SHOW-CAUSE NOTICE SPEED-POST/EMAIL

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

29, इंडस्ट्रियल सबर्ब, ॥ स्टेज, तुमकुर रोड, गोरग्ंटापाल्या येशवंतपुर, बेंगलुरु -560022

दूरभाष: (080) 39505368 / 29720499 Email ID: ro. bangalore@ibm.gov.in

Mine-code: 27KAR16001 दिनांक/Dated: 25/07/2023

No: KNT/RCH/G-1/BNG To, Sri. M. Prakash, Executive Director (I/C), M/s The Hutti Gold Mines Co. Ltd., Hutti Camp, Hutti Taluka-Lingasugur, Dist.- Raichur-584115. Karnataka E m a i I - prakash.bahadur@ka.gov.in, tn.ravikumar@ka.gov.in, rohgml@gmail.com, ghosh.arunava@ka.gov.in, solankar2019@gmail.com

विषय/Subject: Violation of provisions of MCDR 2017 read with MCDR(Amendment),2021 in respect of your Hutti Gold Mine, ML 2671 over an extent of 528.35 ha(as per lease deed), in Hutti Village, Lingasugur Taluk, Raichur District of Karnataka State. Sir,

The following provisions of the Mineral Conservation and Development Rules, 2017 read with Mineral Conservation and Development (Amendment) Rules, 2021 were found violated in your above mine during inspection on 13.07.2023 by the undersigned in presence of Dr. S. K. Solankar, Geologist, Sri A. Ghosh, Mine Manager, Sri Somesh K V, Mining Engineer and other mine officials:

Rule	Nature of Violations observed
45 (7)	The online Monthly returns and Annual return for the year 2021-22 has been submitted by the Lessee; Following discrepancies are noted in the submitted copy as observed during site inspection.
	a) <u>Part-I:</u> i) The details of the Director in charge, Agent, Manger & Mining Engineer have not been furnished correctly in Part-I (3).
	ii)The PMCP data for Retaining wall & garland drain have not been furnished correctly in the attached PMCP table. Also, the KML/KMZ file have not been prepared correctly.
	iii) The land use (area in ha) as given in Part-I (12) under 12(iii) i.e., Reclaimed/Rehabilitated & 12(v) i.e., Occupied by plant, buildings, residential, welfare buildings & roads have not been reported correctly in accordance with approved land use pattern.
	b) <u>Part-III:</u> The overhead cost under the Para is mentioned as '0'' whereas in Part-VII - Cost of production Rs.1009.61/ton is mentioned under overhead cost.
	c) <u>Part-V</u> : i) The number of holes under "during the year" column have not been reported correctly in Part-V-(1)
	ii)The Expenditure on Exploration as given under Part-V (1) and as given under Part-VII-

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Cost of production under the heading Exploration cost/ ton is not matching.

iii)The Reserve and Resources estimated under the Para Part-V (2) under different UNFC codes under all the four columns i.e., "At the beginning of the year 1.4.2022", "Assessed during the year", 'Depletion of Reserves during the year" and "Balance Resources as on 31.03.2023 have not been reported correctly as per the latest approved document.

iv)The overburden and waste quantity (in m3) under the column "Generated during the year", "Backfilled during the year" and "Total at the end of the year" have not been reported correctly under Part-V (4).

v)The Water sprinkler and other underground machineries complete details have not been provided in Part-V (6).

vi)The Concentrates & by products quantity have not been furnished correctly in tons in Part-V(7)(ii).

d) <u>**Part-VI**</u>: i) The Cumulative ROM Production as reported in monthly return of March-22(4,76,319 tons) is not matching with the ROM production as reported in Part-VI (1) (5,37,650 tons).

ii)The Ex-mine price as mentioned in Part-VI (2) is not furnished correctly since there is error in calculation of Cost of production under Part-VII.

iii)The "metals recovered" & "Other by products if any recovered" quantity unit to be specifically mentioned if it is given in unit other than tons ,else quantity to be given in tons only for uniformity under Par-VI (4). Also, the grade to be furnished correctly.

iv)The reasons mentioned under Part-VI (9) to be furnished correctly.

e) <u>**Part-VII**</u>: i) There is error in per ton cost arrived for Exploration, overhead, Royalty, DMF, Taxes/Others etc and subsequently Cost of production.

ii) The production proposal and production reported during financial year 2022-23 to be mentioned under the Para.

02. The Mining operations and dispatches may be suspended and any action under subrule (7) of Rule 45 of MCDR 2017 read with MCDR (Amendment), 2021 may be initiated.

03. The fine may be imposed for submitting incomplete/ wrong/ false information in monthly & annual return, as per Schedule-II of MCDR (Amendment) Rules, 2021

04. In this connection, it is again brought to your notice that this violation also constitutes an offence punishable under Rule 62 of MCDR (Amendment), 2021.

05. You are, therefore, directed to show cause within a period of thirty (30) days from the date of issue of this notice, as to why action under sub rule (7) of Rule 45 and Rule 62 of MCDR 2017 read with MCDR (Amendment), 2021 shall not be taken against you.

06. You are herewith given 30 days-time for reply and rectification of the violation from the date of issue of this notice. Please note that no further notice will be given to you in this regard.

भवदीय/Yours faithfully,

(Sandeep Kumar Singh) Assistant Controller of Mines Indian Bureau of Mines

Copy for kind information to:

- 1. The Controller of Mines (SZ), Indian Bureau of Mines, Bangalore.
- 2. Sri. Sanjay. B Shettennavar, IAS, The Managing Director, The Hutti Gold Mines Co. Ltd., 3rd Floor, KHB shopping Complex, National Games Village, Koramangla, Bangalore-560 047-

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sanjay.shettennavar@ias.nic.in

- 3. The Director, Dept. of Mines & Geology, 49, Khanij Bhavan, Race Course Road, Bangalore-560 001
- 4. Sri T. Ravikumar, Agent, The Hutti Gold Mines Co. Ltd., Hutti Camp, Hutti Taluka-Lingasugur, Dist.- Raichur-584115- tn.ravikumar@ka.gov.in

(Sandeep Kumar Singh) Assistant Controller of Mines Indian Bureau of Mines