

No.38011/2/2007-CA-I(Vol.II) (Part-I)
Government of India
Ministry of Coal

.....
New Delhi, the 30th December, 2013

To,

(i) M/s Ramswarup Loh Udyog Limited, 7C, 'Hastings Chamber', 1 st Floor, Kiran Shanker Roy Road, Kolkata.7	(ii) M/s Adhunik Corporation Limited, 2/1 A, Sarat Bose Road, Landsdown Towers, 6 th Floor, Kolkata- 20
(iii) M/s Uttam Galva Limited, Uttam House, 69, P D Mello Road, Mumbai-9	(iv) M/s Howrah Gases Limited, 1, Crooked Lane, Kolkata 700 069
(v) M/s Vikash Metal and Power Limited 35, Chittaranjan Avenue, 6 th Floor, Kolkata-700012	(vi) M/s ACC Cement Limited Cement House,121, Maharshi Karve Road,Mumbai- 20

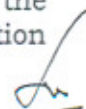
Subject: Show Cause Notice to M/s Ramswarup Loh Udyog Limited, M/s Adhunik Corporation Limited, M/s Uttam Galva Limited, M/s Howrah Gases Limited, M/s Vikas Metal and Power Limited and M/s ACC Cement Limited in respect of Moira Madhujore coal block- regarding.

Sir,

I am directed to refer to this Ministry's letter No. 38011/2/2007-CA-I (Vol.II) (Part.I) dated 6th October, 2009 conveying allocation of Moira Madhujore coal block in pursuance of section 3(3)(a)(iii) of the Coal Mines (Nationalization) Act,1973, subject to certain conditions.

2. In order to expedite the development of the coal block, 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 Moira Mahujore coal block allocated to the company is not satisfactory. Committee expressed concern over unsatisfactory progress and advised M/s Ramswarup Loh Udyog Limited, M/s Adhunik Corporation Limited, M/s Uttam Galva Limited, M/s Howrah Gases Limited, M/s Vikas Metal and Power Limited and M/s ACC Cement Limited to expedite the development of the coal block. Accordingly, an advisory letter dated 26th April, 2012 was issued to the companies with the direction to expedite the development of the coal block and development of end use plant so as to ensure expeditious production of coal from the allotted coal block 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 (Coal), Ministry of Coal having members from Ministry of Power, Ministry of Steel, Ministry of Commerce & Industry (Department of Ind. Policy & Promotion), Ministry of Law and Justice (Department of Legal Affairs), Department of Economic Affairs. The IMG has 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 21st Meeting held on 06.08.2013 *inter alia* considered the status of the development of the Moira Madhujore coal block prepared by the Coal Controller's Organisation



(CCO) as on March, 2013 and noted that no significant progress has been made by your company towards development of 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:-

Milestones	Scheduled date of Completion	Actual date of Completion	Slippage in YY/MM (as on Mar.13)	Remarks	Special Observation
Purchase of GR	20.11.2009 (45 days)	Pending	3Yrs 4 Months		Overlapping of Aerotropolis area on the coal block by Govt of WB, activity by ONGC.
Submission of Bank Guarantee	6.1.2010 (3 months from DOA)	16.6.2010	5 Months		
Mining Lease Application	6.1.2010 (3 months)	15.6.2010	5 Months		
Submission of Mining Plan	6.4.2010 (6 months)	7.3.2011	1Yr		
Approval of Mining Plan	6.6.2010 (8 Months)	Pending	2Yrs 9 Months		
Application of Previous approval	6.8.2010 (10 months)	Pending	2Yrs 7 Months		
Granting of Previous approval	6.9.2010 (11 months)	Pending	2Yrs 6 Months		
Application of Forest clearance	6.10.2010 (12 months)	Not applicable	-		
Grant of Forest Clearance	6.4.2011 (18 months)				
Application EMP Clearance	6.10.2010 (12 months)	Yes	-	Presentation to MOEF done on 20.6.11 to TOR.	The decision of state govt is required by MOEF
Grant of EMP Clearance	6.4.2011 (18 months)	Pending	2 Yrs		

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Grant of Mining Lease	6.10.2011 (24 months)	Pending	1Yr 7 Months		
Application of Land Acquisition	6.9.2010 (9 months)	Pending	2Yrs 6 Months		
Completion of Land Acquisition	6.4.2012 (30 months)	Pending	1Yr		
Application for opening permission	6.8.2013 (46 Months)	Pending	-		
Grant of Opening permission	6.9.2013 (47 months)	Pending	-		Development is uncertain.
Coal Production	6.10.2013 (48 Months)	Pending	-	UG mine without Forest area involved	Writ petition was filed on 1.12.2010 in Calcutta High Court.

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

5. 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 this 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 **Moira Madhujore coal block** and why the blocks should not be de-allocated failing which it would be presumed that the your company has no explanation to offer and action as appropriate would be taken against your company for de-allocation of the said coal block.

6. 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, 1- Council House Street, Kolkata.
- (ii) NIC, Ministry of Coal for uploading the letter on Ministry's website.