



South Eastern Coalfields Limited

'MINIRATNA' CATEGORY-I COMPANY

(A Subsidiary of Coal India Limited)

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

Tel. 07752-246322
Fax. 07752-246472

Sales & Mktg. Deptt.

SECL/BSP/S&M/COMM/140/ASPL/ 1619

Dtd.: 21.10.2009

SPEED POST

Office: Anjani Steels Private Limited,
4th Floor, Sangam Place, Civil Lines,
Allahabad-211002

Plant: Village Ujalpur, Post Gerwani,
Tehsil Ghargora, Dist. Raigarh (CG)

Dear Sir,

Sub: Cancellation/withdrawal of Letter of Assurance (LOA) & encashment of Commitment Guarantee

1. This has reference to LOA no **SECL/BSP/S&M/COMML/140/ASPL/1925** dated **11.07.2008** issued by SECL (Assurer) to **Anjani Steels Private Limited, Village Ujalpur, Post Gerwani, Tehsil Ghargora, Dist. Raigarh (CG)** (Assured) for **Sponge Iron Unit - 30,000 tpa**.
2. Validity period of LOA expired on **10.07.2009**.
3. The Assured failed to fulfill all the activities/milestones within the validity period of LOA.
4. Deficient milestones have already been notified through SECL website. However, milestone-wise deficiencies are also mentioned below in brief.
 - i. **Milestone no. 5** :- Total land documents not submitted.
 - ii. **Milestone no. 7** :- Forest Clearance is submitted after stipulated period vide letter no. Nil dated 03.08.2009 received on 11.08.2009.
 - iii. **Milestone no. 10** :- Sanction letter for firm water allocation not submitted. Copy of letter no. Nil dated 01.09.2009 received on 09.09.2009 has been submitted which is only a copy of application by the unit to water authority for processing of their application.
 - iv. **Milestone no. 11** :- Final load sanction letter not submitted.
 - v. **Milestone no. 14** :- Loan papers are not tallying with DPR.
 - vi. **Milestone no. 15** :- Signed agreement with EPC contractor or paid invoices for plant and machinery not submitted.

Contd. 2

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5. In view of the above, it is hereby notified in terms of Clause 3.4.1 of LOA that the LOA under reference is being cancelled/withdrawn followed by encashment of commitment guarantee (CG) for Rs. **20,52,000** including additional commitment guarantee (Additional CG) for Rs. **6,15,600** in accordance with the terms & conditions of LOA.

Yours faithfully,

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

[Handwritten Signature]
21/10/08

Copy for information & necessary action to:

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

Copy to:

1. Notice Board
2. SECL Website (Item 10: Other Important Notices)

Copy for kind information to:

1. D(T)(O), SECL
2. CGM(S&M), CIL, Kolkata