

By Speed Post

F.No 13016/35/2010-CA-I

Government of India

Ministry of Coal

....

New Delhi, dated 30th January, 2013

To

The Managing Director,
M/s Jharkhand State Mineral Development Corporation,
Khanij Nigam Bhawan, Nepal House Area,
Doranda, Ranchi 834 002

Sub: De-allocation and invoking of 50% of Bank Guarantee (BG) linked to the milestones set for development of coal block in respect of Patratu Coal block allocated to M/s Jharkhand State Mineral Development Corporation

Sir,

I am directed to refer to Ministry of Coal's allocation letter No 13016/8/2007-CA-I dated 25th July, 2007 (Annexure-I) and to this Ministry's show cause notice No. 13011/08/2012-CA-I dated 2nd May, 2012 (Annexure-II) and to your reply to the show cause notice, your presentation made / documents before the Inter-Ministerial Group (IMG) in respect of Patratu coal block and the status note on the development of the block prepared by Coal Controller and Ministry of Coal on the above subject.

2. Patratu coal block located in State of Jharkhand was allocated to M/s Jharkhand State Mineral Development Corporation in pursuance of the Section 3(3)(a)(i) of the Coal Mines (Nationalisation) Act, 1973 and the Revised Policy on Coal Mining by State Govt. subject to the certain terms and conditions. In the allocation letter, para 2(xiii) stipulated as under:-

"(xiii) Any violation of the conditions imposed above in mining of coal from the Patratu coal block will render the mining lease liable for cancellation and withdrawal of allocation."

3. In respect of Bank Guarantee, the condition of (xi) of allocation has clearly mentioned that M/s Jharkhand State Mineral Development Corporation shall submit a bank guarantee for **Rs. 6.64 crore** (equal to one year's royalty amount based on mine capacity of 0.8 mtpa assessed by CMPDIL, grade of coal and the weighted average royalty @ Rs 83 per tonne)



within three months from the date 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.

4. The progress of allocated coal block has been reviewed by the Ministry through a Review Committee from time to time wherein the allocatee company give presentation in respect of the development made by the company with reference to the milestones prescribed in the allocation letter during which it was noted as following:-

- i) In the Review Meeting held on 25/26.03.2008, it was noticed that the company had not submitted the Bank Guarantee. There was no progress and there was apparently no action on ground.
- ii) In the Review Meeting held on 15/16.10.2008, it was the Committee noted that all the milestones were pending excepting PL application for



Patratu block. Representative informed that they are expecting to get the approval shortly from State Government to submit BG.

iii) In the review Meeting held on 22/23.06.2009 it was noticed that all milestones were pending except PL application. Representative informed that they are expecting to get approval shortly from State Govt. to submit BG. Same thing was assured in the last meeting also. Chairman requested Chief Secretary Jharkhand to intervene and review the status at his level.

iv) In the review meeting held on 20/21.07.2010 it was noted that Patratu was a RE block. PL application has been submitted but not yet been granted by State Government. The company was issued a show cause notice and it was warned for inordinate delay in development of coal block.

v) In the review meeting held on 11/12.01.2012, it was noticed that Patratu is a RE Block, GR preparation is going on. Company has floated tender for selection of JVP. Land schedule is with Ramgarh Distt. Office. The company was issued the show cause notice. The company furnished their reply to the show cause notice.

5. In the meantime, the Government has set up 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 IPP, Ministry of Law and Justice, Department of Legal Affairs, Department of Economic Affairs. The 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.

6. The case of the allocatee company was referred to the IMG. Accordingly, the IMG gave an opportunity to the allocatee companies to make the presentation before it on the progress of development of allocated coal blocks and associated end use project. The representatives of the allocatee company gave presentation on **10th October, 2012** before the IMG. The IMG considered the presentation, the status note of **the Patratu** coal block and associated EUP prepared by Ministry of Coal and Coal Controller's Organization (**Annexure-III**). The progress of development of the block with reference to the milestones and their achievement is as under:-

Mile Stones	Schedule date of Completion	Actual date of Completion	Slippage in YY/MM as on 06/2012	Remarks
Purchase of GR	25.10.2009 (27 Months)	Pending	2Yrs 8 Months	Due to regionally explored



