

SPEED POST

No. 38016/32/2008-CA-I  
Government of India  
Ministry of Coal

.....

New Delhi, the date 27<sup>15</sup> October, 2009

To,

- (i) M/s Murli Agro Industries Limited,  
101, Jai Bhavani Society,  
Central Avenue,  
Nagpur – 440 008.
- (ii) M/s Grace Industries Limited,  
“Gupta Bhawan”,  
Seth Mahaeoprasad Gupta Marg,  
Templa Bazar, Sitabukti,  
Nagpur- 440 001.

**Subject: Allocation of Lohara East coal block in the state of Maharashtra for Captive mining of coal by a Joint Venture Company of M/s Murli Agro Industries Limited and M/s Grace Industries Limited as per Option – I. Reg. Submission of Bank Guarantee.**

Sir,

I am directed to refer to this Ministry's letter No. 13016/32/2008- CA-I dated 3<sup>rd</sup> September, 2008 regarding pre-revised Bank Guarantee amount of Rs.10.44 crores and letter of M/s Grace Industries Limited No. GIL: KG: Gen- 33:09:5163 dated 24.09.2009 on the above subject.

2. You are required to submit Bank Guarantee amount in the name of JV company under the name “ Maharashtra Coal Company Private Limited” as per condition mentioned at para 2(viii) of the allocation letter within three months from the date of issue of the allocation letter i.e 5<sup>th</sup> August, 2008 for an amount of Rs. 10.44 crores (equal to one year's royalty amount based on mine capacity of 0.08 mtpa assessed by CMPDIL grade of coal of D the weighted average royalty @ Rs.125 per tonne).

3. The Joint Venture Company is requested to submit the Bank Guarantee amount within 15 days from the date of issue of this letter failing which appropriate action will be taken against the company for non-compliance of terms and conditions of allocation letter.

*Copy to: SAC, M/C Coal.*

Yours faithfully,

  
(S.K.Singh)

Section Officer