

## **Highlights of MoU for 2019-20, signed between Ministry of Coal and Coal India**

**Limited on 15.05.2019**

- Coal India Limited (CIL), had signed the mandatory Memorandum of Understanding (MoU), on 15.05.2019 at Delhi, with Ministry of Coal (MoC) for its key performance areas for the fiscal 2019-20. On behalf of the Administrative Ministry (MoC), the MoU was signed by Shri Sumanta Chaudhuri, Secretary to Government of India, MoC and on behalf of CPSE (CIL), the MoU was signed by Shri Anil Kumar Jha, Chairman, CIL.
- As laid down in the MoU-2019-20, the Maharatna Coal Mining PSU, has to ramp up its coal production growth to 8.75% over previous year. CIL closed the fiscal 2018-19 with coal production of 606.88 Million Tonnes.
- Thus the Coal Production & Offtake target for the Year 2019-20 is 660 MT.
- Similarly, target of revenue from operations (net) has been fixed as Rs. 100000 Crores & Capital Expenditure (CAPEX) target has been set at Rs. 10000 Crores.
- Further to make the MoU more comprehensive, Production efficiency & HR parameters have been included.
- Also, parameter relating to CPSE conclave are an added features of the MoU 2019-20.
- The MoU for 2019-20 has been formulated on the lines of new DPE guidelines and finalised after discussions with the Pre-Negotiation Committee and Inter Ministerial Committee (IMC).

## **Highlights of MoU for 2019-20, signed between Ministry of Coal and NLCIndia**

### **Limited (NLCIL) on 15.05.2019**

- NLC India Limited (NLCIL), had signed the mandatory Memorandum of Understanding (MoU), on 15.05.2019 at Delhi, with Ministry of Coal (MoC) for its key performance areas for the fiscal 2019-20. On behalf of the Administrative Ministry (MoC), the MoU was signed by ShriSumantaChaudhuri, Secretary to Government of India, MoC and on behalf of CPSE (NLCIL), the MoU was signed by ShriRakesh Kumar, Chairman-cum-Managing Director, NLCIL.
- The Power Generation target has been fixed at 24500 MU at Excellent level.
- The Turnover: Revenue from Operations has been fixed at Rs. 8700 Cr.
- The Operating Profit / Revenue from operations ratio has been fixed at 18.00%.
- A new parameter on Production Efficiency- *“Improvement in Output / Manshift (OMS) - Lignite- Neyveli Mines – (Departmental) over previous year”* has been included.
- In respect of R&D parameter: *“Indigenization of 1500 KW Bucket Wheel Gear box of Bucket Wheel Excavator (as a part of Make in India policy)”* has been included.
- CAPEX (including subsidiaries) of Rs 8271 Cr has been fixed at Excellent level .
- A parameter “Reduction in import bill over previous year” from the challenges of CPSE conclave has been included in the MoU 2019-20.
- The MoU for 2019-20 has been formulated on the lines of new DPE guidelines and finalised after discussions with the Pre-Negotiation Committee and Inter Ministerial Committee (IMC).

\*\*\*\*\*