Request for Expression of Interest (REoI) for Purchase of Washery Rejects
From proposed washeries of MCL

Last Date of Submission: 12/03/2014

1. **MAHANADI COALFIELDS LIMITED - BACKGROUND**

Mahanadi Coalfields Limited is a Public Sector Undertaking engaged in mining coal and allied activities. It comprises of two Coalfields namely IB Valley and Talcher Coalfields. The former being a part of Western Coalfields Limited (WCL) and other a part of Central Coalfields Limited (CCL), were carved out from the respective Companies and brought into the fold of South Eastern Coalfields Limited (SECL) in 1986. Eventually, with passage of time and expansion in the capacities, being the only coalfields in Odisha, the Coalfields were taken out from SECL and re-structured into a separate entity, called Mahanadi Coalfields Limited (MCL) with headquarters at Sambalpur (Odisha) was born on 3rd April, 1992. Now MCL is the second highest non-coking coal producing Subsidiary of Coal India, producing more than 100 Million Tonnes since 2009 and the production in financial year 2012-13 is about 108 Mt and dispatch is about 112 Mt.

A brief description of the organizational structure and detailed activities of MCL can be viewed in the website: [www.mcl.gov.in](http://www.mcl.gov.in).

2. **BACKGROUND FOR CALLING REQUEST FOR EXPRESSION OF INTEREST (REoI)**

In order to expedite necessary clearances EC / FC for construction of Washery, Advisor (E&F) mentioned that Coal Companies have to mention the use of washery rejects in EMP that either (a) the washery rejects does not contain any polluting material and thereby the rejects can be dumped or (b) Rejects would be sold through e-auction or MOU route as it has some calorific value.

So, as the rejects have some calorific value, it has been decided that REoI to be floated for selling the rejects to consumers through MoU route (with potential buyers for a period mutually decided).

In case of existing Consumers under FSA, the supply of reject (in case of allotment), will be out of FSA.
3. **OBJECTIVE OF INVITATION FOR REQUEST FOR EXPRESSION OF INTEREST (REoI)**

The objective of this invitation for REoI is to know the interest of prospective consumers who have their own plant(s) or likely to set-up the same to purchase the rejects from washeries of MCL for their captive use. The GCV of the rejects will be about 1500 k.cal/kg. However, range of GCV will be in between 1000-2000 k.cal./kg.

4. **BRIEF OUTLINE OF OFFERED WASHERY REJECTS**

(a) **Basundhara Washery:**

Basundhara washery having a capacity of 10.0 Mtpa non-coking raw coal input will be installed on Build-Operate & Maintain (BOM) concept near Kulda Open Cast Project of Basundhara Area of MCL. The Kulda Open Cast (OCP) is situated in the North-Central Part of IB Valley Coalfields in Sundergarh District in the State of Odisha. It is situated between latitudes 22° 01' 02" N to 22° 03' 03" N and longitude 83° 43' 28" E to 83° 43' 35" East. Kulda OCP is connected by road from nearest township of Sundergarh, lying at a distance of 40 Km Sundergarh-Raigarh road incidentally passes through this block. Nearest Railway Station is Himgir, on South Eastern Railway main line at a distance of about 36 Km along the road.

(b) **Ib-Valley Washery at Lakhanpur:**

Lakhanpur Washery having a capacity of 10.0 Mtpa non-coking raw coal input will be installed on site near Integrated Lakhanpur-Belpahar-Lilari OCP of Lakhanpur Area of MCL. The area is well connected by rail and road. The Mumbai-Howrah main line S.E. Railway passes close to the northern boundary of the block. The nearest Railway station is Belpahar at a distance of about 5 Km. The project falls under the Jharsuguda District of Odisha State. The OCP is situated between the latitude 21° 42' 12" – 21° 47' 20" and longitude 83° 48' 52" to 83° 52' 41" E.

(c) **Hingula Washery :**

Hingula Washery having a capacity of 10.0 Mtpa. On non-coking coal to be built on BOM Concept will be located near the Balram OCP in Hingula Area of Talcher Coalfields of MCL in Angul District of Odisha State. The site of washery will fall between latitudes 20° 56' 02" - 20° 58' 28" N and longitudes 85° 02' 52" to 85° 06' 57" E. It is connected with NH 23 by an integral colliery road meeting at Talcher at a distance of 22 km. This NH 23 is connected with NH-42 (Sambalpur-Bhubaneswar) and meeting at Banarpal (Near Angul) at a distance of about 10 km. The nearest Railway station is Talcher situated at a distance of about 16 KM.
(d) **Jagannath Washery at Bhubaneshwar:**

Jagannath washery having a capacity of 10.0 Mtpa to be built on BOM Concept near Bhubaneswari OCP of Jagannath Area of Talcher Coalfields is connected by all weather metalled road to Bhubaneswar. The nearest railway station is Talcher, on East-Cost Railway at a distance of about 6 km. The nearest port at Bay of Bengal is Paradip and situated at a distance of about 260 km from the block. The Biju Pattnaik International Airport is located at State Capital Bhubaneswar at a distance of about 165 km, is the nearest airport from the block.

