

No.13016/67/2008-CA-I
Government of India
Ministry of Coal

.....
New Delhi, the 30¹⁵ November, 2009

To

M/s DCM Shriram Consolidated Limited,
6th Floor, Kanchenjunga Building,
18, Barakhamba Road, New Delhi.

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

Sir,

I am directed to refer to this Ministry's letter No.38011/3/2006-CA-I dated 7th February, 2007 conveying the allocation of Kaparion-ki-Dhani lignite block in the State of Rajasthan for 125 MW lignite based power plant in Distt. Kota, Rajasthan in pursuance of Section 3(3)(a)(iii) of the Coal Mines (Nationalization) Act, 1973.

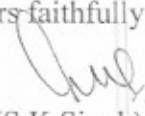
2. In order to expedite the development of the lignite block, review meetings were held from time to time with the representatives of M/s DCM Shriram Consolidated Limited. In the review meeting held on 22/23.06.2009, it was noticed that only 1/3rd of the land has been acquired and completion of land acquisition is expected by the end of 2009. The representatives informed that EUP is in operation by purchase of lignite from outside.

3. The company is required to submit the exploration cost towards the geological report in the first instance in respect of the lignite block. Further, the company has neither obtained forest clearance, EMP clearance and land acquisition nor fulfilled the assurance given in the last review meeting. It is informed that Para 2 of the allocation letter clearly stipulates that allocation/mining lease of the lignite 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 at (i) to (ix) of the allocation letter dated 07.02.2009.

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

Yours faithfully


(S.K.Singh)


Section Officer

30.XI.09

Copy to :

The Chief Secretary, Govt. of Rajasthan, Secretariat, Jaipur for information and necessary action at his end.

✓ ATC, MIO Coal.


30.11.83
(S.K. Singh)
Section Officer