



भारत सरकार GOVERNMENT OF INDIA  
खान मंत्रालय MINISTRY OF MINES  
भारतीय खान ब्यूरो INDIAN BUREAU OF MINES  
क्षेत्रीय खान नियंत्रक के कार्यालय  
OFFICE OF THE REGIONAL CONTROLLER OF MINES



BY REGD POS  
Phone: 0674-235246  
Tele Fax: 0674-235246  
E-mail: ro.bhubaneswar@ibm.gov.  
Plot No.149, Pokharip  
BHUBANESWAR-75102

No. MP/A/09-ORI/BHU/2020-21

Date: 14.07.2020

सेवामे

Shri Vinod Nowal, Nominated Owner,  
M/s JSW Steel Ltd,  
Plot No-468/1075, At- Sundara 13,  
Po- Barbil, Dist- Keonjhar,  
Odisha-758035

विषय: Approval of Mining Plan of Narayanposhi Iron & Mn. Mine along with Progressive Mine Closure Plan (PMCP), over an area of 347.008 ha (As per DGPS)/ 349.254 ha (As per ROR) in Sundargarh district of Odisha State, submitted by M/s JSW Steel Ltd under Rule 13 of MCR, 2016.

संदर्भ: - i) Your letter No. JSW/S/O/2020/91 dated 28.06.2020 received on 06.07.2020.  
ii) This office letter of even no. dated 06.07.2020.  
iii) This office letter of even no. dated 06.07.2020 addressed to Director of Mines, Government of Odisha copy endorsed to you.

महोदय,

This has reference to the letter cited above on the subject. The draft Mining Plan along with Progressive Mine Closure Plan (PMCP) has been examined in this office by Shri Dayanand Upadhyay, Senior Asst. Controller of Mines & Shri S R Mazumdar, Senior Mining Geologist. The deficiencies observed are enclosed herewith as Annexure I.

You are advised to carry out the necessary modifications in the draft Mining Plan in the light of the contents vide Annexure 1 and submit **three (3) firm bound and two (2) soft copies of the document text in USB Pendrive/Flash drive in a single MS Word file ( the drawing/plates should be submitted in Auto CAD compatible format or JPG format in resolution of 100x100 pixels on same USB Pendrive/Flash drive)** within 7 (Seven) days from the date of issue of this letter, for further necessary action. If the total page of annexures exceeds 50 (Fifty) then it should be submitted as separate volume. But reference of these annexures must appear in the Mining Plan document. The plates are also to be submitted in separate volume.

The para-wise clarifications and the manner in which the deficiencies are attended should invariably be given while forwarding the final copies of the Mining Plan. It may be noted that no extension of time in this regard will be entertained and the Mining Plan will be considered for rejection if not submitted within above due date. It may also be noted that if the deficiencies are not attended completely, the submission would be liable for rejection without further correspondence.

भवदीय,  
14/07/2020  
(हरकेश मीना)

क्षेत्रीय खान नियंत्रक



Copy for kind information and further necessary action to Shri Satish Mohanty, Shri Satrujit Kumar, Shri Pradeept Mohapatra, M/s JSW Steel Ltd, Plot No-468/1075, At- Sundara 13, Po- Barbil, Dist- Keonjhar, Odisha-758035.

(हरकेश मीना)

