

No.13016/57/2008-CA-I  
Government of India  
Ministry of Coal

.....  
New Delhi, the 23<sup>rd</sup> November, 2009

To

M/s Midcast Integrated Steels Limited,  
(MESCO STEEL)  
MESCO Tower,  
H-1, Zamrudpur Community Centre,  
Kailash Colony, New Delhi - 110 048.

**Subject: Review Meeting held on 22<sup>nd</sup> and 23<sup>rd</sup> June, 2009 to review the progress of coal blocks- Advisory for delay in implementation of the coal block.**

Sir,

I am directed to refer to this Ministry's letter No.38011/2/2007-CA-I dated 5<sup>th</sup> August, 2008 conveying allocation of Tandsi-III & Tandsi -III (Extn.) coal block in the state of Madhya Pradesh to meet the coal requirement for 1.42 mtpa of capacity in their steel plant in Dist. Jajpur, Orissa. in pursuance of Section 3(3)(a)(iii) of the Coal Mines (Nationalization) Act, 1973.

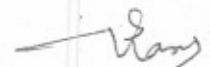
2. In order to expedite the development of the coal block, review meetings were held from time to time with the representatives of M/s Midcast Integrated Steels Limited (MESCO Steel). In the review meeting held on 22/23.06.2009, it was noticed the company had not submitted the mining plan.

3. It has been further noticed that the company has neither applied for Forest clearance nor EMP clearance till date, which are required as per milestones. It is informed that Para 2 of the allocation letter clearly stipulates that 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 steel plant.
- b. Unsatisfactory progress in the development of lignite mining project.
- c. For breach of any of the conditions of allocation mentioned in the allocation letter.

4. In view of the above facts, you are advised to remove the aforesaid shortcomings and take steps to develop the coal block without any further delay, failing which the Ministry would be constrained to take action as deemed appropriate in the matter

Yours faithfully

  
(V.S.Rana)

Under Secretary to the Govt. of India

Copy to :The Chief Secretary, Govt. of Madhya Pradesh, Secretariat, for information and necessary action at his end.

*WTC, M.C. Coal.*

(V.S.Rana)  
Under Secretary to the Govt. of India