

OFFICE OF THE ENGINEER-IN-CHIEF, WATER RESOURCES,
ODISHA, SECHA SADAN, BHUBANESWAR

File No. WS-IWS- 494 /19

From,

Er. Akshya Kumar Banerjee,
Engineer-in-Chief,
Water Resources.

Date

21883 19/10/19

To,

The Principal Secretary to Govt
Department of Water Resources,
RajivBhawan, Bhubaneswar.

Sub: Allocation of surface water in favour of M/s Rungta Mines Ltd. for their Industrial use in Karakhola Steel Plant At- Karakhola, Po-Barbil, Dist- Keonjhar.

Sir,

M/s Rungta Mines Ltd. has applied online for operational water of 6.72 cusec from Karo river in phased manner i.e. from 1.08.2021 to 31.08.2022- 0.01 cusec for construction purpose, from (01.09.2022 to 31.08.2025)- 2.844 cusec & from (01.09.2025 onward)- 6.72 cusec for operational purpose respectively. It is an existing industry. The Chief Engineer, BP & CC has given views that water will be available during 4 months (i.e. June, July, August & September) in a year. The 91st WAC meeting held on dt. 27.09.19 has opined that as annual demand of the Steel plant is available in the source during above 4 months, water can be allowed without assurance during lean season.

In view of the above facts, the permission to draw surface water by M/s Rungta Mines Ltd. (Karakhola Steel Plant) to the tune of 6.72 cusec from river Karo is hereby recommended without assurance during lean season with the following terms & conditions.

TERMS AND CONDITIONS

1. M/s Rungta Mines Ltd. shall make suitable arrangement to take the water from the Government water source at which it will be supplied. M/s Rungta Mines Ltd. shall not use the water supplied to him for any purpose other than that which is specified in the schedule.
2. If the water rate/license fees for the aforesaid quantity of water or any part thereof, is not paid on or before the date specified in agreement it shall become payable at once (unless the Government sanctions for special reason an extension of time) and M/s Rungta Mines Ltd. and the sureties shall be liable jointly and severally to pay the same with compound interest at the rate of two percent *per mensem* from the date of default. All amount due to the Government under terms of these presents shall if not paid in time, be recoverable as a public demand under the Orissa Public Demands Recovery Act, 1962.
3. (i) M/s Rungta Mines Ltd. shall be liable for criminal and civil action if by drawal of water, the rights of any third party are affected and shall indemnify the Government against all claims for damage preferred by person or persons affected by the permission granted.
(ii) M/s Rungta Mines Ltd. will not without prior permission in writing from the Government, lay pipeline on Government or communal lands. If the pipe lines have to pass through Government lands permission of the Government for this shall be taken separately which may be granted subject to the protection of rights of Government or community, as the case may be.
(iii) M/s Rungta Mines Ltd. shall not draw or lift water more than the quantity mentioned in the requisition or order and not exceeding the volume mentioned in the Schedule except with the prior approval of the Government. The Executive

10/10

Engineer shall assess the fees to be charged as per Unit quantity of water drawn or allocated whichever is higher. If drawal is more than the allocation, a penal rate at six times the rate specified in Schedule III shall be charged on the quantity of excess drawal, in addition to the normal bill on allocated quantity. The excess drawal is permissible for a maximum period of six months, within which licensee shall have to apply for a higher allocation of water with reason where the licensee fails to so apply for such higher allocation or where the licensee is refused for such higher allocation, the agreement shall be liable to cancellation and the water supplied shall be stopped thereafter.

(iv) The permission granted shall not be deemed to exempt M/s Rungta Mines Ltd. from liability to payment of water charges lawfully assessable at the rate as may be prescribed by Govt. from time to time.

v) Government reserves the right to suspend or cancel the permission in case of violation of any of the covenants.

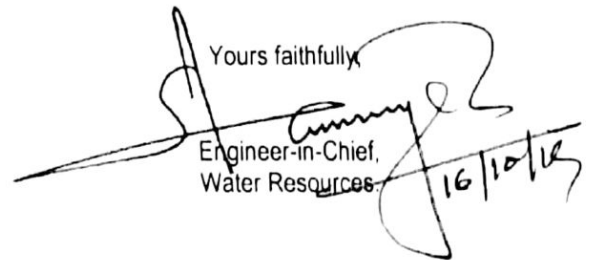
4. M/s Rungta Mines Ltd. at his own cost shall install a Flow Meter or a suitable measuring device for measurement of water drawn or lifted by him from the Govt. water source as per the procedure laid down in rule 23-A(b). The Executive Engineer shall visit the location of drawal or lifting of water, verify the quantities of water drawn or lifted by M/s Rungta Mines Ltd. and ensure such control as may be necessary for administering the drawal or lifting of water. Assessment of water rate shall be made as per the quantity of water drawn or allocated whichever is higher. In case of any defect or non-functioning of the Flow Meter, the licensee shall bring the fact to the notice of the Executive Engineer forthwith and take appropriate steps to remove the defects in the Meter or for replacement thereof within a period of three months and in such cases the fees shall be charged on the quantity of water allocated for the said period of three months or till the defect in the Meter is removed or the Meter replaced, as the case may be whichever is earlier, and where the licensee fails to bring the defect or non-functioning of the Meter to the notice of the Executive Engineer or fails to remove the defects in the Meter or to replace the same, as the case may be, within a period of three months, the agreement shall be liable to cancellation and thereafter the water supply shall be stopped.
5. M/s Rungta Mines Ltd. shall construct full proof effluent discharge plant before commissioning of the project. For proper test of such effluent there shall be computerized testing system and M/s Rungta Mines Ltd. shall give details of effluent discharged in the natural source (in river or nala).
6. For construction of head works and control mechanism i.e, intake well, pump house and other related facilities, M/s Rungta Mines Ltd. will get the land leased in their favour through IDCO as is done in respect of any other government land required by the industry. IDCO will make available land on long term lease to M/s Rungta Mines Ltd. The continuance of the lease agreement will subject to the condition that the industry shall pay water rates as per prevailing water rate and all other dues of Government and IDCO from time to time.
7. M/s Rungta Mines Ltd. would be required to pay 3 (three) months advance water charges in favour of Executive Engineer concerned in shape of Bank Draft of FDR duly discharged by the company as non – interest bearing security deposit and for 9 (nine) months a Bank Guarantee duly pledged in favour of concerned Executive Engineer. Onus of maintaining the Bank Guarantee lies with the company.
8. In case of water supply for M/s Rungta Mines Ltd. is to be met from a common source through a sharing mechanism, such common infrastructure for drawal of water will be constructed, maintained and operated either by IDCO or Special Purpose Vehicle (SPV) after taking due clearance from IDCO. Water will be supplied to Industry by IDCO/SPV and they would also be liable for payment of water rate to the Govt. and will in turn have arrangements as similar therein as clauses (6) and (7) detailed earlier.
9. M/s Rungta Mines Ltd. will not disturb the normal flow of water so that riparian rights in the downstream will be affected and the company shall have no claim on the account.