क्षेत्रीय खान नियंत्रक

**GENERAL POINTS:**

1. The rule under the mining plan submitted should be furnished as rule 16 (1) of MCR, 2016 and PMCP under rule 23 of MCDR, 2017. Rectify the same in all other relevant places of the document.
2. IBM registration number and mine code if allotted should be mentioned on cover page. The extent of lease area 347.008 Ha as per Letter of Intent and DGPS survey should only be mentioned, in the cover page and at all other places in the document. Need to do necessary corrections.
3. All the text, tables and annexures to be properly indexed/ numbered/ paged and signed by qualified person. Correct table reference number to be mentioned at all relevant places. All the certificates/annexures should bear dated signature. All the information on cover page has not been furnished as per the IBM Manual 2014. Sequence of paragraph and its numbering as per IBM Manual Appraisal MP 2014 has not been covered in text. All the headings as mentioned in the IBM Manual Appraisal MP 2014 should be furnished in all chapters in the text.
4. All the corresponding documents details should be furnished in introduction like right from NIT, MDPA, auction bid details, vesting order, tender document etc., to the lease deed execution with Sate Govt. of Odisha and other Statutory Organization regarding the mining lease auction and subsequent execution have not been submitted along with document as annexures. The final price offer details as per Mineral Auction Rules 2015 should be provided in introduction with documentary evidence as annexure. Present status of all statutory clearances viz., EC, FC, CTO, surface right etc., have not been furnished with referring to documentary evidences as annexures.
5. The details regarding the use of mineral produced from the lease viz., whether the mineral to be used in the lessee's end use industry or will be sold in the open market should be elaborated. It may be described with plant capacity, its location in reference to proposed ROM production and conditions imposed by state government regarding the same in introduction with documentary evidence.
6. In page no.9 it is mentioned as under Para 1(b) the term non-captive category which may be replaced with suitable term as prescribed by State Government in the relevant document.
7. The copy of the qualification & experience certificate in respect of the three Qualified Persons to be enclosed as per Rule 15 of MCR, 2016. The Identity proof may also be submitted.
8. Lessee is a company. Hence, all certificates, undertakings, consent letter etc. should be signed by the nominated owner only. Extract from the minutes of the Board of director meeting of M/s JSW Steel Ltd with list of Board of Directors, their phone no. address and declaration of nominated Owner to be furnished. Name of the nominated owner should be furnished under name of the applicant. Registration number should also be furnished. Document regarding signature proof of nominated owner should be enclosed as annexure.
9. In Para 1 (d), 1(e), the mineral manganese ore have not been included as per letter of intent/lease deed. Need to do necessary corrections.

**Geology and Exploration**

10. The final geological report along with its plans & sections and annexures, which was vetted by State Government have not been submitted as a separate annexure volume altogether with the document. Particularly, plans and sections have not been submitted. The block summary report also has not been submitted. Need to submit the same as annexure to the document.
11. All the geological information furnished should be as per the Geological report approved by state government along with documentary evidences. Detailed description of geology of the lease area such as shape and size of the mineral/ore deposit, disposition various litho-units indicating structural features if any etc. should be furnished. The summary of bore hole drills information regarding the depth of intersection of ore body i.e. depth of top of ore body intersection and floor of the ore body intersections as per bore hole drilled should be incorporated.
12. As per Rule 22 of Mineral (Auction) Rules, 2015, the holder of a mining lease shall complete detailed exploration (G1 level exploration) and prepare a detailed feasibility study report conforming to Part IV and V of the Mineral (Evidence of Mineral Contents) Rules, 2015 over the entire area under the mining lease, within a period of five years from the date of commencement of such mining lease. Accordingly, it is observed that G1 level of exploration over entire area except areas already explored in G1 level has not been proposed. Need to propose G1 level of exploration over entire area under Mining lease except area already explored under G1 level. Also, considering the lateral extent of maximum 50% of grid spacing of the proposed drill hole points, the area is not fully covered under G1 level of proposed boreholes. Need to modify exploration proposal accordingly. The details of total lease area explored under UNFC levels have to be furnished in the tabular format provided below as on 31st March 2020.



Item of Information	Lease area explored as per UNFC norms (in Ha) as on dt.....					Remarks/ comments including reasons for not carrying out the exploration as per UNFC norms
	Total lease area = A+B+C+D+E					
	G1 Level	G2 Level	G3 Level	Explored and found non-mineralized with level of exploration (Remarks)	Un-explored lease area	
	A	B	C	D	E	
Area as per level of exploration						
No. of BH drilled						
No. of BH considered for Resource						
Meterage drilled						
Grid Interval						
Scale of Mapping						
Reserve estimated after above exploration as on dated: .....						
Remaining Resource after above exploration as on dated: .....						
Total Reserve / Resource after above exploration as on dated: .....						

