



PROCEEDINGS OF THE GOVERNMENT OF KARNATAKA

Sub: Extension of mining lease No. 1111 held by M/s NMDC Ltd under Section 8A(8) of MMDR Amendment Act, 2015 r/w Rule 3(2) of M(OAHCEM) Concession Rules, 2016 for a further period of 20 years

Read: 1) MMDR (Amendment) Act, 2015, dated: 28.03.2021
2) Director, DMG Letter No. DMG/ML-1111/2021-22/2213,
Dated: 05-01-2022

Preamble:

- 1) M/s NMDC is a Central PSU under the Ministry of Steel, Government of India operates two iron ore mines in the district of Bellary. One is situated in Donimalai Range, (ML No. 2396) & the other is in Kumaraswamy Range (ML No. 1111), each with iron ore annual production limit of 7 million metric tonnes.
- 2) Government vide order No. CI 32 MMM 2020 dtd: 10.02.2021 have extended the Mining Lease period of Donimalai Iron Mine (ML No 2396) under Rule 3(2) of the Minerals (Mining by Government Companies) Rules, 2015, as prevailing then, for a period of 20 years with a condition to pay an additional amount in terms of the proceedings of the meeting held on 28.08.2020 and payment of the agreed additional sum over and above the royalty by M/s NMDC Ltd.,
- 3) In pursuance thereof, this Directorate executed the lease deed on 12.02.2021 for a period of 20 years subject to payment of additional amount 22.5% of IBM Sale price (for Karnataka), registered with the Sub-Registrar, Sandur on 16.02.2021.
- 4) Government of India vide Gazette Notification No. S.O.1401(E) dtd: 28.03.2021 has further amended MMDR Act, 1957 wherein a provision was inserted specifying the additional amount on grant or extension of mining lease under Sections 8(4), 8A(8) and 17A(2C) of the Act under Schedule - V. Additional amount for iron ore is equivalent to 150% of the royalty payable according to Schedule - V.
- 5) At present, M/s NMDC has sought extension of lease period of ML. No. 1111 for a further period of 20 years w.e.f. 18.10.2022 under Rule 3(2) of The Mineral (Mining by Government Company) Rules, 2015 r/w Rule 2(a) of The Mineral (Mining by Government Company) Rules, 2019.
- 6) Initially, ML No. 1111 was granted to M/s NMDC for iron ore over an extent of 647.50 Ha in Kumaraswamy range, Sandur taluk, Bellary district for a period of 30 years from 18.10.1972. Lease period expired on 17.10.2002. M/s NMDC filed renewal application vide 190 AML 2001 dtd: 24.09.2001 well within the stipulated period under Rule 24A(1) of MCR, 1960.
- 7) Government vide order No. CI 218 MMM 2015 dtd: 14.08.2019 have extended the lease period upto 17.10.2022 under Section 8A(8) of MMDR Act 1957 r/w Rule 3(1) of The Mineral (Mining by Government Company) Rules, 2015 for a period of 50 years from the date of original grant. Supplementary lease deed was executed on 29.06.2020 and the same has been registered on 14.07.2020 with Sub Registrar, Sandur. Extended lease period is valid upto 17.10.2022..
- 8) Now, the Company have vide Application No. DNM/CA/Geol/MLE/App/KIOM-1111/01 dtd: 22.02.2021 sought for further extension of lease period for 20 years under Rule 3(2) of The Mineral (Mining by Government Company) Rules, 2015 as amended on 25.09.2017 well within the prescribed time limit.

Rule 3(2) is produced hereunder:

"3.(2) The State Government, upon an application made to it in this behalf by the Government company or corporation at least twelve months prior to the expiry of the mining lease, shall extend the period of the mining lease for further periods of upto twenty years at a time."

- 9) Granted area was 647.50 Ha. as per Joint Survey/Mahazar sketch area is 639.80 Ha. Breakup of the area is as under:

Particulars	Details of extent in Ha.	
	As per CEC	As per Joint Survey/Mahazar
FC area	324.70	324.70
Non FC area	167.63	162.31
Revenue	155.17	152.79
Total	647.50	639.80

- 10) In view of the facts narrated herein above and availability of copies of the statutory approvals, proposal is herewith submitted to the Government for according
- 11) approval for extension of lease period upto 17.10.2042 i.e., 20years under Section 8A(8) of MMDR Act, 1957 r/w Rule 3(2) of The Mineral (Mining by Government Company) Rules, 2015 subject to payment of additional amount for iron ore being equivalent to 150% of the royalty payable according to Schedule – V of the Act.

