



भारत सरकार /Govt of India
खान मंत्रालय /Ministry of Mines
भारतीय खान ब्यूरो / Indian Bureau of Mines
हैदराबाद क्षेत्रीय कार्यालय / Hyderabad Regional Office



CGO Tower, Room No-603,6th Floor,
Kavadiguda, Secunderabad – 500 080

File No. AP/NLG/LST-7/HYD

Dated: 09.01.2019

To,
The Agent,
Sitapuram Limestone Mine, Lease-1,
M/s Zuari Cements Limited,
Sitapuram Works, Sitapuram, Pin-508246,
Suryapet District, Telangana.

Sub: Violation of provisions of Mineral Conservation and Development Rules- 2017 (MCDR-2017) in respect of your Sitapuram Limestone Mine (Lease-1) over an extent of 770.23 Ha in Ramapuram, Revoor and Dondapadu Village, Chinthalapalem Mandal, Suryapet Dist, Telangana.

Sir,

The following provisions of the MCDR- 2017 have been found violated in your above mine during scrutiny of this office records by the undersigned

Rule	Rule Position	Nature of Violations observed
26(2)	The holder of mining lease shall submit to the competent authority a yearly report as per the format specified by the Indian Bureau of Mines, before 1st day of July every year setting forth the extent of protective and rehabilitative works carried out as envisaged in the approved mine closure plan, and if there is any deviation, reasons thereof.	The yearly report as per the format specified by Indian Bureau of Mines has not been submitted for the year 2017-18.
45(7) (a)(i)	If it is found that the holder of a mining lease or the person or company engaged in trading or storage or end-use or export of minerals, as the case may be, has submitted incomplete or wrong or false information in daily or monthly or annual returns or fails to submit a return within the date specified; then,— (a) in the case of mining of minerals by the holder of a mining lease, the Regional Controller of Mines may advise the State Government to,— (i) order suspension of all mining operations in the mine and to revoke the order of suspension only after ensuring proper compliance.	A) On verification of annual return for the year 2017-18, It is submitted that the total Limestone ROM Production is 1024090 tonnes and considering this the cost per tonne submitted in Part-VII of the annual return is found not to be correct as 1) the cost towards depreciation cost /tonne is submitted as Rs 18.00/tonne whereas the depreciation during the year is Rs153444335.00 (Part-II A, Capital Structure and by dividing with total Limestone ROM production quantity it is coming to Rs149.83. 2) the cost towards overhead cost/tonne is submitted as Rs 24.00/tonne where as the in (Part-III, 5. Taxes and Cesses) the other expenses (overhead) cost is Rs 13949424.00 and by dividing with total Limestone ROM

		<p>production quantity it is coming to Rs13.62.</p> <p>3) the cost towards Other Specify (Maintenance Cost)/tonne is submitted as Rs 28.83/tonne whereas (Part-III, 5. Taxes and Cesses) the other expenses (maintenance) cost is Rs 13691730.00 and by dividing with total Limestone ROM production quantity it is coming to Rs13.37.</p> <p>4) the cost towards payment of dead rent and surface rent is submitted as nil, whereas as per Part-III,2.Royalty and Rents (in Rs) Rs 1540460.00 has been submitted as paid towards dead rent and Rs 38512.00 paid towards surface rent.</p> <p>B) On verification of annual return for the year 2017-18, it is submitted that the depreciation during the year as per Part-IIA Capital Structure is Rs 153444335 .00 where as in Part-III, 2.Royalty and Rents (in Rs) “Depreciation on fixed assets (in ₹)” is Rs 18090000.00.The deviation observed be clarified and rectified.</p>
--	--	--

02. In this connection, it is brought to your notice that the above violations constitute an Offence punishable under Rule 62 of Mineral Conservations and Development Rules, 2017.

03. You are advised to rectify the above violations immediately and intimate the position to this office within 45 (Forty Five) days from the date of issue of this letter.

Yours Sincerely,

(Subrata Kumar Muduli),
Junior Mining Geologist.

NOO:

Copy forwarded to :

1. The Controller of Mines (SZ), Indian Bureau of Mines, Bangalore.
2. The Director, Department of Mines & Geology, Government of Telangana.
3. The Assistant Director of Mines & Geology-Suryapet, Government of Telangana.

(Subrata Kumar Muduli),
Junior Mining Geologist