13. The year wise exploration proposal has not been furnished in per the format specified in IBM appraisal of Mining plan 2014. Need to do necessary corrections.
14. Feasibility/Prefeasibility Study report conforming to Part V of Minerals (Evidence of Mineral Contents) Rules, 2015 has not been submitted particularly with reference to Cost and revenue factors such as the derivation of, or assumptions made, regarding projected capital and operating costs, the assumptions made regarding revenue including head grade, metal or commodity price(s) exchange rates, transportation and treatment charges, penalties, etc., the allowances made for royalties payable, both Government and private, Basic cash flow inputs for a stated period, Yearly planned production, Net Present Value (NPV) and Internal Rate of Return (IRR) of the deposit, intrinsic value of the deposit based on annual projected production. The payments to be made under rule 13 of Mineral (Auction) Rules, 2015, final price Offer of 98.55% have not been taken into account. The economic viability of the deposit is not carried out as per guidelines.
15. In the parameters considered for resource estimation, ultimate pit depth proposed has not been mentioned etc. The current survey is dated 07.03.2020 as mentioned in plans and sections. The reserve and resources have not been re-estimated based on survey after expiry of lease of the previous lessee i.e. after 31.03.2020 as per provision of MEMC Rules 2015. The grade wise (i.e. +55% Fe and +45-55 Fe%) for Iron ore and (+20% Mn and 10-20% Mn) for Manganese ore reserves/resources of the lease area have not been re-estimated by cross sectional method based on survey of the lease area after 31.03.2020 and also considering the actual ROM produced by the previous lessee. The revised estimation of reserves and resources should be based on the updated geological plans and sections which were submitted with Geological Report. Need to do necessary corrections.
16. In the table showing reserve and resources in page 41, the calculation of reserves and resources of iron ore and manganese ore both quantity and grade under various categories of UNFC separately for ore (+55% Fe) and mineral reject grade (45-55% Fe) have not been furnished. Need to do necessary calculations. The categorization of UNFC furnished has not been justified. Need to submit the justification of UNFC codes as per UNFC guidelines. Justification for recovery factor considered for ore and mineral reject part of ROM along with bulk density test reports have not been submitted.

#### MINING

17. The details of existing quarries in terms of their length width, top RL and bottom RL have not been updated based on recent survey after 31.03.2020. All the parameters of existing quarries and dumps should be updates based on recent survey.
18. The year wise in-situ ROM production proposal for iron and manganese ore has not been proposed as per production level mentioned in the mining lease deed executed i.e., 6037509 TPA for Iron ore and 36012.02 TPA for Manganese Ore. Need to modify production proposal accordingly and revise the development plan and sections and at all relevant places in the document.
19. Justification for site selection for mining during the proposed plan period has not been furnished. Proposed method of mining has not been furnished in light of development proposal i.e. annual production capacity, nos. of pits proposed for production, site of waste dump and other mine design parameters. Refer development sections for manganese quarry; the ultimate pit limit has not been marked correctly prevailed on mineralization. Need to do necessary corrections.
20. Year wise backfilling has not been shown in development sections. In development plan, waste dumping has shown however in reclamation plan the same has been termed as backfilling. It should be rechecked and corrected. Year wise backfilling proposal have not been depicted with RL.
21. Conceptual Mine planning should be modified taking into consideration of the revised production from in-situ excavations, available reserves and resources describing the excavation, recovery of ROM, Disposal of waste, backfilling of voids, reclamation and rehabilitation showing on a plan with few relevant sections.



22. List of existing equipment with capacity with proposed new equipment should also be furnished. Machinery calculation should be revised based on the total excavation to be handled. The basis of calculation of furnished powder factors figures should be furnished.
23. In pursuant to the order dated 14.01.2020 passed by MoM, Gol, consequent up on the order dated 08.01.2020 of the Hon'ble Apex Court passed in W.P.(C) No. 114/2014, the lessee shall carryout "regrassing in mining area after closure of mines". Accordingly it should be discussed during conceptual period of mines.

