

MEMORANDUM OF UNDERSTANDING

IMC

BETWEEN

COAL INDIA LIMITED

&

MINISTRY OF COAL

2020-21

Brief about (Coal India Limited).

Annex-I

1	Name of the CPSE	Coal India Limited						
2	Status (Please tick):	Maharatna/Navratna/Miniratna/Others						
3	Schedule of the CPSE(Please tick)	A/B/C/D/none						
4	Purpose for which CPSE has been setup and the main business now	To produce and market the planned quantity of coal and coal products efficiently and economically in an eco-friendly manner with due regard to safety, conservation and quality.						
5	Any capital restructuring during 2018-19, i.e., buy-back of shares, issue of bonus shares, issue of fresh shares, splitting of shares and percentage of PAT given as dividend.	Information for FY 2019-20 are as below: 44.25% of PAT given as dividend. No Buy Back in FY 2019-20.						
6	Whether shares are listed (if yes, name of stock exchange and price of the share as on date)	(Amount in Rs.) <table border="1"> <thead> <tr> <th></th> <th>NSE</th> <th>BSE</th> </tr> </thead> <tbody> <tr> <td>Price as on 27.10.2020</td> <td align="center">113.95</td> <td align="center">113.65</td> </tr> </tbody> </table>		NSE	BSE	Price as on 27.10.2020	113.95	113.65
	NSE	BSE						
Price as on 27.10.2020	113.95	113.65						
7	Any change in Capacity during the year or next year(MoU Year)	An addition of 57.86 MT of coal production is proposed in 2020-21 against the production of 602.14 Mt in 2019-20.						
8	Any business unit hived off or to be hived off or added or to be added during the year or next year (MoU Year)	Production of 3 mines suspended during 2019-20 & 4 new mines are likely to start during 2020-21.						
9	Brief about the Sector in which the CPSE is operating and national and international environment, regulatory environment etc.	Major chunk of CIL production is power grade coal with CIL's despatch to power house during 2018-19 was about 491Mt & during the 2019-20 is 462.96 MT. CIL is under administrative control of Ministry of Coal, Govt. of India. Various Acts, and Rules applicable for the operation of coal mines in India namely, Mines Act, 1952, Coal Mines Regulation, 2017, Indian Electricity Rules 1956, Mines Rules, EIA etc.						
10	Details of revival plan if approved	N.A.						
11	Any adverse comments by statutory auditors and its impact on Revenue/Profit/Loss/Assets/Liabilities.	NIL						
12	Whether C&AG Supplemented the comments of Statutory Auditor. If not, give details along with impact.	NIL						
13	No. and Name of Subsidiaries Company along with amount invested and share in its profits during last five years.	Separate sheet attached as Annexure-A.						
14	No. and Name of Joint Venture Companies along with amount invested and share in its profit during last five years.	Separate sheet attached as Annexure-B.						

Annex – II
Mandatory Parameters
Part A
Coal India Limited

Sl. No.	Financial Performance Criteria	Unit	Marks	2019-20 (Est.)	Best in Last 5 years*	MoU Target					Improvement (%)
						Excellent	V.G.	Good	Fair	Poor	
						100%	80%	60%	40%	20%	
1	Turnover Revenue from Operations (Net of taxes)	Rs. crore	10	96080	99547	101000	93000	88500	83000	78000	
2	Operating Profit										
	Operating profit (Profit before Tax excluding other Income, Extraordinary and Exceptional Items)	%	20	18.70	21.35	21.35	18.70	12.00	10.00	8.00	
	Operating profit as a percentage of Revenue from operations										
3	Return on investment:										
	PAT as a % of Average Net Worth	%	20	57.75	78.41	78.41	57.75	30.00	25.00	20.00	
	Total (A)		50								

*Best in last 5 years is prior to and excluding FY 2019-20.