Submission of Bank Guarantee	25.10.2007 3 months from allocation	24.7.10	2Yrs 9 Months	
Mining Lease Application	25.01.2010 3 months from GR	Pending	2Yrs 5 Months	
Submission of Mining Plan	25.4.2010 6 months from GR	Pending	2Yrs 3 months	
Approval of Mining Plan	25.6.2010 8 months from GR	Pending	2Years	
Application of Previous approval	25.8.2010 10 months from GR	Pending	1Yr 10 Months	
Granting of Previous approval	25.9.2010 11 months from GR	Pending	1 Yr 9 Months	
Application of Forest clearance	25.10.2010 12 months from GR	Pending	1Yr 8 Months	
Grant of Forest Clearance	25.4.2011 18 months from GR	Pending	1Years 3 months	
Application EMP Clearance	25.10.2010 12 months from GR	Pending	1Yr 8 Months	
Grant of EMP Clearance	25.4.2011 18 months from GR	Pending	1Years 2 months	
Grant of Mining Lease	25.10.2011 24 months from GR	Pending	8 Months	
Application of Land Acquisition	25.5.2011 19 months from GR	Pending	1year 1 Month	
Completion of Land Acquisition	25.10.2012 36 months from GR	Pending	-	
Application for	25.2.2013	Pending	-	

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opening permission	40 months from GR			
Grant of Opening permission	25.3.2013 41 months from GR	Pending	-	
Production	25.4.2013 (42 Months)	Pending	-	Open cast including forest land.

7. After detailed deliberation, the IMG made its recommendation to **de-allocate Patratu coal block** which was allocated to M/s Jharkhand State Mineral Development Corporation in its **17th meeting held on 20th November, 2012**. The recommendations made by the IMG are as follows:-

"M/s Jharkhand State Mineral Development Corporation (Patratu)"

The IMG considered the terms and conditions of allocation, the show cause notice issued, the reply and the presentation made by the company along with the status paper placed before the IMG. The IMG noted that this is a regionally explored block and more than 5 years have elapsed from the date of allotment i.e. 25.7.2007. Application for PL was filed by the allocatee company on 8.10.2007. However, no PL has been obtained as yet though it was to be granted by concerned State Government of allocatee company. There is no progress in the development of coal block. Even application for FC and EC has not been submitted. For land acquisition, only land schedule was reportedly prepared but not yet submitted. The company informed that after constitution of Board of Directors on 25.2.2009 modalities for forming JV partners are in progress. As per the CA certificate, the allocatee company has spent a total of Rs. 21.95 lakhs which is towards consultancy charges and bank commission for BG. The normative date for start of production is 25.4.2013. No indication was given for expected date for start of production from the coal block.

IMG noted that the development of the block is still at the stage of obtaining PL. Though a PSU of the concerned State Government in which the coal block is located is the allocatee, it has not been able to pursue the necessary clearances. Investment made in coal block is negligible against their own estimated investment requirement of Rs.50 crore. During review of 2010 de-allocation of the block was recommended, but it was not de-allocated at that time since it is a regionally explored block. In view of the continued unsatisfactory progress in development of coal mine and taking



into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with the terms and conditions of the letter of allocation. 50% of the BG linked to the milestones set for development of the coal block may also be forfeited."

8. The recommendation of the IMG has since been considered and accepted by the Government.

9. Accordingly, Patratu coal block allocated to M/s Jharkhand State Mineral Development Corporation is **de-allocated**. The company shall not be eligible for allocation of coal block in lieu of the de-allocated coal blocks. The Bank Guarantee (BG) as per recommendation of the IMG as mentioned in para 7 above to the extent of **Rs. 3.32 crore (Rupees Three crore Thirty Two lakhs only) (i.e. 50% of the BG linked to the milestones set for development of the coal block) be invoked and deposited with the Government in the relevant head of Account. Remaining BG may be returned.**

Yours faithfully,



(A. Sanjay Sahay)

Under Secretary to the Government of India

Copy to:-

1. The Chief Secretary, Government of Jharkhand, 1st Floor, Project Building, Dhurwa, Ranchi – 834004 Kanke Road, Ranchi
2. The CMD, Coal India Limited, 10- Netaji Subhash Road, Kolkata.
3. The Coal Controller's Organisation, 1, Council House Street, Kolkata with the direction to take necessary steps to invoke the Bank Guarantee and return the remaining Bank Guarantee.
- ✓ 4. NIC Cell, Ministry of Coal for placing the letter on the Website of Ministry of Coal.

