

SPEED POST

No. 13016/ 42 /2010 CA-I(part)
Government of India
Ministry of Coal

....

Shastri Bhawan, New Delhi
Dated the 20th December, 2010

To

The Managing Director,
M/s West Bengal Power Development Corporation Limited (WBPDCCL)
New Secretariat Building
B-Block, 6th Floor,
1. Kiran Shankar Roy road,
Kolkata- 700 001

Subject- Subject- Show cause notice for delay in development of East of Damogoria (Kalyanshwari) open cast project (OCP) coal block .

Sir,

I am directed to refer to this Ministry's letter No. 38036/46/2006-CA-I dated 27.02.2009 conveying the allocation of East of Damogoria (Kalyanshwari) open cast project (OCP) coal block to M/s West Bengal Power Development Corporation Limited (WBPDCCL) to meet the coal requirement of their proposed expansion of existing power plants and setting up of a new 1000 MW thermal power plant at Katwa, distt. Burdwan, West Bengal in pursuance of provisions contained in the Section 3(3)(a)(i) of the Coal Mines (Nationalization) Act, 1973 and the revised coal mining policy, 2001 by State Government subject to certain conditions.

2. In order to expedite the development of the coal blocks a review meeting was held on 20/21.07.2010 and it was noted that the important / critical milestones such as purchase of GR, Mine Plan approval & EMP are still pending even though there is no forest land involved. It is seen that the company has not made any progress at all and thus it appears that the company is non-serious about timely development of the block. The details of milestones to be achieved and the time lapsed against each milestone area given in the table below:-

Mile Stones	Schedule date of Completion	Actual date of Completion	Slippage in YY/MM
Purchase of GR	14.03.09	-	Pending.
Submission of Bank Guarantee	27.05.09	16.4.2010	1 Yr
Mining Lease Application	27.05.09	-	Pending.

Submission of Mining Plan	27.08.2009	-	Pending.
Approval of Mining Plan	27.10.2009	-	Pending.
Application of Previous approval	27.12.2009	-	Pending.
Granting of Previous approval	27.01.2010	-	Pending.
Application of Forest clearance	27.02.2010	NA	
Grant of Forest Clearance	27.08.2010	NA	
Application EMP Clearance	27.02.2010	-	Pending.
Grant of EMP Clearance	27.08.2010	-	Pending.
Grant of Mining Lease	27.02.2011	-	
Application of Land Acquisition	27.09.2010	-	
Completion of Land Acquisition	27.08.2011	-	
Application for opening permission	27.12.2011	-	
Grant of Opening permission	27.01.2012	-	
Coal Production	27.02.2012	-	

3. Under the above circumstances, you are hereby called upon to show cause, on each milestone separately, to this Ministry within a period of 30 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 East of Damogoria (Kalyaneshwari) 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 the said block.

Yours faithfully,



(V.S. Rana)

Under Secretary to the Govt. of India

MIC M/o
Coal