkata - 700 001.
- ✓ CPAM Section.


(V.S. Kana)

Under Secretary to the Govt. of India.

SHOW CAUSE NOTICE
By Speed Post

No.13016/60/2008-CA-I
Government of India
Ministry of Coal

New Delhi, dated 6th June, 2013

To,
The Managing Director,
M/s Birla Corporation Ltd.,
9/1, R.N. Mukherjee Road,
Kolkata - 700 001

Subject: Show Cause Notice to M/s Birla Corporation Ltd. in respect of Bikram Coal block.

Sir,

I am directed to refer to this Ministry's letter No. 38011/2/2007-CA-I dated 12.08.2008 conveying allocation of **Bikram** coal block in pursuance of the provisions contained in Section 3(3)(a)(iii) of the Coal Mines (Nationalisation) Act, 1973, subject to certain conditions. One of the conditions of allocation was that the coal production from the captive block shall commence within 36 months (42 months in case the area is in forest land) in case of open cast mine and in 48 months (54 months in case the area falls under forest land) in case of UG mine from the date of preparation of GR. The end-use project schedule and the coal mine development schedule were to be modified accordingly and submitted to the Ministry within 6 months from the date of allocation.

2. In order to expedite the development of the coal blocks, review meetings were held from time to time. In the review meeting held on 11/12.01.2012, it was noticed that the progress of the **Bikram** block allocated to the company is not satisfactory. The Committee expressed concern over unsatisfactory progress and advised to expedite the development of the coal block. Accordingly, a caution letter dated 26.04.2012 was issued to the company with the direction to expedite the development of the coal block and be careful in future with respect to the milestones stipulated.

3. In the meantime, the Government constituted an Inter-Ministerial Group (IMG) on 21.06.2012 under the chairpersonship of Additional Secretary, Ministry of Coal having members from Ministry/Department of Power, Steel, Industrial Policy & Promotion, Legal Affairs and Economic Affairs. IMG has been given the mandate to review the progress of development of allocated coal blocks and associated end use projects and to recommend action including de-allocation, if required. IMG in its 18th meeting held on 01.05.2013 *inter alia* considered the status of the development of the **Bikram** Coal Block prepared by the Coal Controller's Organisation (CCO) as on 31st December, 2012 and noted that no significant progress has been made by your company towards development of the coal block. It has been noticed that a number of important/critical milestones are pending. The

details of milestones to be achieved and the time lapsed against each milestone, as reported by the Office of Coal Controller, are given in the table below:

Mile Stones	Schedule date of Completion	Actual date of Completion	Slippage in YY/MM (as on Dec 12.)	Remarks	Special Observati on
Purchase of GR	17.9.2008 (45 days)	20.3.2010	1Yr 6 months		
Submission of Bank Guarantee	2.11.2008 (3 months)	26.11.2008	-	BG introduced in March.05	
Mining Lease Application	2.11.2008 (3 months)	19.1.2009	2Months		
Submission of Mining Plan	2.2.2009 (6 months)	18.8.2009	6 Months		
Approval of Mining Plan	2.4.2009 (8 months)	16.7.2010	1Yr 3 months		
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Application EMP Clearance	2.8.2009 (12 months)	3.9.2009	1Months		
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Grant of Mining Lease	2.8.2010 (24 Months)	Pending	2Yrs 4 Months		
Application of Land Acquisition	2.3.2010 (19 Months)	1.3.2011	1yr		
Completion of Land Acquisition	12.8.2011 (36 months)	Pending	1 yr 4 Months		

Application for opening permission	2.12.2011 (40 Months)	Pending	1 Yr		
Grant of Opening permission	2.1.2012 (41 months)	Pending	11 months		
Coal Production	2.2.2012 42 months from DOA)	Pending	10 months		

Observation of Field Office of CCO during inspection of the block	
Date of Inspection	28.11.2012
Infrastructure development	As per site inspection carried out by OSD office at Bilaspur & Ranchi, it was reported that no infrastructure has been developed.
Activities related to coal transportation	• No
Presence of mining equipment.	• No
Any sign of mining activities.	• No
Escrow A/c for mine closure	• No
Other activities	• No
Engagement of MDO	Selection of tender documents for MDO is under preparation

Keeping in view the unsatisfactory progress, IMG recommended issuing show cause notice for delay in development of coal block. The recommendation of IMG has since been considered and accepted by the Government.