GOVERNMENT ORDER NO: CI 05 MMM 2022, BENGALURU,

DATED: 22.06.2022

In the light of the facts and circumstances explained in the preamble and as per the provision of Section 8A(8) of MMDR Act, 1957 r/w Rule 3(2) of The Mineral (Mining by Government Company) Rules, 2015 the period of Iron Ore over an extent of 647.50 Ha. (As per Joint Survey/Mahazar 639.80 Ha.) in ML No. 1111 in parts of Kumaraswamy Rang, Sandur Taluk, Ballari District in favour of M/s NMDC for the period of 20 years from the dated 18.10.2022 to 17.10.2042 with the following conditions.

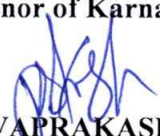
1. The Director Department of Mines and Geology is directed to execute a supplementary lease deed subject to submission of necessary statutory clearances & N.A., all arrears payable to Government and all the terms and conditions of the lease.
2. The extension shall not absolve the lessee or any other person claiming through the original concessionaire from payment of any dues, royalty, dead rent, surface rent, fine, compounding charges Environment Protection Fee, Energy dues etc., which are due to the State Government from such lessee or any person claiming through him or the erstwhile concessionaire/lessee for their acts or omissions prior to this letter.
3. The deemed extension shall not absolve the lessee from any action under MMDR Act and Rules framed there under for the acts done prior to this letter.
4. No mining operations shall be undertaken in the lease hold area unless all statutory clearances such as Forest Clearance under Forest (Conservation) Act, 1980, Environmental Clearance under Environmental (Protection) Act, 1986, KSPCB Consents, Permissions etc. Under various legislations, Acts, Rules, Regulations, Notifications as amended from time to time to the satisfaction of concerned authorities under such Acts, Rules etc., are in place.



....3.

5. The lessee shall abide by the conditions laid in the Act and Rules and in this letter and the conditions stipulated in the original lease deed also.
6. The lessee shall comply with the provisions of the Stamp Duty and Registration Fee as applicable under the Karnataka Stamp Act, 1957, and as amended from time to time to the satisfaction of the concerned authority under the Act.
7. This deemed extension is subject to any independent proceedings under MMDR Act, including proceedings for violation of any provisions of the Rules made there under.

**By Order and in the name of
the Governor of Karnataka,**


(SHIVAPRAKASH)

Under Secretary to Government
Commerce and Industries Department
(Mines-1)

To:

The Compiler, State Gazette, Bangalore

Copy to:

1. The Principal Secretary to the Hon'ble Chief Minister Govt. of Karnataka, Vidhana Soudha, Bangalore.
2. The Private Secretary to the Hon'ble Union Minister for Coal, Mines and Parliamentary Affairs, New Delhi
3. The Private Secretary to the Hon'ble Minister for Mines and Geology Govt. of Karnataka, Vidhana Soudha, Bangalore.
4. The Additional Chief Secretary, Dept of Forest, Ecology and Environment, M.S. Building, Bengaluru.
5. The Principal Secretary Dept of Forest, Government of Karnataka. M.S. Building, Bengaluru.
6. The Chairman, Monitoring Committee, Khanija Bhavana, Bangalore
7. The Secretary, Ministry of Mines / Ministry of Steel, Government of India, New Delhi
8. The Joint Secretary, Ministry of Mines, Government of India, New Delhi
9. Secretary, Ministry of Steel, Government of India, New Delhi.
- ~~10. The Chairman and Managing Director, M/s National Mineral Development Corporation Ltd.~~
11. The Regional Controller, Indian Bureau of Mines, South Zone, Bengaluru
12. Director, Department of Mines & Geology, Khanija Bhavan, Bengaluru.
13. Deputy Commissioner, Ballari District, Ballari.
14. SGF / Spare Copies.