

No.13016/ 31 /2005-CA-I  
Government of India  
Ministry of Coal

.....

New Delhi, the 27<sup>th</sup> November, 2009

To

M/s. North Dhadu Mining Comp. Pvt. Ltd.  
Sandhya Sukriti Appartment,  
Flat No: 6C,  
8<sup>th</sup> Floor, Opp. Tagore Hill,  
Morabadi- Ranchi- 834 008  
Jharkhand.

**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.13016/31/2005-CA-I dated 13.01.2006 conveying the allocation of North Dhadu coal block (explored) in the state of Jharkhand for captive mining of coal to M/s Electrosteel Castings Limited, M/s Jharkhand Ispat Pvt. Ltd., M/s Pavanjay Steel & Power Generation Pvt. Ltd and M/s Adhunik Alloys & Power Ltd. in pursuance of Section 3(3)(a)(iii) of the Coal Mines (Nationalization) Act, 1973.

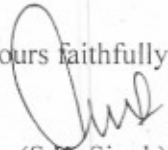
2. In order to expedite the development of the coal block, review meetings were held from time to time with the representatives of allocatees. In the last review meeting held on 22/23.06.2009, it was noticed that the allocatees only have formed the JVC. However, all activities including geological report, mining lease and mining plan etc were still pending. The company has made application for Forest Clearance and Mining Lease and coal washery has been set up. The company was advised vide letter dated 13<sup>th</sup> March, 2009 that the company were required to submit the mining plan in accordance with the terms and conditions of allocation, providing for the diversion of the river. The company was further advised vide letter no. 13016/44/2003-CA-I dated 31.10.2008 to develop the coal block expeditiously and submit the mining plan without any further delay as per the terms and conditions of allocation, providing for the diversion of the river.

3. As per the milestones chart, the company should have started production before August, 2009. Neither the company has obtained forest clearance, EMP clearance, mining lease and land acquisition nor fulfilled the assurance given in the last review meeting. The mining plan has been received in November, 2009. 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 sponge iron plant/power plant/cement plant.
- b. Unsatisfactory progress in the development of coal mining project.
- c. For breach of any of the conditions of allocation mentioned.

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

Yours faithfully




(S.K. Singh)  
Section Officer

Copy to :

- (i) The Chief Secretary, Govt. of Jharkhand, Secretariat, Ranchi for information and necessary action at his end.
- (ii) M/s Electrosteel Castings, B-47, Shiv Mahal, Connaught Place, New Delhi - 110 001.
- (iii) M/s Jharkhand Ispat Pvt. Ltd. Near PNB, Main Road, Ramgarh Cant. Distt, Hazaribagh, Jharkhand 829 122
- (iv) M/s Pavanjay Steel & Power Generation Pvt. Ltd. Y-20, Civil Township, Rourkela-769004.
- (v) M/s Adhunik Alloys & Power Ltd. Lansdown Towers, 2/1 A, Sarat Bose Road, Kolkata-700 020.

~~(v)~~ DIC, M/o Coal.



(S.K. Singh)  
Section Officer