

**No.13016/ 33/2008 -CA-I**  
**Government of India**  
**Ministry of Coal**

New Delhi, the 29<sup>th</sup> September 2009

To,

The Chairman –cum – Managing Director M/s JLD Yavatmal Energy Ltd., “Prithvi Vanaum:., Gandhi Chowk, Distt. Yavatmal, Maharashtra..	(ii) The Chairman –cum – Managing Director M/s RKM Powergen Pvt. Ltd. 16, First Canal Cross Road, Gandhi Nagar, Adyar, Chennai-600 020.	(iii) The Chairman –cum – Managing Director M/s Visa Power Ltd., HLL Building, 2 <sup>nd</sup> Floor, 9, Shakespear Sarani Kolkata – 71..
(iv) The Chairman –cum – Managing Director M/s Green Infrastructure Ltd. 201, Golf Appartment, Sujan Singh Park, Maharishi Raman Marg, New Delhi- 110 003.	(v) The Chairman –cum – Managing Director, M/s Vandana Vidyut Ltd. Vandana Bhawan, M.G. Road, Raipur- 492-001.	

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

Sir,

I am directed to refer to this Ministry's letter No. 38011/1/2007-CA-I dated 23.01.2008 conveying allocation of Fatehpur East coal block in the state of Chhatisgarh for captive mining of coal to M/s JLD Yavatmal Energy Ltd., M/s RKM Powergen Pvt. Ltd , M/s Visa Power Ltd., M/s Green Infrastructure Ltd. and M/s Vandana Vidyut Ltd. to meet their proportionate share of requirement of coal for their Power plant.

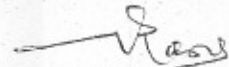
2. In order to expedite the development of the coal block, review meetings were held from time to time with the representatives of Fatehpur East coal block. In this regard, in the review meeting held on 22/23.06.2009, the Review Committee expressed dissatisfaction and remarked that the block was allocated on the basis of applications made by the allocatees and their EUP details. Further, it was observed that you have not yet obtained PL for exploration whereas as per the specified milestones, the exploration should have been nearing completion and the GR should have been ready by now. Para 3 of the allocation letter also 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 sponge iron plant/power plant.
- b. Unsatisfactory progress in the development of coal mining project.
- c. For breach of any of the conditions of allocation mentioned above.

In spite of the passage of almost 18 months, no serious effort has been made by your company to develop the coal block as per the milestone chart appended to the allotment letter. Consequently the development of the coal block has been inordinately delayed.

3. Under the above circumstances, you are hereby called upon to show cause to this Ministry as to why non-compliance of above mentioned conditions of the allocation letter, should not be held as violation of the terms and conditions of the allotment of Fatehpur East coal block, within a period of 15 days from the date of issue of this letter, failing which it will be presumed that your company has no explanation to furnish and action as appropriate will be taken against your company for de-allocation of Fatehpur East coal block.

Yours faithfully

  
(V.S. Rana)

Under Secretary to the Govt. of India

Copy to :

- (i) The Chief Secretary, Govt. of Chhattisgarh for information and necessary action at his end.

✓(ii) NIC, m/o Coal

  
(V.S. Rana)

Under Secretary to the Government of India