

Government of India
Ministry of Mines
National Mineral Exploration Trust

F. No. 4/4/2021-NMET/ 106

New Delhi, 15th July, 2022

To,

The Pay & Accounts Officer,
Pay & Accounts Office,
Ministry of Mines,
Lok Nayak Bhavan,
Khan Market, New Delhi.

Subject: Incentive to the State Governments in respect of auctionable mineral blocks.

Sir,

I am directed to convey the sanction of the President of India to release the funds amounting to **₹60,00,000/- (₹Sixty Lakh only)** to the State Governments for successful auction of mineral blocks during financial year 2021-22 as stipulated in guidelines issued by NMET, Mines vide letter No. F.No.4/4/2021-NMET/179 dated 29th December, 2021 as Incentive to the State Governments. The details are as follow:

Sl. No.	Particulars	Amount (₹)	IFD Sanction Note No. / Date / E-File No.
1	West Bengal	20,00,000	Note no. #54 Date: 05.07.2022
2	Himachal Pradesh	20,00,000	
3	Goa	20,00,000	
TOTAL (₹)		60,00,000	

2. The expenditure will be debited to '2853' Non-Ferrous Mining and Metallurgical Industries (Major Head) 02-Regulation and Development of Mines (Sub-Major head) 102-Mineral Exploration (Minor Head) 05-National Mineral Exploration Trust Fund Activities (Sub-Head) 00- National Mineral Exploration Trust Fund Activities (Detailed-Head) **05.00.31 Grant-in-aid (General)** under Demand No. 69, Ministry of Mines during the financial year 2022-23.

3. Certified that the pattern of assistance, under which the Grants-in-Aid (General) has been sanctioned, has the prior approval of Ministry of Finance.


4. The State Governments is a registered agency on EAT module of PFMS. In terms of **Rule 230, 235, 236 and 238 of GFR**, the State Governments should maintain subsidiary accounts of the Government Grants and furnish the same to the Principal Accounts Office of the Ministry. The account shall be open to inspection by the Sanctioning Authority and audit, both by the Comptroller and Auditor General of India and internal audit by the Principal Accounts Office of the Ministry of Mines, whenever the Organization is called upon to do so.

5. In the present case, the payment to be made to the State Governments is incentive in the form of Grant-in-aid (General). The agency has to furnish the Utilisation Certificate as per the procedure prescribed in GFR, 2017 and upload the same on PFMS Module against this sanction order.

6. Shri Arun Kumar Chail, Section Officer in the Ministry will be the Drawing and Disbursing Officer for this purpose. It is requested that the payment of **₹60,00,000/- (₹Sixty Lakh only)** may kindly be made to concerned State Government as per details below:

S. No	State	Incentive to State	Financial Year	Bank Details
1	West Bengal	20,00,000	2021-22	Payment to be made in State Treasury Account
2	Himachal Pradesh	20,00,000	2021-22	Payment to be made in State Treasury Account
3	Goa	20,00,000	2021-22	Payment to be made in State Treasury Account
Total		60,00,000		

7. This issues with the concurrence of I.F.D, Ministry of Mines.


(Vivek Kr. Sharma)
Director & HoD, NMET

Copy for information and further necessary action:

1. Office of Director General of Audit (Mines), 1, Council House Street, Kolkata, Indian Audit and Accounts Department, C&AG, Govt. of India, Kolkata-700001.
2. The Director, Directorate of Mines and Minerals, Government of West Bengal.
3. The Director, Department of Industries, Government of Himachal Pradesh.
4. The Director of Mines and Geology, Government of Goa.
5. I.F. Division, Ministry of Mines, Shastri Bhawan, New Delhi.
6. Copy in Grant in Aid Sanction file.
7. Copy in State File.

Note # 44**Subject: Incentive to the State Governments from National Mineral Exploration Trust-reg.**

To encourage the State Governments to auction more blocks, a one time incentive scheme of ₹20 Lakhs from the NMET funds for each mineral rich State with potential mineral blocks was introduced by the Ministry of Mines.

2. In this regard, NMET vide letter No. F.No.4/4/2021-NMET/179 dated 29th December, 2021 has circulated the following guidelines, as approved by the Hon'ble Minister of Mines and Chairman of the Governing body of NMET **(Pg.72/c)**.

