

Shastri Bhawan, New Delhi  
Dated: 27.09.2016

**OFFICE MEMORANDUM**

**Sub:** New Coal Distribution Policy – Amendment regarding increasing the annual cap of coal through State Nominated Agencies and amending phrase of small and medium sector -regarding

The New Coal Distribution Policy (NCDP) was issued vide this Ministry' Office Memorandum No. 23011/4/2007-CPD dated 18.10.2007, laying down the guidelines for distribution and pricing of coal to various sectors. As per para 2.3 of the said policy, the scope of coverage through State Nominated Agencies was increased upto 4200 tonnes per annum.

2. There have been requests for reconsideration of the guidelines as mentioned in the NCDP 2007 for upward revision of the limit of 4200 tonnes per annum, by increasing the limit to 10,000 tonnes per annum and also for removing the condition of the small and medium sector citing the reasons that since only small and medium sector consumers having requirement of less than 4200 tonnes per annum were entitled to take coal through SNA, the large units having requirement of less than 4200 tonnes per annum were not recommended for coal by the District Industries Centre (DIC). Further that, the limit of requirement of less than 4200 tonne should be revised as the small units might have expanded over a period of time. It has been decided to consider amendment in the relevant provisions of NCDP so that the requirement of all consumers with less than 4200 tonne per annum could be upwardly revised.

3. With the approval of the competent authority, it has been decided that the annual cap of 4200 tonnes per annum for sale through State Nominated Agencies may be increased to 10,000 tonnes per annum and the phrase of small and medium sector as mentioned in NCDP, 2007 may be amended as small, medium and others.

4. Para 2.3 and Para 3.1 of the New Coal Distribution Policy issued vide O.M. No. 23011/4/2007-CPD dated 18.10.2007 stand modified to the above extent.

5. The above guidelines will also be applicable to the distribution of coal from Singareni Collieries Company Limited (SCCL).

6. CIL and its subsidiaries and SCCL are advised to take further action accordingly.

19-11-27/9/2016  
(Pilli Ravi Kumar)

Under Secretary to the Government of India

To

1. Secretary, Ministry of Power, Shram Shakti Bhawan, New Delhi
2. Secretary, Deptt. of Economic Affairs, Ministry of Finance, North Block, new Delhi
3. Secretary, Ministry of Steel, Udyog Bhawan, New Delhi
4. Secretary, Deptt. of Industrial Policy and Promotion, Udyog Bhawan, New Delhi
5. Secretary, Deptt. of Commerce, Udyog Bhawan, New Delhi
6. Chairman-cum-Managing Director, Coal India Limited, Coal Bhavan, New Town Rojarhat, Kolkata.
7. Chairman-cum-managing Director, Singareni Collieries Company Ltd., Kothagudem Collieries P.O., Dist. Khammam, Telangana.
8. Advisor, Niti Aayog, Yogana Bhavan, New Delhi

Copy to

1. Prime Minister's Office (Director), South Block, New Delhi.
2. CMDs of BCCL, ECL, CCL, SECL, MCL, WCL & NCL.
3. PS to Minister of Coal, PS to MoS (Coal).
4. PSO to Secretary (Coal)
5. PPS to JS (RPG)
6. PPS to JS(RKS)

Copies also for information to:-

Chief Secretaries of all State Government / Union Territories.

19-11-27/9/2016  
(Pilli Ravi Kumar)

Under Secretary to the Government of India

Copy to:

Technical Director, NIC, MoC with the request to upload this on the website of Ministry of Coal.