

IMMEDIATE
BY FAX

No. 23021/79/2010-CPD
Government of India
Ministry of Coal
CPD Section

Shastri Bhavan, New Delhi
Dated, the 26th March 2010

To

Dr. A. K. Sarkar
Director (Marketing)
Coal India Limited
15, Park Street
Kolkata-700016

Subject: Supply of coal to various consumers on "tapering basis"

Sir,

I am directed to say that representations have been received in this Ministry from various consumers who have been allotted coal blocks stating that CIL/Coal companies have stopped supply of coal to their units consequent upon issue of policy guidelines by this Ministry vide O.M. No. 23011/39/2008-CPD dated 26th February 2010 on issue of LoA/allocation of coal on "tapering basis" to various consumers of power, cement and sponge iron sectors.

The matter has been examined in this Ministry in consultation with the Coal Controller. Coal Controller has informed that they have been advised by the Ministry of Coal to work out the requirement and other details for different consumers for regularization of tapering linkages as per the above policy guidelines. The above work is being carried out by the Coal Controller and it is expected that the same would be completed by the end of May 2010.

In view of the above, the competent authority has now approved that, as a temporary measure, during the transition period of implementation of new policy on tapering linkage, CIL should maintain "Status Quo" to supply coal to all existing consumers irrespective of "tapering basis" upto 31st May 2010, pending finalization of eligibility, quantification etc. by the Coal Controller's

Office in terms of the new policy. This transition provision has been made to enable the Coal Controller Organization and the CIL to finalize and implement the new guidelines after the transition period is over i.e. 31.5.2010.

Action taken in the matter may be intimated to this Ministry at the earliest.

Yours faithfully



(G. Srinivasan)

Under Secretary to the Govt. of India

Encl: As above

Copy to :

1. CGM (S&M) / GM(S&M), BCCL/CCL/ECL/NCL/MCL/SCCL/WCL/SECL
2. Coal Controller Office, 1, Council House Street, Kolkata-700001
3. GM (S&M), CIL, Scope Complex, New Delhi

Copy also to :

✓ Technical Director, NIC Cell, Ministry of Coal, Shastri Bhavan, New Delhi with the request to upload a copy of the above letter in the website of the Ministry under the caption "What is new "