

**GOVERNMENT OF INDIA  
COAL  
LOK SABHA**

UNSTARRED QUESTION NO:2895

ANSWERED ON:29.08.2012

ROYALTY FORMULA

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**Will the Minister of COAL be pleased to state:**

- (a) the per metric tonne cost of coal at which coal is available in the country today, grade-wise; and
- (b) whether the coal is procured by way of floating tenders or by any other procedure and if so, the details thereof?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF COAL (SHRI PRATIK PRAKASHBAPU PATIL)

(a): As the production cost of coal varies from mine to mine, it may not possible to indicate per metric tonne cost of coal. However, the price of raw non-coking coal produced in all the subsidiary coal companies except Western Coalfields Limited (WCL) of Coal India Limited including North Eastern Coalfields Limited (NEC) has been notified by the Coal India Limited under the Fuel Supply Agreement on 31.01.2012. The details are given as Annexure-I. The price of raw non-coking coal produced in the Western Coalfields Limited was revised w.e.f. 20.06.2012, is given as Annexure-II.

(b): The subsidiary companies of Coal India Limited sell coal through Fuel Supply Agreement (FSA)/Memorandum of Understanding (MoU), E-auction and Forward e-auction. While the supply of coal under FSA/MOU is generally based on "notified price" decided by the CIL and the sale under e-auction and forward e-auction is based on the highest bidding