AUCTIONING OF MINERAL BLOCKS
AND
IMPLEMENTATION OF PMKKKY
IN
ODISHA

15th FEBRUARY’2017

Presentation by S.K.Popli, Special Secretary Steel & Mines Deptt, Government of Odisha
Auction of Mineral Blocks
During 2015-16

NIT issued on 23/12/2015

Reserved for Integrated Steel Plants

- Ghoraburhani-Sagasahi East Iron Ore Block for ML (2.435 Sq. KM) 116 Million Tonne
- Khatkurbahal Limestone Block (0.5 Sq. KM)
- Garamura Limestone Block for ML (0.30 Sq. KM) 1.6 Million Tonne
OUTCOME

- Auction completed for Ghoraburhani-Sagasahi Iron Ore Block for *Mining Lease* with acceptance of final price offer of 44.35% by M/s Essar India Steel Limited against the floor price of 27% whereas reserve price was just 5%. And, Letter of Intent issued on 28 March, 2016
- No bid received in respect of Garamura Limestone Block
- Khatkurbahal Limestone Block withdrawn as it was found overlapping

One Mineral Block successfully auctioned in year 2015-16
During 2016-17

NIT issued on 26/10/2016

Laserda-Pacheri Manganese Ore Block for CL (2.56 Sq. KM) 11.16 Million Tonne

Garamura Limestone Block for ML (0.30 Sq. KM) 3.88 Million Tonne

Uskalvagu Limestone Block for CL (5.47 Sq. KM) 189.524 Million Tonne

Kotametta Limestone Block for ML (8.01 Sq. KM) 98.69 Million Tonne
OUTCOME

- Auction completed for Lasada-Pacheri Manganese Ore Block for **Composite Licence** with acceptance of final price offer of 44.65% by M/s Triveni Earth Movers Pvt Limited against the floor price of 21% whereas reserve price was just 5%. And, Letter of Intent issued on 27th January, 2017.

- Auction completed for Kotametta Limestone Block for **Mining lease** with acceptance of final price offer of 12.05% by M/s Dalmia Cement (Bharat ) Ltd against the floor price of 12% whereas reserve price was just 5%. And, Letter of Intent issued on 27th January, 2017.

- Inadequate bids received in respect of Garramura Limestone Block and Uskalvagu Limestone Block – auctions annulled.

*Process started for auction of two more blocks viz Netrabandh Iron Ore (77.3 MTs) and Kalmong-West Iron Ore (92.97 MTs), both for ML in Sundargarh district in this year itself*
Auction Plan during 2017-18

Iron Ore blocks=9 nos
Limestone blocks=1 no
Graphite=1 no

Netrabandh Pahar West Iron Ore Block in Sundargarh Dist and Naringpanga Graphite Block in Rayagada Dist besides Dhamandanga –Pipalmunda limestone Block in Bolangir Dist are being explored by DG(O) and expected to be ready with GR by Aug ’2017 (3 blocks)

Pureibahal-Chandiposhi Iron Ore Block and Jhumka-Pathirposi Iron Ore Block, both in Sundargarh Dist entrusted by NMET for exploration by MECL (2 blocks)

Rengalbeda Iron Ore Block and Gandhalpada Iron Ore Block, both in Sundargarh Dist being explored by GSI and expected to be ready with GR by Aug ’2017 (2 blocks)

Dholta Pahar Iron Ore, Khandadhar - II A & II B Iron ore and Baliapahad- Iron ore Blocks, all of Sundargarh Dist besides Mankadnacha- Iron ore Block of Keonjhar Dist are to be outsource by DG(O) for exploration (4 blocks)
Exploration Issues to facilitate Auctions

- State Government has submitted the proposal for exploration of four bauxite blocks by MECL; this may be considered early by NMET

- State Government has submitted the proposal for declaring Odisha Mining Corporation Ltd, a wholly owned State Government Undertaking as a notified entity u/s 4(1) of MMDR Act for carrying out prospecting operations; this may be considered favourably

State Government has already formulated the Odisha Mineral Exploration Policy’2015 besides incorporating the Odisha Mineral Exploration Corporation Ltd to strengthen the institutional set up for exploration and also to upscale such exploration activities
District Mineral Foundation
AND
IMPLEMENTATION OF PMKKKY
Framing of DMF Rules

- Initial Notification: 18th August, 2015
- Amendment in line with PMKKKY done on 15-01-2016
- Constitution of DMF Trust in all 30 districts during Jan’2016 to March, 2016
- Development of DMF Portal
- Integration with i3MS and thus collection of DMF fund for major minerals along with royalty
- Collection of DMF fund in respect of minor minerals by the Revenue/ Mining Authorities in the districts.
## Collection of DMF Fund

<table>
<thead>
<tr>
<th></th>
<th>12-Jan-2015 to 31-Mar-2016</th>
<th>01-Apr-2016 to 13-Feb-2017</th>
</tr>
</thead>
<tbody>
<tr>
<td>Non-Coal</td>
<td>503,86,29,856</td>
<td>808,28,50,866</td>
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<tr>
<td>Coal</td>
<td>204,39,45,930</td>
<td>416,01,34,655</td>
</tr>
<tr>
<td><strong>Total Collection</strong></td>
<td><strong>708,25,75,786</strong></td>
<td><strong>1224,29,85,521</strong></td>
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<tr>
<td><strong>Grand Total</strong></td>
<td></td>
<td><strong>1932,55,61,307</strong></td>
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</tbody>
</table>

*This includes Rs 2,36,27,306 from minor minerals as well*
## District wise and Sector wise Sanction of DMF Fund

(Amount in Rs lakhs)

<table>
<thead>
<tr>
<th>Name of the District</th>
<th>Details of Schemes / Projects under implementaions by DMFs</th>
<th>Contribution to DMF from concession-holder of minor minerals</th>
</tr>
</thead>
<tbody>
<tr>
<td></td>
<td>Number of Schemes / Projects</td>
<td>Amount Sanctioned</td>
</tr>
<tr>
<td>Angul</td>
<td>304</td>
<td>7994.83</td>
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<tr>
<td>Boudh</td>
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</tr>
<tr>
<td>Dhenkanal</td>
<td>15</td>
<td>14.46</td>
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<tr>
<td>Gajapati</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Jajpur</td>
<td>72</td>
<td>7243.17</td>
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<td>Jharsuguda</td>
<td>93</td>
<td>4648.86</td>
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<td>Keonjhar</td>
<td>403</td>
<td>37889.35</td>
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<td>Khordha</td>
<td>8</td>
<td>21.1</td>
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<td>Koraput</td>
<td>358</td>
<td>2977.76</td>
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<tr>
<td>Mayurbhanj</td>
<td>40</td>
<td>641.85</td>
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<tr>
<td>Rayagada</td>
<td>79</td>
<td>3272.99</td>
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<tr>
<td>Sambalpur</td>
<td></td>
<td></td>
</tr>
<tr>
<td>Sundargarh</td>
<td>158</td>
<td>14952</td>
</tr>
<tr>
<td><strong>Total</strong></td>
<td><strong>1450</strong></td>
<td><strong>79641.91</strong></td>
</tr>
</tbody>
</table>
State level Committee under the chairmanship of the Chief Secretary has been constituted to monitor the functioning and works of the DMFs.
Thanks