



South Eastern Coalfields Limited

'MINIRATNA' CATEGORY-I COMPANY

(A Subsidiary of Coal India Limited)

Seepat Road, P. O. SECL,
Bilaspur-495006 (Chhattisgarh)

Tel. 07752-246322

Fax. 07752-246472

Sales & Mktg. Deptt.

SECL/BSP/S&M/COMM/358/LOA/1357

Date: 18.09.2009

NOTICE

Sub: Submission of Additional Commitment Guarantee by LOA Holders

Appended herewith is the text of letters in respect of LOA holders to whom notice in terms of Clause 3.4.1 of LOA was issued earlier and who are now required to furnish additional Commitment Guarantee (CG) in respect of milestones required to be completed within six (6) months from the date of issue of LOA (**Annexure-I** for Sponge Iron cases and **Annexure-II** for CPP cases).

List of LOA holders to whom aforesaid notice has been issued is as per **Annexure-III**. Individual letters to these LOA holders have already been sent separately also.

Encl: As above.

Chief General Manager(S&M/QC)
SECL, Bilaspur

Distribution:

1. Notice Board, S&M Dept. SECL, Bilaspur
2. SECL website under Item No. 10 (Notices)



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Date: 18.09.2009

ANNEXURE-I

Office:

Plant:

Dear Sir,

Sub: Submission of Additional Commitment Guarantee(CG)

1. This has reference to LOA no. _____ issued by SECL to _____ (name & address) for _____ (type & capacity).
2. A notice was issued to you regarding cancellation/withdrawal of LOA and encashment of CG in terms of Clause 3.4.1 of LOA vide letter No. _____ dated _____.
3. Subsequently, certain documents were submitted by you towards achievement of milestones. However, the documents in respect of milestones pertaining to six months period were not submitted by you within stipulated time.
4. In view of the above, it is now been decided that you are required to submit additional CG in respect of all activities/ milestones which were due to be completed with six (6) months from the date of issue of LOA. These milestones are as under:

1, 2, 3, 4, 5(part), 6(part), 8, 9 & 10(part) – (Total 9)

5. Additional CG is required to be submitted within 15 days from the date of issue of this letter and the amount of Additional CG is as shown below:

- i) No. of Milestones
- ii) Amount of original CG (Rs.)
- iii) Additional CG required (Rs.)
[(i) x (ii) x (0.10)]

6. SECL (Assurer) reserves the right to cancel or withdraw the LOA and encash the Commitment Guarantee including Additional Commitment Guarantee, if any, without any further notice or reference, in any of the following circumstances:

- a) If Additional CG as above is not received within 15 days from the date of issue of this letter.
- b) If on verification of milestone documents, it is found that all prescribed milestones have not been achieved within overall validity period of LOA.

Yours faithfully,

Chief General Manager(S&M/QC)
SECL, Bilaspur

Copy to:

1. SM(I/C), SECL, Kolkata
2. FM(I/C), SECL, Kolkata
3. FM(S&M), SECL, Bilaspur

Copy for kind information to:

1. DT(O), SECL



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Date: 18.09.2009

ANNEXURE-II

Office:

Plant:

Dear Sir,

Sub: Submission of Additional Commitment Guarantee(CG)

1. This has reference to LOA no. _____ issued by SECL to _____ (name & address) for _____ (type & capacity).
2. A notice was issued to you regarding cancellation/withdrawal of LOA and encashment of CG in terms of Clause 3.4.1 of LOA vide letter No. _____ dated _____.
3. Subsequently, certain documents were submitted by you towards achievement of milestones. However, the documents in respect of milestones pertaining to six months period were not submitted by you within stipulated time.
4. In view of the above, it is now been decided that you are required to submit additional CG in respect of all activities/ milestones which were due to be completed with six (6) months from the date of issue of LOA. These milestones are as under:

1, 2, 3, 4(part), 5(part), 6(part) & 7(part) – (Total 7)

5. Additional CG is required to be submitted within 15 days from the date of issue of this letter and the amount of additional CG is as shown below:

- i) No. of Milestones
- ii) Amount of original CG (Rs.)
- iii) Additional CG required (Rs.)
[(i) x (ii) x (0.10)]

6. SECL (Assurer) reserves the right to cancel or withdraw the LOA and encash the Commitment Guarantee without any further notice or reference, if Additional CG as above is not received within 15 days from the date of issue of this letter.

Yours faithfully,

Chief General Manager(S&M/QC)
SECL, Bilaspur

Copy to:

1. SM(I/C), SECL, Kolkata
2. FM(I/C), SECL, Kolkata
3. FM(S&M), SECL, Bilaspur

Copy for kind information to:

1. DT(O), SECL

ANNEXURE-III**LIST OF LOA HOLDERS TO WHOM NOTICE UNDER CLAUSE 3.4.1 OF LOA WAS ISSUED EARLIER AND WHO ARE NOW REQUIRED TO SUBMIT ADDITIONAL CG RELATING TO MILESTONES PERTAINING TO 6 MONTHS PERIOD**

S. No.	Name of Consumer/Unit	Capacity (CMT-ltpa) (TPS/CPP-MW) (Sponge- tpa)	Priority (TPS/CPP/ Sponge Iron/ Cement etc.)	Quantity (tonnes per annum)	Amount of original CG required (Rs.)	Amount of Addl. CG now required (Rs.)
1	2	3	4	5	6	7
1	Singhal Enterprises (P) Limited., Industrial Growth Centre, Taraimal PO Geirwani, Raigarh, CG.	2x16 MW	CPP	188,000	10,716,000	7,501,200
2	B.S.Sponge (P) Ltd, Village Taraimal Raigarh, CG	8MW	CPP	47,000	2,679,000	1,875,300
3	Khetan Sponge and Infrastructure Pvt. Limited, Sarora, Tilda, Raipur,CG.	16 MW	CPP	94,000	5,358,000	3,750,600
4	Salasar Steel and Power Limited, Gerwani, 13 KM Stone Ambikapur, Raigarh, Chhattisgarh.	65 MW	CPP	357,000	20,349,000	14,244,300
5	M/s API Ispat & Powertech (P) Ltd. at Village Siltara, Block Dharsiva, Raipur.	105000	SPONGE	126,000	7,182,000	6,463,800
6	Khetan Sponge and Infrastructure Pvt. Limited, Vill. Srora, P.O. Tilda, Raipur, Chhattiagarh.	30000	SPONGE	36,000	2,052,000	1,846,800