

VIOLATION LETTER

By Registered Post Ack. Due



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



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File No. AP/SRK/Garnet-1/Hyd

Date: 12.09.2017

To:

Managing Director
M/s Transworld Garnet India Pvt. Limited
New no.34, Old no.46, Dr M.G.R Road
Kalakshetra Colony, Besant Nagar
Chennai- 600 090
Tamilnadu

Sub: Violation of provisions of Mineral Conservation and Development Rules, 2017 in respect of your Mofazbandu Ippili & Srikakulam Garnet Mine over an extent of 95.085 ha situated in Mofazbandu Ippili and Srikakulam villages, Srikakulam & Gara Mandal in Srikakulam district of Andhra Pradesh state in favor of M/s Transworld Garnet India Pvt. Limited

Sir,

On scrutiny of this office records the following provisions of Mineral Conservation and Development Rules 2017 (MCDR, 2017), were found violated in your above mine.

Rule no.	Rule position	Nature of violation
14(2)	The mineral or ore stock above the limit specified in the threshold values of minerals or otherwise, shall be properly maintained indicating the quantity and quality of all such material stacked, and the month-wise inventory of such materials shall be updated: Provided that in respect of minerals specified in Part B of the First Schedule to the Act, the mineral or ore stock, irrespective of the grade of such atomic minerals whether it is above or below the threshold value limits declared under Schedule-A of the Atomic Minerals Concession	The Month wise inventory as required in the provision clause for the minerals stacked as per rule has not been sent so far to the Office of Regional Controller of Mines Indian Bureau of Mines, Hyderabad after the amendment of this rule.

	<p>Rules, 2016 shall be properly maintained indicating the quantity and grade of all such material stacked, and the month-wise inventory of such materials shall be updated and sent to the Atomic Minerals Directorate for Exploration and Research and the Indian Bureau of Mines and the concerned State Government.</p> <p>Provided further that the lessee shall be required to maintain a month-wise inventory of the accurate material quantity of monazite and other prescribed substances extracted, starting from run of mine to stock yard, which shall be furnished to the Atomic Minerals Directorate for Exploration and Research and the Indian Bureau of Mines and the State Government on a monthly basis.</p>																							
45(7)	<p>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,–</p> <p>(i) order suspension of all mining operations in the mine and to revoke the order of suspension only after ensuring proper compliance; (ii) take action to initiate prosecution under these rules; (iii) recommend termination of the mining lease, in case such suppression or misrepresentation of information indicates abetment or connivance of illegal mining;</p>	<p>The following discrepancies are observed in the annual return submitted for the year 2016-17</p> <ol style="list-style-type: none"> Refer part-I, item no.12 <ul style="list-style-type: none"> (i) Area under current working is furnished as 1.82 Ha, but in the approved document the area under mining was furnished as 7.46 Ha Refer part-V, Item no.4, It is stated that 62 no. of bore holes were drilled, but as per the approved document only 21 bore holes were reported to be drilled during the year 2016-17 Refer part-V, Sec-3, the discrepancies observed in the returns and that in the approved document is as below <table border="1" data-bbox="829 1419 1357 1598"> <thead> <tr> <th>Category</th> <th>Returns (MT)</th> <th>Approved document</th> </tr> </thead> <tbody> <tr> <td>111</td> <td>1751223</td> <td>522962</td> </tr> <tr> <td>121</td> <td>911827</td> <td>608003</td> </tr> <tr> <td>221</td> <td>1335968</td> <td>1056848</td> </tr> </tbody> </table> Refer part-V, Sec-7, the following details are furnished <table border="1" data-bbox="829 1698 1260 1877"> <thead> <tr> <th>Type</th> <th>In MT</th> </tr> </thead> <tbody> <tr> <td>Feed to plant</td> <td>238791</td> </tr> <tr> <td>Concentrate generated</td> <td>87022</td> </tr> <tr> <td>(Tailing) Mineral reject</td> <td>32481</td> </tr> <tr> <td>Waste sand</td> <td>62300</td> </tr> </tbody> </table> <p>The total quantity of Concentrate +Tailing+ Waste removed i.e. 1,81,803 MT is not</p> 	Category	Returns (MT)	Approved document	111	1751223	522962	121	911827	608003	221	1335968	1056848	Type	In MT	Feed to plant	238791	Concentrate generated	87022	(Tailing) Mineral reject	32481	Waste sand	62300
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		<p>tallying with the quantity fed to plant i.e. 2,38,791 MT.</p> <p>5. Refer Part-VI, item no.2, production of garnet is furnished as 19,108 MT, but in part-V, Sec -7, the generation of concentrate is reported as 87,022 MT.</p> <p>6. Refer Part-VI, item no.2, Ex-mine price is stated to be Rs.9853 per Tonne, but on computation of monthly returns the average of ex-mine price will be about Rs.7490.</p> <p>7. Refer Part-VI, item no.5, the mineral Garnet is stated to have been sold to two consignees but registration allotted by Indian Bureau of Mines to the Buyer is not furnished.</p> <p>8. Refer Part-VII, Cost of Production, (i) Exploration was reported to be carried out and furnished in part-V, Item no.-4, but cost incurred is furnished as 'Nil' (ii) Details pertaining to item no. (viii) 'Others' has not specified clearly.</p>
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02. In this connection, it is brought to your notice that the above violation constitutes an offence punishable under rule 62 of MCDR, 2017,
03. Further if it is found that the holder of a mining lease has submitted incomplete or wrong or false information in annual returns; then the mining operations can be suspended under rule 45(7) (a) (i) of MCDR, 2017, if compliance of rules 45(7)(a) is not found satisfactory.
04. 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 faithfully,

(IBRAHIM SHARIEF)
Sr. Assistant Controller of Mines

Not on the original:

- 1 The Controller of Mines (SZ), Indian Bureau of Mines, Bangaluru for kind information.
- 2 The Director of Mines & Geology, Government of Andhra Pradesh, Vijayawada.
- 3 The Assistant Director of Mines & Geology, Government of Andhra Pradesh, 1-4/6-3/2, Shantinagar Colony, Near Government Degree College, Srikakulam, A.P-532201

(IBRAHIM SHARIEF)
Sr. Assistant Controller of Mines
For Regional Controller of Mines