

Implementation of New Coal Sale Policy on supply of coal to Small & Medium Enterprises through Agencies Nominated by State Govt.

Salient features:

- The distribution of coal to small and medium consumers has been placed under State Govt. dispensation
- State Governments are to work out genuine requirement of such units like SSF, Brick Kiln, Coke oven etc.
- 8 Million Tonne of coal has been earmarked for this sector
- The earmarked qty are to be distributed through agencies notified by the State to units requiring up to 4200 Tons per annum. and not having FSA for coal supply with any coal company. These agencies could be :
 - State/ Central agencies (NCCF/NSIC) or
 - industries association as the State Govt. deem appropriate.
- These state nominated agencies are required to enter into FSA with coal companies, a format of which has been placed in the WEBSITE
- The price charged to such agencies by CIL would be same notified price as applicable to other consumers entering into FSA with CIL
- The agencies are entitled to charge invoice price plus 5% of base price as margin to cover service charge plus actual freight and applicable charges & statutory levies.
- State Governments and Central Govt. Departments having administrative control over such agencies shall be responsible for :-
 - ensuring transparency and fairness of the distribution system followed by such agencies
 - taking appropriate action to prevent misuse of coal
- Ministry of Coal, GOI has communicated to the Chief Secretaries of the State Governments about the provision of the New Policy regarding distribution of coal supply to small and medium enterprises by States
- CIL has requested State Governments to intimate the name of the state agencies nominated by them who could be allotted a part of the quota earmarked for all state/ union territories and requirement of coal for this sector and advised the concerned RSMs to follow up the matter with respective State Govt so that the above scheme can be implemented as per schedule

- In absence of adequate feed back, CIL has worked out state-wise company-wise breakup of quantity earmarked and same is placed in the WEBSITE