GOVERNMENT OF INDIA MINISTRY OF COAL LOK SABHA UNSTARRED QUESTION NO. 5666 TO BE ANSWERED ON 06.04.2022

Shortage of Coal

5666. SHRI DUSHYANT SINGH:

Will the Minister of Coal be pleased to state:

(a) whether the Government was aware about the coal shortage at the power plants during the month of October 2021, if so, the details and the reasons therefor;

(b) whether the Government is currently facing any shortage in the production of coal in the country, if so, the details thereof including the current coal production to meet the demand ;

(c) the details of the measures taken by the government to overcome the coal shortage in the country;

(d) whether the Government has allowed the use of captive mines to boost the coal output to overcome the shortage of thermal power plants and if so, the details of the captives mines used; and

(e) the details of the coal produced during the last one year in the country, month-wise?

ANSWER MINISTER OF PARLIAMENTARY AFFAIRS, COAL AND MINES (SHRI PRALHAD JOSHI)

(a) & (b): There is no shortage of coal in the country. Due to increased demand of power, less power generation by imported coal based power plants and some interruption in supply of coal due to heavy rains, the coal stock at the power plants depleted to 7.2 Million Tonnes (MT) as on 8th October, 2021. Subsequently with increased coal supplies, the coal stock has started increasing and has now reached 24.04 MT as on 01.04.2022 with respect to the plants based on domestic coal. During 2021-22, total raw coal production was 777.325 MT(provisional) against 716.08 MT during the same period of the last year. In addition, coal stock at Coal India Limited (CIL) and Singareni Collieries Company Limited (SCCL) pithead as on 01.04.2022 is 60.77 MT and 4.71 MT respectively.

(c): The following action has been taken by Government to further enhance the production and supply of coal in the country:

- i. **Commercial Auction of coal on revenue share mechanism:** Auction of commercial mining on Revenue Sharing Mechanism was launched on 18.06.2020 by Hon'ble Prime Minister. Under this scheme, total of 2 tranches have been successfully completed and third Tranche is currently under process. From these two tranches total of 28 coal mines have been successfully auctioned for which Vesting order have in signed for 27 coal mines.
- ii. **Rolling auction**: In order to expedite the process for conducting auction and to carryout more rounds of auction in a year, a mechanism of rolling auctions of coal mines has been planned. Under this mechanism, upon completion of the electronic auction process of a tranche, the next tranche of auction would be launched for following mines:
 - a. Mines where no bid or only single bid was received in the previous tranche of auction (except for those mines where Ministry of Coal decides to go for second attempt of auction)

- b. New mines, if any, identified by Ministry of Coal.
- c. In the current III tranche of commercial auction, total of 48 coal mines have been rolled over from the II tranche of mines.
- iii. **Single Window Clearance**: The Union government has already launched Single Window Clearance portal on 11.01.2021 for the coal sector to speed up the operationalisation of coal mines. It is an unified platform that facilitates grant of clearances and approvals required for starting a coal mine in India. Now, the complete process shall be facilitated through Single Window Clearance Portal, which will map not only the relevant application formats, but also process flow for grant of approval or clearances.
- iv. **Project Management Unit (PMU)**: Project Management Unit has been appointed by Ministry for handholding of coal block allottees for obtaining various approvals / clearances for early operationalisation of coal mines.

Considering the increased demand as projected by the Ministry of Power, Coal India Limited (CIL) has already taken steps to augment the dispatch & build-up stock at power plants end which is as under:

- CIL has already additionally allocated 11.2 Mill. Tonnes of coal from its high stock mines through RCR mode which is to be lifted from different Goods Shed/Private Washeries to build up stock at the plant end.
- Railways are regularly being requested to give priority in supply of rakes to the power generators.
- CIL has already started building stock at its railway sidings to facilitate adequate rake loading for power sector.
- In addition to ACQ, coal has been offered under RCR mode on 'as is where is basis' to build up stock at Power house end.
- Additional coal of 5.18 Million tonnes was offered during Round -1 in October'21 through private washery /Good shed sidings. Again, additional offer of 6 Million tonnes was done in Round 2 offer in December 2021.

(d): The Ministry of Coal has amended Mineral Concession Rules, 1960 with a view to allowing sale of coal or lignite, on payment of additional amount, by the lessee of a captive mine up to 50 percent of the total coal or lignite produced in a financial year, after meeting the requirement of the end use plant linked with the mine. In March, 2021, The Mines and Minerals (Development & Regulation) Act had been amended in 2021 to this effect. This is applicable for both the private and public sector captive mines.

(e): Month wise domestic coal production from coal mines last one year is as below:

	(Figures;- In Million Tonnes
Month	Production (Provisional)
April,2021	51.617
May, 2021	53.252
June, 2021	50.984
July, 2021	54,238
August, 2021	53.875
September, 2021	51.718
October, 2021	63.930
November, 2021	67.943
December, 2021	74.787
January, 2022	79.635
February,2022	79.537
March, 2022	95.809