4.1. The likely quantities of rejects from the proposed Washeries are as given hereafter.

**Quantity of Washery Rejects**

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Name of the Washery &amp; its capacity</th>
<th>Approx. Quantity (Mtpa)</th>
<th>Avg. GCV (k.cal./kg)</th>
<th>GCV Range (k.cal./kg)</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Basundhara – 10.0 Mty</td>
<td>2.97</td>
<td>About 1500</td>
<td>1000-2000</td>
</tr>
<tr>
<td>2</td>
<td>Lakhanpur – 10.0 Mty</td>
<td>3.96</td>
<td></td>
<td>1000-2000</td>
</tr>
<tr>
<td>3</td>
<td>Hingula – 10.0 Mty</td>
<td>1.1</td>
<td></td>
<td>1000-2000</td>
</tr>
<tr>
<td>4</td>
<td>Jagannath – 10.0 Mty</td>
<td>1.7</td>
<td></td>
<td>1000-2000</td>
</tr>
<tr>
<td>Total</td>
<td></td>
<td>≈ 10.00</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

All available information with regard to location, topography, status of existing workings, assessed rejects may be obtained from the office of General Manager, Washery Department, MCL, Jagruti Vihar, Burla, Sambalpur-768020(Odisha).

5. **TERMS AND CONDITIONS**

1. Each respondent company / companies may express his interest for purchase of washery rejects and its transportation from the Washeries of their interest.

2. Transportation of rejects preferably has to be made by rail but transportation from washery premises to siding is to be made by road. For rail despatches, exclusive rail sidings for transportation of washery rejects need to be identified by buyer.

3. Rejects should not be lying stacked at washery site more than 15 days in case of disposal/sale through MoU route.

4. The respondent submitting the REoI shall submit documentary evidence to substantiate their interest by giving name of plant with its capacity, date of installation or likely date of installation, per annum requirement of rejects and mode of transportation etc.

5. MCL shall contact / arrange meetings with interested respondents to address their queries, if any, and to further enquire the details of interested respondents.
6. Submission of REoI does not entitle for any kind of registration / qualification for further bid process.

7. MCL will call a meeting with prospective parties after receipt of this REOI.

6. QUALIFICATION CRITERIA

6.1 For the purpose of this REoI, a company will mean a company registered / incorporated in India / abroad who have their own plant(s) or likely to set-up the same with date of commissioning of the same etc.

6.2 The intending Respondents will be required to submit along with the REoI a declaration that their business has not been banned at any time by any PSU/Government of India.

6.3 All respondents need to submit their application supported by documentary evidence regarding their owning of plant(s) or likely to set-up the same with date of commissioning of the same etc.

6.4 Copy of PAN NO. & Sales tax Registration number to be accompanied along with REoI.

7. SUBMISSION OF REoI

The intending Respondents are required to submit three copies of Expression of Interest (one original & two copies) duly signed by authorized signatory in all pages along with seal separately indicating per annum requirement of quantity of rejects from each washery, mode of transport and approach note alongwith forms appended below to this notification duly filled in. All the claims made in the form by the Intended Consumer must be supported by reliable documents and credentials which may be verified for its genuineness.

All the three copies of REoI in respect of each of washery should be placed in loose one cover. All such loose covers (in case REoI submitted for more than one washery) sealed in top cover, clearly bearing the name and address of the Principal Respondent and superscripted on the top of the left corner by “REoI for Washery Rejects” (Name of washery & REoI no.)

The REoI should be submitted to the office of:

General Manager,
Sales & Marketing Deptt., MCL,
Jagruti Vihar, Burla -768020,
Sambalpur (Odisha).
- On or before 15.00 Hrs (IST) of 12/03/2014.
Clarification required by the Respondents may be submitted on or before 20/02/2014 through e-mail id cgmsm_mcl@yahoo.co.in.

8. MCL reserves the right to accept the applications in entirety or reject any or all of them or withdraw the notice at any stage of processing without assigning any reason thereof.

9. MCL shall not be held responsible for non-receipt of submitals sent by the Intended Consumer by post or private couriers, within the stipulated time.
### PRESCRIBED FORMAT

#### FORMAT-I  GENERAL INFORMATION

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Information Required</th>
<th>To be filled/furnished by Intended Consumer</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Name of the Washery(ies) (offering rejects) in which bidder is interested.</td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>Name, Designation, Address, Telephone Number, Fax number and e-mail id of the Principal Respondent.</td>
<td></td>
</tr>
<tr>
<td>3</td>
<td>Name of the plant(s) with its Capacity.</td>
<td></td>
</tr>
<tr>
<td>4</td>
<td>Date of installation or Likely date of installation of plant(s) <em>(With Capacity)</em></td>
<td></td>
</tr>
<tr>
<td>5</td>
<td>Approx. per annum requirement of rejects.</td>
<td></td>
</tr>
<tr>
<td>6</td>
<td>Mode of transportation etc.</td>
<td></td>
</tr>
<tr>
<td>7</td>
<td>Declaration in writing in light of para 6.2 of REnI.</td>
<td></td>
</tr>
</tbody>
</table>

#### FORMAT-II  INFORMATION ON FINANCIAL STATUS

<table>
<thead>
<tr>
<th>Sl. No.</th>
<th>Indicators</th>
<th>2012-13</th>
<th>2011-12</th>
<th>2010-11</th>
</tr>
</thead>
<tbody>
<tr>
<td>1</td>
<td>Turn over, last three year in INR</td>
<td></td>
<td></td>
<td></td>
</tr>
<tr>
<td>2</td>
<td>PAN number &amp; Sales tax Registration number</td>
<td></td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Supporting document that the plant is owned by the respondent is to be furnished along with the request.