4. Under the above circumstances, you are hereby called upon to show cause, on each milestone separately to this Ministry within a period of **20 days** from the date of issue of show cause notice as to why the delay in the development of the coal block should not be held as violation of the terms and conditions of the allocation of Bikram coal block, failing which it would be presumed that your company has no explanation to offer and action as appropriate would be taken against your company for de-allocation of said coal block.

5. You are also requested to furnish a detailed status note on the progress of end use plant(s) (EUPs) for which the above mentioned coal block was allocated to you.

Yours' faithfully,


(S.K. Shahi)

Director

Tel: 23382807

Copy to:

- (i) The Coal Controller, Coal Controller Organisation, Kolkata.
- (ii) NIC, M/o Coal for uploading the letter on Ministry's website.

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Status Note

Sl No	Items	Remarks
1	Name Of the Block	Bikram Coal Block
2	Name Of the allocate	M/s Birla Corporation Ltd.
3	Date Of allocation	12 th August, 2008
4	End use plant and Capacity	Cement Plants in Satna, MP, Chanderia, Rajasthan and Durgapur, West Bengal.
5	Important terms and conditions of allocation	Copy of allocation letter is enclosed at Annexure-I.
6	Milestones of allocation and Slippages against Milestones as stated in the SCN	Copy of Status Note of CCO is enclosed at Annexure-II.
7	History of Previous review / action	<p>Review meeting was held in January, 2012 and it was noticed that Forest Clearance, ML, EMP & Land Acquisition were still pending. Forest application was pending with CCF. Acquisition of compensatory land was main problem. The then Review Committee recommended for issue of caution letter. Accordingly, a caution letter was issued on 26.04.2012 with the direction to expedite the development of coal block and be careful in future with respect to the milestones stipulated.</p> <p>In the 18th meeting of Inter-Ministerial Group (IMG) held on 01.05.2013 inter-alia considered the status of development of Mandla North and noted that no significant progress was made by the company. IMG recommended for issue of Show Cause Notice (SCN). Accordingly, SCN was issued to the company on 6.6.2013.</p>
8	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 the Ministry	NO
9	Litigation any orders of the court, if any	NO
10	Summary of reply of the	The company replied to SCN vide their letter dated 21.6.2013. A copy of the reply is enclosed at Annexure-III.

	company including reasons for delay	<p>In its reply company has informed that Application for forest clearance was made on 7.01.2010. However FC is yet to be obtained. Similarly, Application for EMP was made on 03.09.2009 and the EMP clearance is pending. Signing of Mining Lease is pending as it can only be done after EMP and FC clearance is obtained. Land acquisition is pending.</p> <p>A copy of the reply was sent to State Govt. of Madhya Pradesh for their comments.</p>
11	Comments of State Govt. on reply of the allocattee on SCN	Comments of State Govt. have not been received.
12	Comments of MOC with the respect to issue pertaining to delay in purchase of GR, transfer of surface rights by coal companies, sanction of mining plan etc.	Major milestones like Forest Clearance, EMP clearance and execution of mining lease are pending. The company has not given any likely date for commencing coal production from the Bikram coal block.