Annexure-I

F.No. 13016/8/2007-CA-I
Government of India
Ministry of Coal

New Delhi, the 25th July, 2007

To

The Managing Director,
Jharkhand State Mineral Development Corporation,
Khanij Nigam Bhawan, Nepal House Area,
Doranda, Ranchi 834 002.

Subject: Allocation of Patratu coal block to Jharkhand State Mineral Development Corporation (JSMDC).

Sir,

I am directed to refer to letter number as mentioned below from Jharkhand State Mineral Development Corporation (JSMDC) on the above subject and to convey the 'in principle' consent of the Government of India to the working of Patratu block as under:

Sl.No.	Name of the applicant company	Reference No.	Project Name	Share of reserves (MT)
1	Jharkhand State Mineral Development Corporation (JSMDC)	No. 3356 dated 21.12.06	Commercial mining for Iron and Steel Plants.	450 MT

2. The above allocation has been made under the Government Company dispensation in pursuance of the provisions of Section 3(3)(a)(i) of the Coal Mines (Nationalisation) Act 1973 and the Revised Policy on Coal Mining by State Government (copy enclosed), subject to further following conditions:

(i) Prospecting/Detailed exploration and coal mining shall be carried out by M/s JSMDC or a separate company to be created with participation of M/s JSMDC provided that the separate created company is a Government company eligible to do coal mining as per the provisions of the Coal Mines (Nationalisation) Act, 1973.

(ii) The mining lease will be executed between the State Government and the allocatee as per the provisions of the MMDR Act 1957 and the rules framed there under.

(iii) The allocatee will do exploration and coal mining in accordance with the provisions of the Coal Mines (Nationalisation) Act 1973, the Mines and Minerals (Development & Regulation) Act, 1957, the Contract Labour (Regulation & Abolition) Act, 1970, all the minerals, environmental and labour laws alongwith other regulations governing coal industry.

(iv) Detailed exploration shall be carried out on their own, subject to guidelines laid down in consultation with the CMPDIL.

(v) Mining of coal from the allocated coal block shall be carried out in accordance with the applicable Statutes/Rules/Orders/Directions governing the mining of coal in the country so as to extract the reserve to the maximum extent possible.

(vi) Those of the conditions mentioned herein 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 agree to by the Central Government.

(vii) 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.

(viii) Coal produced from the allocated coal block Patratu coal block will not be supplied to the consumers of Coal India Limited/SCCL against their existing linkages.

(ix) M/s JSMDL may approach CIL/CMPDIL/GSI to obtain the available geological data on the block on payment of necessary exploration cost.

(x) In respect of an unexplored block, the allocatee company shall apply for a prospecting license within three months of the date of issue of allotment letter. The exploration shall be completed and geological report prepared within two years from the date of issue of prospecting license. After the detailed exploration is completed the allocatee of the block shall proceed for ensuring earliest commencement of production. The milestone chart appended shall be adhered to. Any slippage would render this allocation liable for cancellation, and withdrawal of block from the allocatee.

(xi) M/s JSMDL shall submit a bank guarantee of Rs. 6.64 crore (equal to one year's royalty amount based on mine capacity of 0.8 mtpa as assessed by CMPDIL, grade of coal and the weighted average royalty @ Rs.83 per tonne) within three months from the date of this letter. Subsequently, upon approval of mining plan the Bank Guarantee amount will be modified on the basis of final peak/rated capacity of the mine.

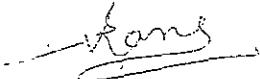
(xii) 50% of the bank guarantee shall be linked to the milestones (time schedule) set for development of captive block, and the remaining 50% to the guaranteed production. The bank guarantee shall be liable to be encashed in the following eventuality:

(i) 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. -

(ii) Once production commences, in case of any lag in the production of coal/lignite, 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.

(iii) 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.

(xiii) Any violation of the conditions imposed above in mining of coal from the Patratu coal block will render the mining lease liable for cancellation and withdrawal of allocation.


(V.S. Rana)

Under Secretary to the Government of India.