#### **STACKING OF MINERAL REJECT/SUB GRADE AND DISPOSAL OF WASTE:**

24. Proposed Sub-grade dump and waste dump have not been described with its location along with their RL and co-ordinates in text. The top RL and its extension year to year basis have not been depicted clearly on plans in different color codes. Further, Build-up of dumps from year to year have not been mentioned in text w.r.t. designed capacity of dumps, bottom and top mRL of individual terrace, dump slop, individual terrace height and slope with description of method & manner of disposal of waste.
25. The proposal for construction of retaining wall, garland drain may furnish year wise in different color codes in terms of their length width and height. It has not been mentioned that the proposed area for waste disposal and subgrade/mineral reject dumping, is proved for non-mineralization or not. All the proposed dumps should be outside the UPL. If any existing dump lies within UPL, therefore their handling proposal should be proposed in view of conservation and scientific development of mineral. Need to do necessary corrections.
26. The proposed dumping of mineral reject will not be allowed over the existing mineral reject dumps created by earlier lessee within the stipulated time frame as allowed by State Govt. to remove it in favor of earlier lessee as per rule. Therefore proposal may be revised accordingly.

#### **USE OF MINERAL and MINERAL REJECT**

27. Use of the proposed produced mineral should be in line with the terms and conditions specified in any of the relevant document by State Government regarding the use of the same. Copy of the same document should be enclosed.
28. Describe briefly the requirement of end-use industry specifically in terms of physical and chemical composition of the mineral with documentary evidence. Give detail of requirements for other industries, captive consumption, export, associated industrial use etc. in terms of physical and chemical composition of the mineral in your case it is by steel plant for captive consumption. Give details of processes adopted to upgrade the ROM with in lease area including mineral reject if any to suit the user requirements i.e. captive steel plant in terms of physical and chemical compositions viz., like beneficiation processes adopted and also efforts for complete utilization of ROM produced from mines in captive steel plant by blending of mineral, in mineral conservation point of view.

#### **PROCESSING OF ROM AND MINERAL REJECTS**

29. The material balance chart to be furnished. The ROM feed grade and tonnage with recovery%, grade and tonnage of product at each stage of processing may be shown in the flow sheet along with block diagram processing plant. The summary of the physical and chemical composition of feed material, grade and quantity along with different output products with physical and chemical composition (with nomenclature of product) should be furnished with recovery percentages.
30. The flow sheets, diagrams, of the existing and proposed plants should be furnished. Water balance flow chart diagram should be furnished. Necessary legible flow sheets and diagram should be submitted.

#### **PROGRESSIVE MINE CLOSURE PLAN**

31. Baseline information of the lease area has not been described as per guidelines. Further, base line information to be furnished for surrounding 500 meter form lease boundary. The monitoring of various environmental parameters as per the relevant statue should be proposed in the core and buffer zone the lease area. The details of monitoring stations should be marked on the environment plan.

#### **PLATES (General):**

32. Lease plan in favor of lessee (M/s JSW Steel Limited) authenticated by competent authority of state government has not been submitted. DGPS survey lease plan as submitted has not been authenticated by competent authority of state government.
33. Plans and sections should be updated based on survey after 31.03.2020. All the tables where figures needs to be recalculated and updated. Need to do necessary corrections at all relevant places in the text and plates annexures and in mine prefeasibility report.
34. The conventions provided under the Metalliferous Mines Regulations, 1961, shall be used in preparing all plans and sections. All plans and sections should comply with the provisions of Rule 32 of MCDR 2017. The plans and sections submitted should bear the certificate that -the plans and sections are prepared based on the lease map authenticated by the state government. All plans and sections should be signed with date by Qualified Person. Date of observation of Magnetic meridian should be shown in all plans.
35. With reference to CCOM Circular No 2/2010 and its addendum, the geo-referenced mining leases map superimposed on latest high-resolution satellite data has not been submitted.



