

**GOVERNMENT OF INDIA
MINES
LOK SABHA**

UNSTARRED QUESTION NO:2253
ANSWERED ON:21.07.2009
ROYALTY ON MINERALS
Khaire Shri Chandrakant Bhaurao

Will the Minister of MINES be pleased to state:

- (a) whether upward revision of royalty payment is likely to lead to price rise of a given commodity/mineral ore in the market;
- (b) if so, the manner in which the Government proposes to keep a tab on any such price hike by the ferrous/non-ferrous and other companies; and
- (c) the additional revenue likely to be generated in the event of new system of royalty on minerals?

Answer

THE MINISTER OF MINES AND MINISTER OF DEVELOPMENT OF NORTH EASTERN REGION (SHRI B. K. HANDIQUE)

(a) to (c): The proposal for revision of rates of royalty is under consideration of the Government. The State Governments are collecting royalty in terms of the rates notified by Government on 14-10-2004 and the revised rates of royalty would effective prospectively only.