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Coal Controller Office, Kolkata
Updated Status of Coal Block as on June 2013
(As per Status report submitted by the company)

1. Name of Company:- M/s Birla Corporation Ltd
2. Name of Coal Block:- Bikram (OC/UG)/Pvt
3. Name of Owner/Address:- Sr. Vice President (Coal Mines), Bikram Coal Block, Sohagpur Coalfields, Distt. Shadol, Madhya Pradesh
4. Date of Allocation:- 2.8.2008
5. Location: Sohagpur/MP
6. Project cost :- Rs. 110 Cr. (As per status report)
7. Total investment made Cr (As per CA report):- Rs. 9.61 Cr. (Upto June'13)
8. Reserve (Mill tonnes):- 20.976 (Geological)
9. Mineable Reserve:- 9.85 MT
10. Yearly rated capacity (MTPA):- 0.36
11. Grade of Coal:- C-F
12. Cost of GR:- Rs. 3.7 Crs
13. BG Amount :- Rs. 4.43 Cr. (BG introduced in March.2005)
14. Type of EUP:- Cement
15. Location of Project:- Satna (MP) Chanderia (Raj) and Durgapur (WB)
Raiberili(UP)
16. Capacity of Project:- 11.8 MTPA
17. Explored/Un explored:- Explored
18. Type of mine:- Mixed
19. Zero Date:- 2.8.2008 (As per block allocation letter)
20. Previous Recommendation, if any:- Caution notice issued by MOC as per decision of review meeting dated 11/12.1.2012. Again in 18th IMG held on 01.05.2013 advised to issue show cause notice.

Mile Stones	Schedule date of Completion	Actual date of Completion	Slippage in YY/MM (as on June'13.)	Remarks	Special Observation
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Granting of Previous approval	2.7.2009 (11 months)	26.3.2012	2Yr 8 Months		
Application of Forest clearance	2.8.2009 (12 months)	7.1.2010	5 Months		
Grant of Forest	2.2.2010	Pending	2Yrs 10		Forest

	(10 months)		Months		clearance is the main hurdle. 39
Application EMP Clearance	2.8.2009 (12 months)	3.9.2009	1Months		
Grant of EMP Clearance	12.2.2010 (18 months)	Pending	3Yrs 4 months		
Grant of Mining Lease	2.8.2010 (24 Months)	Pending	2Yrs 10 Months		
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Coal Production	2.2.2012 42 months from DOA)	Pending	1 yr 4 Months		

Observation of Field Office of CCO during inspection of the block	
Date of Inspection	28.11.2012
Infrastructure development	As per site inspection carried out by OSD office at Bilaspur & Ranchi, it was reported that no infrastructure has been developed.
Activities related to coal transportation	• No
Presence of mining equipment.	• No
Any sign of mining activities.	• No
Escrow A/c for mine closure	• No
Other activities	• No
Engagement of MDO	Selection of tender documents for MDO is under preparation

Other details and constraint faced by the block allocates

Mining lease: MOC accorded previous approval of ML on 26.3.2012 over 239 Ha.

EMP: Presentation before EAC of MOEF done on 28.8.2012. Final reply with compliance is likely to be submitted in Sept. 2013.

FC: Purchase of compensatory land of 282 acres against forest diversion has been completed. Compliance report submitted to CCF. Forest Department raised the objection of accepting 157 acres of land on the point that this land is forest land in the block history. Matter discussed with CCF, Shadol who has advised to forward the application to PCCF, Bhopal with remaining 135 acres for which the project work of afforestation has been done.

LA: Proposal for Pvt land approved by State Govt. Proposal for Govt is examining at Collector level. 07 acres of land has been purchased directly. Proposal for Pvt land is at Revenue Office and forwarded to Chief Secretary (Revenue). **Meeting was held on 29.1.13.**

EUP: :- Total capacity: 11.8 LTPA cement plant. Existing: 9.3 MTPA Cement plant at Satna, MP, Chanderia (Raj) and Durgapur (WB), Raeberilli, UP & 88 MW CPP at Satna are operative. Expansion: 0.8 MTPA Satna (MP). Proposed: 4.5 MTPA & 85 MW CPP.

Total expansion capacity 14.6 MTPA is in progress.

Investment made (As per CA report):- Rs. 2683.4 Cr. (up to June'13). Financial closure is not yet completed.