Copy to

1. The Chief Secretary, Government of Jharkhand, Ranchi
2. Chairman, CIL, Kolkatta
3. CMD, CMPDIL, Ranchi CIL
5. CMD, CCL
6. Coal Controller, Kolkatta
- ✓ 6. Office Folder.

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SHOW CAUSE NOTICE

No.13011/oc/2012-CA-I
Government of India
Ministry of Coal

New Delhi, dated 2nd May, 2012

To

M/s Jharkhand State Mineral Development Corporation,
Khanij Nigam Bhawan,
Doranda Ranchi- 834 002

Subject: Show cause notice in respect of Patratu coal block.

Sir,

I am directed to refer to this Ministry's letter No13016/8/2007-CA-I dated 25.07.2007 conveying allocation of Patratu coal block in pursuance of the provisions contained in Section 3(3)(a) of the Coal Mines (Nationalization) Act, 1973, subject to certain conditions. 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 allocation letter. The end- use project schedule and the coal mine development schedule should be modified accordingly and submitted to the Ministry within 3 months from the date of allocation.

2. In order to expedite the development of the coal block, various review meetings were held from time to time with the representatives of the company. In the review meeting held on 11/12.01.2012, it was noticed that no serious efforts have been made by the company to develop the coal block, even after repeated assurances tendered by the Company during the period. It is also noted that all the important/critical milestones such as grant of Previous Approval, EMP, Mining Lease are pending for Patratu coal block. The company has repeatedly failed to keep its promises made to the Ministry and is thus non-serious about timely

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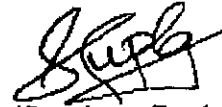
development of the block. The details of milestones to be achieved and the time lapsed against each milestone are given in the table below:-

Mile Stones	Schedule date of Completion	Actual date of Completion	Slippage in YY/MM
Purchase of GR	25.10.2009 (27 Months)	N	2Yrs 5 Months (as on 3/2012)
Submission of Bank Guarantee	25.10.2007	24.7.10	2Yrs 9 Months
Mining Lease Application	25.01.2010	Pending	2Yrs 2 Months (as on 3/2012)
Submission of Mining Plan	25.4.2010	Pending	2Yrs (as on 3/2012)
Approval of Mining Plan	25.6.2010	Pending	1Yr 9 Months (as on 3/2012)
Application of Previous approval	25.8.2010	Pending	1Yr 7 Months (as on 3/2012)
Granting of Previous approval	25.9.2010	Pending	1 Yr 6 Months (as on 3/2012)
Application of Forest clearance	25.10.2010	Pending	1Yr 5 Months (as on 3/2012)
Grant of Forest Clearance	25.4.2011	Pending	1Yr (as on 3/2012)
Application EMP Clearance	25.10.2010	Pending	1Yr 5 Months (as on 3/2012)
Grant of EMP Clearance	25.4.2011	Pending	1Yr (as on 3/2012)
Grant of Mining Lease	25.10.2011	Pending	5 Months (as on 3/2012)
Application of Land Acquisition	25.5.2011	Pending	10 Months (as on 3/2012)
Completion of Land Acquisition	25.10.2012	Pending	-
Application for opening permission	25.2.2013	Pending	-
Grant of Opening permission	25.3.2013	Pending	-
Coal Production	25.4.2013 (42 Months)	Pending	-

3. 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 the 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 allotment of Patratu 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 Patratu coal block.



(Sandeep Gupta)

Under Secretary to the Govt. of India

Copy to The Coal Controller, Coal Controller Organisation, Kolkata..

