



Government of India
Ministry of Mines
Indian Bureau of Mines
Office of the Regional Controller of Mines, Jabalpur



07MPR38003

Jabalpur,

To,

M/s M.P. State Mining Corporation Limited,
Paryavas Bhawan, Block No.-1,
Second floor (A), Jail Road, Bhopal-462011(M.P.)
Email – info.mpsmc@mp.gov.in

Subject: Show cause notice for the violation of provisions of Mineral Conservation and Development Rules, 2017, in respect to Chachandeeh Bauxite Mine, Mine Code 07MPR38003 over an area of 148.181 hect. in Anuppur District of M.P.

Sir,

The following provisions of the Mineral Conservation and Development Rules 2017 were found violated in your above mine during the inspection on 29.04.2023 by the undersigned, accompanied by Sh. Yogesh Pandey, Mining Engineer.

Rule	Nature of violations observed
11(1)	<p>No holder of a mining lease shall commence or carry out mining operations in any area except in accordance with the mining plan approved, modified or reviewed by the Indian Bureau of Mines or prepared and certified in accordance with the system established by the State Government pursuant to the proviso to clause (b) of sub-section (2) of section 5 or approved by the competent authority of the Atomic Minerals Directorate for Exploration and Research, in respect of minerals specified in Part B of the First Schedule to the Act where the grade of such atomic minerals is equal to or above the threshold value limits declared under Schedule-A of the Atomic Minerals Concession Rules, 2016.</p> <p>The document of above mentioned mine was approved vide letter No.- MP/Anuppur/Bauxite /RMP-67/2020-21 dated 12/05/2021 incorporating proposal of working from 2021-22 to 2025-26.</p> <p>(a) The working proposals given in Quarry-1,2 & 3 for the year 2022-23. During inspection it was observed that the working in Quarry -1 and Quarry No. 3 particularly pit advancement towards BP No. 22 are not reached to the extent as proposed.</p> <p>(b) The backfilling proposals given in four different places in Quarry-1,2 & 3 during the year 2022-23. During inspection it was observed that the extent of backfilling in Quarry-1 is less compare to proposed one & in Quarry-3 in 7.5 m. barrier zone in two places one of them along BP No 23 to 21 and another along BP.No. 20 to 21 backfilling proposed which were not carried out as proposed.</p>
12(4B)	<p>For the exploration done under sub-rule (3) and (4), the holder of mining lease shall submit to the State Government and the Indian Bureau of Mines, a Geological Study Report prepared in the manner specified in the Minerals (Evidence of Mineral Contents) Rules, 2015, within three months after the completion of the exploration work. As per approved Review of Mining Plan 75 no. of boreholes have been carried out for the purpose (Please refer Form I submitted through letter dated 05/09/2021) but copy of the Geological Study Report(GSR) has not been submitted to this office even lapsing of twenty months after completion of boreholes</p>
31(4)	<p>The plans and sections required under these rules shall be maintained up to date within three months in case of category 'A' mines as referred to in clause (a) of sub-rule (2) of rule 55, and within twelve months in case category 'B' mine</p> <p>The plans & sections were not found updated and maintained at mines site office.</p>
45(7)	<p>The holder of a mining lease shall submit online returns in respect of each mine to the Regional Controller or any other authorised official of the Indian Bureau of Mines in the following manner-</p> <p>An annual return which shall be submitted before the 1st day of July each year for the preceding financial year in electronic form, along with a signed print copy of the same if it is not digitally signed, in the respective Form.</p> <p>The annual return for the year 2021-22 submitted online, it was observed during scrutiny of annual return that lessee has not correctly shown following information/details: -</p> <p>i) Under lease area utilization the area used for mine working already exploited is not correct. As on date more than 52ha. area already exploited.</p> <p>ii) In part IIA, value of fixed assets given 0(zero) is not correct as within lease area there is mine</p>

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office, mining machinery etc.

- iii) Part III, item No 2-Royalty and Rents
Payment against royalty and dead rent have been shown on the return. Royalty and Dead Rent both cannot be charged at a time. So, information furnished in this regard needs correction
- iv) Part - III item no. 5 - Taxes and Cesses
Sale taxes paid to both, central and state indicated as zero is not acceptable. Actual figures in this regard need be incorporated.
- v) Part - V item no. 4. Mining operations during the year
Cumulative quantity of backfilled material not furnished.
- vi) Part - VI (Production ,Dispatches and Stock)
The ROM production, opening stock & closing stock is not matching to each other.
- vii) Part - VII (Cost of production)
- i. Mining cost is taken as Rs 290 per tone. As per data given in return total cost of components of mining costs (labour and supervision cost & material cost) comes about Rs. 351.21/ per tone. Even if maintenance(part III item no. 5), money value for other benefits paid to workmen (part III item no. 5) and payment made to professional agencies (part III item no. 5) also taken in to account under mining cost it remains comes about Rs. 351.21.A proper clarification required in this regard.
- ii. Overhead expenses taken into consideration for calculation of cost of production is Rs.74/-per tone, which mismatches with the figures given in this regard in earlier part of the return, need be reconciled.
- iii. Taxes (GST, NMET, DMF etc.) paid have not taken in to account in calculation of cost of production.

2. 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.
3. You are, therefore, directed to show cause within a period of 30 days from the date of issue of this letter, as to why you should not be prosecuted for the above offences.
4. 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.
5. Please note that no further notice will be given to you in this regard.

Yours faithfully,

(Raghubir Sharan Garg)
Assistant Controller of Mines
For Regional Controller of Mines

Copy to:

- 1- The Director of Geology & Mining, Govt. of Madhya Pradesh, Khanij Bhavan, 29-A, Arera Hills, Bhopal (M.P.)
- 2- The District Collector, Anuppur (M.P.) for information & appropriate action.

Assistant Controller of Mines
For Regional Controller of Mines

NOO Copy to: _

- 1- Controller of Mines(CZ) for kind information.
- 2- DDG, Mining & Mineral Statistics Division, Indian Bureau of Mines, Nagpur for referback of Annual Return for the year 2021-22 to rectification as pointed out above under rule 45(7).

Assistant Controller of Mines
For Regional Controller of Mines