10. The drawal mechanism for raw water and disposal system of effluent to be established by the industry without disturbing existing eco system and environmental set up.
11. The Rehabilitation and Resettlement Action Plan/ Welfare Action Plan, if so required will be prepared in conformity with the current Orissa Rehabilitation and Resettlement policy and executed by the company at its own cost under the supervision of the Water Resources Department and the Collector of the District.
12. M/s Rungta Mines Ltd. should not claim as a matter of right to get the desired quantity of water during non-monsoon and lean period to meet their full industrial use and the Company has to make adequate storage facility in their own land for supply of water to their plant during such period.
13. The safety design of all the structures lies fully on the company.
14. In case of any dispute / interpretation required the decision of the Government in Water Resources Department shall be final.
15. Any surplus power from the Captive Power Plant shall be sold by M/s Rungta Mines Ltd. to GRIDCO or any other entity to be notified by the State Government under mutual acceptable terms & conditions.
16. The allocation of water will automatically lapse if the company does not use the water for the purpose applied for within three years of allotment.
17. This agreement shall be valid for a period of three years from the date of execution subject to the renewal of agreement by the Executive Engineer. For renewal of the agreement, the concerned drawee has to apply minimum three months before the expiry of the agreement.
18. If it is found that the industry is drawing water unauthorizedly before signing the agreement/ installation of flow-meter, the Executive Engineer will charge a penal rate at six times the normal rate as provided in Schedule III of the Rule.
19. Government shall be at liberty to review the water allocation unilaterally in case of exigencies.
20. The Executive Engineer or his authorized representative reserves the right to inspect all installations of drawal and disposal mechanism during and after construction including intake structure, flow meter and treatment plant.
21. M/s Rungta Mines Ltd. will have to show clearly in water management plan as to what storage facility the company will create for the lean season and to what extent and how the water is going to be recycled which shall be a part of the project report of the unit.
22. M/s Rungta Mines Ltd. may engage at their own cost consultant(s) experienced in the field to take up field investigations, prepare design and drawing to set up the water supply scheme for drawing water from the Govt. water source for their proposed plant. The actual work will start after approval of the scheme by the competent authority of Water Resources Department who can inspect work during the construction.
23. The exact place for lifting will be decided in consultation with the competent authority of Water Resources Department.
24. Department of Water Resources (DoWR) will not be held responsible for non-availability of water due to dry season, disruption, repair & maintenance of Canal/Reservoir.
25. The agreement to be executed by the Industry/ commercial establishment with local authority/ Executive Engineer must be approved by the DoWR before drawal of water.

ADDITIONAL TERMS & CONDITIONS

26. M/s Rungta Mines Ltd. will have to adopt water harvesting, rooftop water harvesting, ground water recharge and recycling of waste water measures in its plant premises as per the approved water management plan.
27. M/s Rungta Mines Ltd. shall stop drawal of ground water soon after drawal of surface water for operational purpose.

28. M/s Rungta Mines Ltd. shall follow the zero effluent discharge principle and satisfy State Pollution Control Board (SPCB) norms and obtain requisite permissions from the SPCB, Odisha before drawal of operational water.
29. M/s Rungta Mines Ltd. shall pay contribution towards water conservation fund (WCF) complying with Gazette notification no. 1545 dt. 7.11.2015 of DOWR.
30. M/s Rungta Mines Ltd. shall abide by the conditions laid down by the competent authority of DoWR during approval of scheme of drawal.
31. M/s Rungta Mines Ltd. shall undertake water utilization audit in every three years and make the report available for scrutiny by the competent authority of DoWR.
32. License fees shall be charged and collected at the rate as specified in the schedule-III per unit or quantity of water actually drawn or allocated whichever is higher and shall be enhanced at the rate of ten percent per annum with effect from the first day of April.
33. M/s Rungta Mines Ltd. allocated water in a phased manner, shall pay commitment charges complying with the DoWR Notification No. Irr-II-WRC-31/16-13233/WR, dt. 04.06.16.
34. M/s Rungta Mines Ltd. acquired with the irrigated land for industrial purpose under unavoidable circumstances has to comply with the conditions laid down vide DoWR Notification No. 4538, dt. 24.02.2016.
35. M/s Rungta Mines Ltd. shall register the project in the IWCRCM website within 7 days of entry, after due execution of agreement with the concerned Executive Engineer of DoWR.

Yours faithfully,

Engineer-in-Chief,
Water Resources. 16/10/16