- i. **A sum of ₹ 20 Lakh will be released to each State (where mineral blocks are available for auction) for financial year 2021-22.**
- ii. ₹20 Lakh incentive or each successful auction of mineral block by the State Government.
- iii. 50% of amount paid to Transaction Advisor, Subject to a maximum of ₹ 5 Lakh for each block which was put up for auction but could not be successfully auctioned.
- iv. The reimbursement/incentive will be made for mineral block, auctioned or put up for auction but could not be auctioned, from 01.04.2021 onwards.

3. The Mines-IV Section has provided the list of following States which had potential blocks for auction during the financial year 2021-22 **(Pg. no. 74/c)**. The Incentive payment was made to the 13 States during the year 2021-22. Now, the payment is to be made to further 6 State Governments along with State Government of Goa **(Pg. no. 75/c)** in respect of their eligibility for the year 2021-22. The details of 7 State Governments for making payment of incentive is as under:

S. No	State	Incentive to State (₹)	Financial Year	Bank Details
1	Rajasthan	20,00,000	2021-22	Bank details are awaited from the State. In case of non-receipt of same, the incentive will be paid in State Treasury Account.
2	Telangana (The payment of incentive was attempted in 2021-22 but not credited due to wrong details of bank account provided by	20,00,000	2021-22	Department of Mines and Geoogy, Telangana - NMET Exploration Project. Axis Bank, CTO Extension Counter, Commercial Tax Bldg, MJJ Road, Nampally, Hyderabad, Telangana Current Account No. 921010028013658 IFSC Code - UTIB0000008 (Pg.81 to 83/c)

	the State. The correct details are now provided by State)			
3	Uttarakhand	20,00,00 0	2021-22	M/s Nideshak Bhutava Avam Khanikaram Ekai Udhog Nideshayalaya, Union Bank of India, Barasi Grant, Village Barasi Grant, Teh - Dehradun Sadar, Dehradun, Uttarakhand Account No. 633402010003086 IFSC Code UBIN0563340 (Pg.78/c)
4	West Bengal	20,00,00 0	2021-22	Bank details are awaited from the State. In case of non-receipt of same, the incentive will be paid in State Treasury Account.
5	Bihar	20,00,00 0	2021-22	Deputy Secretary cum DDO, State Bank of India, Vishweshwaraiya Bhawan, Patna Current Account No. 40538975875 IFSC Code SBIN0006379 (Pg.80/c)
6	Himachal Pradesh	20,00,00 0	2021-22	Bank details are awaited from the State. In case of non-receipt of same, the incentive will be paid in State Treasury Account.
7	Goa	20,00,00 0	2021-22	Bank details are awaited from the State. In case of non-receipt of same, the incentive will be paid in State Treasury Account.
Total		1,40,00,000		

4. The budget status under the head Grant-in-aid for 2022-23 for making payment of proposed incentive of ₹1,40,00,000/- (₹ One Crore Forty Lakhs only) is as under:

(₹ in crore)

Budget allotted for 2022-23	Sanction concurred till date	Expenditure in process for IFD sanction	Amount in instant proposal	Balance budget after the instant proposal	Available budget (%)
71.50	32.10	9.60	1.40	28.40	39.72

The above mentioned amount of ₹1.40 crore was not paid earlier to State Governments in respect of eligible State Governments.

5. In view of above, file may be forwarded, through AS (Mines), to IFD for financial concurrence of **₹1,40,00,000/- (₹ One Crore Forty Lakhs only)** for making payment of incentive to concerned State Government as per Para-3 above.

6. **DFA/3022901** sanction order is also placed for approval please.

Submitted please.

01/07/2022 02:35 PM

SHASHI KANT
ASSISTANT COST ACCOUNTS OFFICER

Note # 45

Please refer Note#44

DFA/3022901 submitted for kind approval
of Additional Secretary (Mines) please.

01/07/2022 03:49 PM

VIVEK KUMAR SHARMA
DIR VKS

Note # 46

01/07/2022 03:55 PM

SANJAY LOHIYA
ADDITIONAL SECRETARY

Note # 47

01/07/2022 04:58 PM

VIVEK KUMAR SHARMA
DIR VKS

Note # 48

01/07/2022 05:45 PM

SHASHI KANT
ASSISTANT COST ACCOUNTS OFFICER

Note # 49

02/07/2022 08:58 AM

A.R.SENGUPTA
DIRECTORNote # 50

04/07/2022 10:58 AM

MUSTAQUE AHMAD KHAN
CONSULTANTNote # 51IF DivisionReference Note #44 above.