20-21

Annexure - III

Patratu and Robodih OCP coal block

Sl No	Items	Remarks
1	Name Of the Block	Patratu and Robodih OCP Coal Block
2	Name Of the allocate	M/s Jharkhand State Mineral Development Corporation (M/s JSMDC)
3	Date Of allocation	25.07.2007
4	End use plant and Capacity	Under Government Company dispensation in pursuance of section 3(3)(a)(i) of Coal Mines (Nationalization) Act, 1973 Commercial mining for iron and steel plants.
5	Important terms and conditions of allocation	AS per Allocation letters enclosed.
6	Milestones of allocation and Slippages against Milestones as stated in the SCN	In case of Patratu: - Regionally explored block. PL application submitted. PL not yet granted by State Govt. All pending. In case of Robodih OCP: - All pending except GR. BG was not yet submitted. ML application submitted. As .per coal controller's report send on 01.10.2010, BG submitted on 24.07.2010 for both of the coal blocks.
7	History Previous review/ action	Review meeting held on 22/23.06.2009 and was noticed that all the milestones were pending except PL application. Representative informed that they are expecting to get approval shortly from State Govt. to submit BG. Chairman, Review Committee, requested Chief Secretary, Jharkhand to kindly intervene and review the status at his level. Review meeting held on 20/21.07.2010 and was noticed that In case of Patratu: - Regionally explored block. PL application submitted. PL not yet granted by State Govt. In case of Robodih OCP: - All pending except GR. BG was not yet submitted. ML application submitted. As per coal controller's report send on 01.10.2010, BG submitted on 24.07.2010. Show-cause notice for inordinate delay in development of coal blocks issued on 24.11.2010. M/s JSMDC replied to show-cause notice vide its letter no. 2537 & 2538 dated 15.12.2010. The reply was considered by the review committee and the reasons given for delay were not found convincing. And accordingly, Warning for inordinate delay in development of coal blocks was issued vide MOC's letter dated 18.07.2011.
8	Condonation of delay or extension of Zero date granted	NO



	if any and permissible grace period if any whether any request for Condonation is pending with the Ministry	
9	Litigation any orders of the court, if any	NO
10	Summary of reply of the company including reasons for delay	<p>Allotment of the said blocks were made subject to conditions that either these blocks would be developed by the Corporation itself or by creating separate company, provided that the separate created Company is a Govt. Company eligible to do coal mining as per the provisions of the Coal Mines (Nationalization) Act.</p> <p>In pursuant to the approval of state cabinet on 02/11/2004, and subsequent allotment of coal blocks by MOC with an option for development of those blocks by JV mode, the Corporation, opted for development of those blocks by JV mode and accordingly issued notice inviting tender (NIT) on 08/09/2006 for all allotted and to be allotted coal blocks for empanelment of parties preferably those having Memorandum of understanding with the Govt. of Jharkhand for formation of Joint venture Companies at 51:49 equity participation for mining and supply of coal to their captive units in the state of Jharkhand and to other industries located in Jharkhand.</p> <ul style="list-style-type: none"> • In response to that NIT, fifteen bids were received from different Companies. • Out of the fifteen bidders, Nine bidders were technically and financially qualified. • In the absence of Board of directors for about two years the Proposal was kept pending of approval of the Board. <p>In 24th Board meeting of the Corporation held on 11th August 2010, the Board annulled the previous NIT, and engaged JINFRA as Transaction Advisor of the Corporation so as to undertake Transaction advisory services for bidding process with more transparency.</p> <p>Accordingly, the bid documents were sent before His Excellency for his approval on 31/08/2010. His Excellency the Governor, GoJ approved bid documents and gave consent for initiating the bidding process on 29.08.2011 after getting the bid documents vetted by legal and Finance department of Govt. of Jharkhand.</p> <ul style="list-style-type: none"> • A pre-bid meeting was organised by JSMDC on 10th October 2011 • Pre-bid meeting minutes issued on 14th Oct. 2011 • Last date for submission extended to 20th December 2011 from initial date of 3rd Nov 2011 on request of bidders. (to Study of Geological Report/ Regional



		Geological Report of blocks) JSMDC received 10 bids for Rabodh, 9 bids for Patratu and 3 bids for Pindra Debipur.
11	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.	
12	Investment made in coal block development and EUP	A CA certificate is enclosed.

as





Coal Controller Office, MOC/Kolkata
Status of the captive Coal Block as on June'2012
(as per quarterly report furnished by the Block owners)