36. The existing and proposed bench positions clearly with mRL to be mentioned in the all plans and sections.
37. Date of survey should be given on plan and sections and the same should be signed by with date. Grid Lines to be shown in all sections - Geological Sections, Development Sections, Conceptual sections, Dump sections etc.
38. All plans and sections should be signed with date by certified Surveyor, Qualified Person, Mine Manager, Mining Engineer and Mining Geologist

**Key Plan:**

39. The key plan has not been prepared as per the provision of rule 32 (5) (a) of MCDR 2017 particularly the boundaries of all villages and towns with their population, forests with tree density, approach road to lease area, Latitude/longitude of the extreme ML pillar coordinates etc. have not been marked in key plan.

**Surface Plan:**

40. The features shown in the index is not distinguishably shown in the plan. Diverted forest area to be shown in the plan as well as marked in the index of the map. The UPL should be shown over the plan and in index. Necessary corrections to be done. Surface right area and forest, non -forest area, diverted forest area have not been shown. Few boundary pillars should be correlated with some permanent ground features giving distance and bearing/direction. Nomenclature of the existing waste and mineral reject dumps along with fines stack should be mentioned.
41. All the boundary pillars coordinates should be furnished in a tabular format. The Surface Plan should be prepared to satisfy the provision as laid down rule 32 (1) (a) of MCDR'2017.

**Geological Plan & Section:**

42. The geological plans and sections which were submitted with Geological report should be updated as on 01.04.2020 survey and to be submitted. The Geological Plan should be prepared to satisfy the provision as laid down rule 32 (1) (b), (c) and (d) of MCDR'2017. Need to do necessary corrections. mRL should be mentioned on sections. Vertical scale of the sections should be in line with scale of the section. UPL should be shown in geological sections. Need to do necessary corrections.
43. The revised exploration as mentioned should be incorporated in geological plan. The proposed boreholes to be plotted in dotted lines in Geological sections along with proposed borehole number, RL and proposed closing depth at the bottom of the borehole. The year wise proposal for drilling to be shown in different contrasting color in both Geological Plan and Geological sections. The year wise color of the boreholes proposed in Geological plan should match with the plotted proposed boreholes in Geological sections. Longitudinal sections have not been submitted. Need to submit the same.

**Development plan & Section:**

44. Quarry name, existing and proposed year wise bench profiles, waste dump, backfilling proposal, mineral reject dumps etc. to be shown in the development plans and sections including legend.
45. The lithology of the area should be clearly shown in year wise development plan and sections in the area proposed for development. In development plan, proposed benches RL should be clearly depicted. UPL should be revised based on latest survey. Proposed infrastructure and waste dumping should be furnished year to year basis in different color codes. The nomenclature of existing and proposed dumps should be clearly marked. In development section progress of dumping and others protective measures should be clearly depicted.

**Environment plan:**

46. The Environment Plan as prepared should be satisfy the provision as laid down rule 32 (5) (b) of MCDR'2017. The contours are not shown all along the 60m zone from the lease boundary. Further, the contour values are not prominent. Need to do necessary corrections.

**Reclamation plan**

47. Reclamation plan should be submitted as per IBM appraisal of mining plan describing the proposals to be implemented for reclamation and rehabilitation of mined-out land including the manner in which the actual site of the pit will be restored for future use. The proposals may be supported with yearly plans and sections depicting yearly progress in the activities for land restoration/ reclamation/rehabilitation, afforestation, protective measures etc.

**Financial Assurance Plan**

48. The area under different heads of FA table should be properly shown in different hatching with present area and additional area in FA plan. The FA table should be furnished.

*Sudip Ranjan Mazumdar*  
14/7/20  
(Sudip Ranjan Mazumdar)  
Senior Mining Geologist

*Dayanand Upadhyay*  
14.07.2020  
(Dayanand Upadhyay)  
Senior Asst. Controller of Mines