2. The Administrative Division i.e. NMET Sectt. has submitted a proposal for seeking financial concurrence of Rs. **₹1,40,00,000/- (₹ One Crore Forty Lakhs only)** for making payment of incentive to concerned State Government, as under:

S. No	State	Incentive to State (₹)	Financial Year	Bank Details
1	Rajasthan	20,00,000	2021-22	Bank details are awaited from the State. In case of non-receipt of same, the incentive will be paid in State Treasury Account.
2	Telangana (The payment of incentive was attempted in 2021-22 but not credited due to wrong details of bank account provided by the State. The correct details are	20,00,000	2021-22	Department of Mines and Geology, Telangana - NMET Exploration Project. Axis Bank, CTO Extension Counter, Commercial Tax Bldg, MJJ Road, Nampally, Hyderabad, Telangana Current Account No. 921010028013658 IFSC Code - UTIB0000008 (Pg.81 to 83/c)

**now provided
by State)**

3	Uttarakhand	20,00,00 0	2021-22	M/s Nideshak Bhutava Avam Khanikaram Ekai Udhyog Nideshayalaya, Union Bank of India, Barasi Grant, Village Barasi Grant, Teh - Dehradun Sadar, Dehradun, Uttarakhand Account No. 633402010003086 IFSC Code UBIN0563340 (Pg.78/c)
4	West Bengal	20,00,00 0	2021-22	Bank details are awaited from the State. In case of non-receipt of same, the incentive will be paid in State Treasury Account.
5	Bihar	20,00,00 0	2021-22	Deputy Secretary cum DDO, State Bank of India, Vishweshwaraiya Bhawan, Patna Current Account No. 40538975875 IFSC Code SBIN0006379 (Pg.80/c)
6	Himachal Pradesh	20,00,00 0	2021-22	Bank details are awaited from the State. In case of non-receipt of same, the incentive will be paid in State Treasury Account.
7	Goa	20,00,00 0	2021-22	Bank details are awaited from the State. In case of non-receipt of same, the incentive will be paid in State Treasury Account.

Total **1,40,00,
000**

3. The Administrative Division has submitted that NMET vide letter No. F.No.4/4/2021-NMET/179 dated 29th December, 2021 has circulated the following guidelines, as approved by the Hon'ble Minister of Mines and Chairman of the Governing body of NMET **(Pg.72/c)**.

- i. **A sum of ₹ 20 Lakh will be released to each State (where mineral blocks are available for auction) for financial year 2021-22.**
- ii. ₹20 Lakh incentive or each successful auction of mineral block by the

State Government.

- iii. 50% of amount paid to Transaction Advisor, Subject to a maximum of ₹ 5 Lakh for each block which was put up for auction but could not be successfully auctioned.
 - iv. The reimbursement/incentive will be made for mineral block, auctioned or put up for auction but could not be auctioned, from 01.04.2021 onwards.
4. The budget status under the head Grant-in-aid for 2022-23 for making payment of proposed incentive of ₹1,40,00,000/- (₹ One Crore Forty Lakhs only) is as under:

(₹ in crore)

Budget allotted for 2022-23	Sanction concurred till date	Expenditure in process for IFD sanction	Amount in instant proposal	Balance budget after the instant proposal	Available budget (%)
71.50	32.10	9.60	1.40	28.40	39.72

5. Further, the Administrative Division has submitted that the above mentioned amount of ₹1.40 crore was not paid earlier to State Governments in respect of eligible State Governments. The proposal has already been approved by AS (SL) vide Note #46 above.

6. In view of the foregoing, the proposal of the Administrative Division in Para 2 above is submitted for consideration/ concurrence of JS&FA(Mines), subject to the Administrative Division may ensure that no double payment should be made.

04/07/2022 01:19 PM

SATVEER SAINI
ASSISTANT SECTION OFFICER

Note # 52

04/07/2022 03:08 PM

MUSTAQUE AHMAD KHAN
CONSULTANT

Note # 53

May kindly approve proposal in Note 51. The proposal has been administratively approved by AS (SL) vide Note #46 above.

04/07/2022 03:23 PM

A.R.SENGUPTA
DIRECTOR

Note # 54

05/07/2022 05:24 PM

NIRUPAMA KOTRU
JS(FA)

Note # 55

05/07/2022 05:34 PM

A.R.SENGUPTA
DIRECTOR

Note # 56

05/07/2022 05:51 PM

VIVEK KUMAR SHARMA
DIR VKS

Note # 57

06/07/2022 10:24 AM

SHASHI KANT
ASSISTANT COST ACCOUNTS OFFICER
