

**INDORE- DAHOD NEW BG LINE PROJECT**  
**Parameters for evaluation of Benefit, Not withstanding Loss**

- A. Total cost due to forest land (Rs Lacks) - **1.50 cr**  
 B. Total benefit due to project Rs. - **16.30 cr**  
 C. Benefit ratio (B/A) - **10.87**

(On the basis of Guidelines for forest land diversion 2017)

**Table-A Cases under which a cost benefit analysis for forest diversion are required**

No	Nature of proposal	Applicable/ not applicable	Remark
1	All categories of proposals involving forest up to 20 hectares in plains and up to 5 hectare in hills	Applicable	Tunnel in New Railway line project.
2	Proposal for defense installation purposes and oil prospecting (prospecting only)	Not applicable	
3	Habitation, establishment of industrial units, tourist lodges complex and other building construction.	Not applicable	
4	All other proposals involving forest land more than 20 hectares in plains and more than 5 hectare in hills including roads, transmission lines, minor, medium and major irrigation projects, hydro projects, mining activity, Railway lines, location specific installations like micro-wave station, auto repeater centers, TV towers etc.	Not Applicable	

**Table - B Estimation of cost of forest diversion**

No	Parameters	Remarks
1	Ecosystem services losses due to proposed forest diversion.	Ecosystem services due to diversion of forest land in INDORE- DAHOD new BG line project falls in Tropical dry deciduous forest with category iii forest. N.P.V. Rs.6.26 Lakh/Ha. Cost of Land =1.50 Lakhs. Detail calculation attached in Sheet -I
2	Loss of animal husbandry productivity including cost of fodder	As per the cost benefit guideline i.e. 10% of N.P.V. 0.626 Lakh per Ha. Cost = Nil. Only Tunnel is to be constructed.
3	Cost of human resettlement	There is no human settlement from forest land due to proposed INDORE- DAHOD new BG line project; hence cost of Human resettlement is Nil.
4	Loss of public facilities and administrative infrastructure (Roads, building, schools, dispensaries, electric lines, railways etc.) on forest land, which would require forest land if these facilities were diverted due to the project.	There is no loss of public facilities and administrative infrastructures on forest land due to construction of INDORE- DAHOD new BG line project; no cost has been added on this account.
5	Possession value of forest land diverted.	The possession value of forest land diverted is taken 30% of the N.P.V. due to loss of forest i.e. 1.878 Lakh/Ha. Cost = Nil. Only Tunnel is to be constructed.
6	Cost of suffering to oustees.	Not applicable.

7.	Habitat Fragmentation Cost.	Forest land is being acquired for construction of Railway track, bridges etc. of INDORE- DAHOD new BG line project. There is no amount is taken under this account.
8.	Compensatory afforestation and soil & moisture conservation cost.	The cost @ Rs.3.80 Lakh per Ha. is taken for compensatory afforestation and soil moistures conservation, hence amount will be: Cost = Nil. Only Tunnel is to be constructed.
9.	Total cost due to forest land diversion	Total cost due to forest land diversion for INDORE- DAHOD new BG line project will be : 1.50 + 0 + 0 + 0 Lakhs = 1.50 Lakhs

**Table- C Existing guidelines for estimating benefits of forest diversion in CBA**

No	Parameters	Remarks
1	Increase in productivity attributed to the specific project	The benefit due to INDORE- DAHOD new BG line project in this location will be Rs. 16.30 Lakhs per year & city area will not be disturbed.
2	Benefits to economy due to specific project	INDORE- DAHOD new BG line project will trigger economy development and also facilitate direct link of special economic zone of Indore at Pithampur with ports, thereby reduce cost of transportation. It will also increase development of Dhar, Jabua districts of MP & Dahod district of Gujarat.
3	No of population benefited due to specific project	Project is located in backward area of the Dhar, Jabua of MP & Dahod of Gujarat. After completion of project 23.16 Lack population will be benefitted. It will provide alternate route between Indore and Vadodara and decongest Nagda- Dahod Rajdhani route.
4	Economic benefits due to direct and indirect employment due to the project	The project will provide Approximately 1,00,000 temporary man-days and 1,500 nos. permanent employment.
5	Economic benefits due to compensatory afforestation	An economic benefit due to compensatory afforestation has been considered as per benefit of C.A. guidelines of ministry for N.P.V.

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**Sheet -I**

S No	Compartment	Eco zone	Category	Density	NPV lack /Ha	Area in Ha	Cost in lacks	Compensatory afforestation land in Ha	Compensatory afforestation, soil & moisture conservation cost in lacks (@3.8 lacks/Ha)	Loss of animal husbandry productivity in lacks i/c cost of fodder 10% of NPV	Possession value in lacks, 30% of NPV	Total cost in lacks
1	2	3	4	5	6	7	8	9	10	11	12	13= (8+10+11+12)
1	Revanue Forest	Tropical dry deciduous	iii	<0.40	6.26	0.24	1.50	0	0	0	0	1.50
		Total				0.24	1.50	0	0	0	0	1.50
		Benefit of project										16.3
		Cost of forest on the basis of NPV										1.50
		B/C										10.87

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