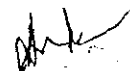
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|--------------------------------------|---|
| 1. Name of Company | : - JSMDCLtd.(Jharkhand State Mineral Development Corp Ltd) |
| 2. Name of Coal Block | : - Patratu (RE) |
| 3. Date of Allocation | : - 25.7.2007 |
| 4. Location | : - South Karanpura, Jharkhand |
| 5. Total investment | : - 50 Crs |
| 6. Investment Made (6/12) | : - 5 Lakhs |
| 7. Reserve (Mill tonnes) | : - 450 MT |
| 8. Grade of coal | : - C-D |
| 9. Yearly rated capacity (MTPA) | : - 1 MTPA |
| 10. Cost of GR | : - 4.63 Lakhs (RE copy of GR) |
| 11. BG Amount | : - Rs.6.64 crore |
| 12. Type of EUP | : - Commercial |
| 13. Location of Project | : - Coal supply to the project within the state. |
| 14. Capacity of Project | : - Not applicable |
| 15. Explored/Un explored | : - Regionally explored |
| 16. Zero Date | : - 25.7.07 (As per allocation letter). |
| 17. Types of mine (OC/UG/Mix) | : - Open cast |
| 18. Previous Recommendation, if any- | De-allocation |

Details of milestone to be achieved and time lapsed against each milestone are as under:-

Mile Stones	Schedule date of Completion	Actual date of Completion	Slippage in YY/MM as on 06/2012	Remarks	Special observation
Purchase of GR	25.10.2009 (27 Months)	Pending	2Yrs 8 Months	Due to regionally explored	
Submission of Bank Guarantee	25.10.2007 3 months from allocation	24.7.10	2Yrs 9 Months		
Mining Lease Application	25.01.2010 3 months from GR	Pending	2Yrs 5 Months		
Submission of Mining Plan	25.4.2010 6 months from GR	Pending	2Yrs 3 months		
Approval of Mining Plan	25.6.2010 8 months from GR	Pending	2Years		
Application of Previous approval	25.8.2010 10 months from GR	Pending	1Yr 10 Months		
Granting of Previous approval	25.9.2010 11 months from GR	Pending	1 Yr 9 Months		

Prepared by


Checked by






Application of Forest clearance	25.10.2010 12 months from GR	Pending	1Yr 8 Months		
Grant of Forest Clearance	25.4.2011 18 months from GR	Pending	1Years 3 months		
Application EMP Clearance	25.10.2010 12 months from GR	Pending	1Yr 8 Months		
Grant of EMP Clearance	25.4.2011 18 months from GR	Pending	1Years 2 months		
Grant of Mining Lease	25.10.2011 24 months from GR	Pending	8 Months		
Application of Land Acquisition	25.5.2011 19 months from GR	Pending	1year 1 Month		
Completion of Land Acquisition	25.10.2012 36 months from GR	Pending	-		
Application for opening permission	25.2.2013 40 months from GR	Pending	-		
Grant of Opening permission	25.3.2013 41 months from GR	Pending	-		
Production	25.4.2013 (42 Months)	Pending	-	Open cast including forest land.	

Other details and constraint faced by the block allocates

PL:-PL application submitted on 8.10.07. PL grant is pending with State level. MOC granted previous approval of PL on 13.8.09. Preparation of baseline data generation has been undertaken by DGM (Director General of Mines) , Jharkhand.

MP:-Govt of JH agreed to supplement required Geological data for conversion of RGR (Regional Geological Report) into GR..

Prepared by
DJB

Checked by
DJB

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BG deduction calculation as per IMG recommendation in the 17th meeting held on 20.11.2012

(6)

1. Name of Company:- M/s Jharkhand State Mineral Development Corporation
2. Name of Coal Block:- Patratu (Regionally Explored) .
3. Date of Allocation:- 25.07.2007
4. Normative Date of production:-25.04.2013(as per allotment letter)
5. Yearly Rated Capacity:- 0.8 MTPA(as per allotment letter)
6. BG Amount:-Rs. 6.64 Crore
7. Recommendation: In view of the continued unsatisfactory progress in development of coal mine and taking into account all factors, the IMG recommends that the coal block may be de-allocated in accordance with terms and conditions of the letter of allocation. 50% of the BG linked to the milestones set for development of the coal block may also be forfeited.

Deduction on Milestone basis

Total amount of Bank Guarantee amount: Rs.6.64 Cr.
50% of BG amount linked to milestone =Rs. 3.32 Crore

BG to be forfeited linked to milestone set for development of the coal block = Rs. 3.32 Crore (Rupees Three crores and Thirty Two lakhs only)

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Hishu

Bhar

Date
4/11/12
Coal Controller