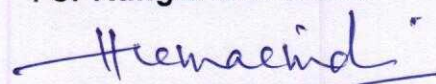


ESTIMATION OF COST OF FOREST DIVERSION

SL. NO.	PARAMETERS	REMARKS
1.	Ecosystem service losses due to proposed forest diversion.	Ecosystem service losses due to diversion of forest land are equal to the Net Present value (NPV) of the forest land being diverted as prescribed by the Central Government (MoEF&CC). Approximately Rs 12,01,08,485 /- will be the cost towards NPV for diversion of 83.602 Ha forest land (NPV @ Rs 1436670 /- Ha).
2.	Loss of animal husbandry productivity, including loss of fodder.	NOT APPLICABLE
3.	Cost of human resettlement.	NOT APPLICABLE
4.	Loss of public facilities and administrative infrastructure (roads, buildings, schools, dispensaries, electric lines, railways, etc.) on forest land or which would require forest land, if these facilities were diverted due to the project.	NOT APPLICABLE
5.	Possession value of the forest land diverted.	30% of NPV that is Rs. 3,60,32,546
6.	Cost of Suffering to oustees.	NOT APPLICABLE
7.	Habitat fragmentation cost.	50% of NPV that is Rs. 6,00,54,243/-
8.	Compensatory afforestation and soil moisture conservation cost.	Cost of Compensatory afforestation & Soil Moisture conservation @Rs 801422 /Ha. Hence total cost is Rs 801422x 83.602= Rs 6,70,00,482

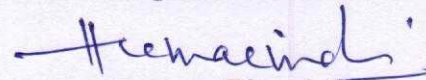
For Rungta Mines Ltd.


 Director

BENEFIT OF FOREST DIVERSION

SL. NO.	PARAMETERS	REMARKS
1.	Increase in productivity attributed to the specific project.	Rs. 45000 lakhs per annum
2.	Benefits to the economy due to specific project.	Rs. 90837.5 lakhs per annum
3.	No. of population benefited due to specific project.	220 Nos.
4.	Economic benefits due to direct and indirect employment due to the project.	Rs 435 Lakhs
5.	Economic benefits due to compensatory afforestation.	Rs.2085.869 Lakhs (Calculated as per Standard Compensatory Afforestation Restoration Factor (SCARF) adjustment Rate of Rs 0.499 Lakhs/Ha for Dry Deciduous forest land proposed to be diverted and the benefits from such CA accruing over next 50 years based on study report of IIFM.

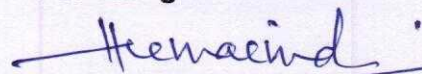
For Rungta Mines Ltd.


Director

COST BENEFIT ANALYSIS / RATIO

1.	Total loss per annum due to loss of timber, fire wood and minor forest produce and environmental loss due to loss of forest.	Rs. 2831.957 Lakhs
2.	Total benefit to the economy due to the project.	Rs.138358.369 lakhs
3.	Hence, the cost-benefit ratio of the mining project is (Loss:Benefit)	1:49 (Approx)

For Rungta Mines Ltd.


Director