



भारत सरकार /Government of India  
खान मंत्रालय/Ministry of Mines  
भारतीय खान ब्यूरो /Indian Bureau of Mines  
Office Of Regional Controller of Mines



**Show-Cause Notice**  
**Speed Post/Email**

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Email ID: ro. bangalore@ibm.gov.in

29, इंडस्ट्रियल सबर्ब, II स्टेज, तुमकुर रोड,

गोरगुंटापाल्या येशवंतपुर,

बेंगलुरु -560022

No. MCDR-MiFLOFE/5/2023-BNG-IBM\_RO\_BNG Mine-code: 30KAR03092 Dated: 17/12/2024

To,

Shri Vinay Kumar,  
Director (Technical) & Nominated Owner,  
Kumaraswamy Iron Ore Mine.

M/s. NMDC Limited.

Post-Donimalai Township,

Ballari District-583 118

Karnataka

E-mail id- dirprod@nmdc.co.in, sbsingh@nmdc.co.in, randhirkumar@nmdc.co.in  
kiom.nmdc@gmail.com.

विषय/Subject: **Violation of provisions of MCDR 2017 in respect of your Kumaraswamy Iron ore mine, ML 1111 over an extent of 639.80 Ha in Deogiri Village, Sandur Taluk, Ballari District of Karnataka State.**

Sir,

The following provisions of the Mineral Conservation and Development Rules, 2017 were found violated in your above mine during inspection on 26.11.2024 by the undersigned in presence of Shri. Randhir Kumar, Mine Manager and QP, Shri Varchaswi Kaushal, Geologist, Shri Phool Singh Dhruw, Mining Engineer and other mine officials:

Rules	Nature of Violations observed
45 (7)	<p>The online Annual return for the year 2023-24 has already been submitted by the Lessee on date of inspection; Following discrepancies are noted in the submitted copies as observed during site inspection.</p> <p><b>a) Part-I(General)</b>-The surface KML/KMZ file for the mine have not been uploaded. Also, the details of Toe-wall, Check dams is not reported correctly in attached Annual PMCP table.</p> <p><b>b)Part-II A(Capital Structure)</b>: The total depreciation during the year as reported under the para is not matching with the depreciation cost/ton as reported in Part-VII(Cost of production).</p> <p><b>c) Part-III (Consumption of Materials)</b>- The Royalty, DMF and NMET figures as reported under the para is not matching with the reported Royalty, DMF and NMET cost per ton as reported later in Part-VII (cost of production) considering the reported figures of this para &amp; the reported despatch quantity of Part VI(3(ii)).</p> <p><b>d) Part-V (General Geology &amp; Mining)</b>: i) The expenditure on exploration as reported in this para is not matching with the exploration cost per ton as reported later in Part-VII (Cost of Production).</p> <p>ii)The cumulative plantation figures under "Total no. of trees at the end of the year" under Part-V (5) is not reported correctly.</p> <p>ii) The Crusher details are not reported under Part V (6)-"Type of Machinery". Also, the capacity of the drill is not reported correctly.</p>

**e) Part-VI (Production, Despatches and stocks):** i) The Ex-mine price in Part-VI (3ii) (i) for 60-62 % Fe lumps & in Part-Vi (3ii) (ii) for 62-65 % Fe fines have not been reported correctly as per the corresponding sales/despaches quantity & sale value for the particular grade as reported in Section-5. ii)The sale for 62-65 % Fe fines of total quantity 352071.89 tons with sale value of Rs. 1632646192 to NMDC Limited is between related parties and is not on arms' length basis but same has been mentioned under Domestic Sale in "nature of Despatch" in Section-5.

**f) Part-VII (Cost of Production):** The cost of production per tonne under the para is not reported correctly since there is error in reported exploration cost per ton, Depreciation cost per ton, Royalty, DMF & NMET cost per ton.

02. The Mining operations and despatches may be suspended and action under subrule (7) of Rule 45 of MCDR 2017 may be initiated.

03. The fine may also be imposed for submitting incomplete/ wrong/ false information in annual & monthly returns, as per Schedule-II under Rule 45(7A) of MCDR 2017.

04. In this connection, it is again brought to your notice that this violation also constitutes an offence punishable under Rule 62 of MCDR 2017.

**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 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)

Senior 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. The Director, Dept. of Mines & Geology, 49, Khanij Bhavan, Race Course Road, Bangalore-560001.

(Sandeep Kumar Singh)

Senior Assistant Controller of Mines

Indian Bureau of Mines