



**GOVERNMENT OF INDIA
MINISTRY OF MINES
INDIAN BUREAU OF MINES
OFFICE OF THE REGIONAL CONTROLLER OF MINES**



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No. KNT/RCH/G-1/BNG/vol-XI

Dated: 20/4/ 2016

To,

Shri. Prakash, Agent & General Manager(Mines)

M/s Hutti Gold Mines Company Limited.

Fax- 08537-275044

Post:Hutti, 584 115

Raichur District,, Karnataka.

Subject:- Violation of provisions of MCDR 1988 in respect of The Hutti Gold Mines Company Limited Mine (ML No.) Over an extent of 528.35 ha in Lingasugur Taluk & Raichur District, Karnataka State...Reg.

Sir,

The following provisions of Mineral Conservation and Development Rules 1988 were found violated in your above mine during the inspection on 17/11/2015 by undersigned in the presence of Mines Manager S/Shri. Shanthakumar, & Prakash, Mines Agent & Dr. P. sangurmatah, Geologist./ General manager (Co-ordination).

Rule 13(1)	The Scheme of Mining was approved vide letter No. KNT/RCH/MS/G-214-SZ/161 dated 13/20. 2. 2014 for the period from 2013-14 to 2017-18. The deviations observed in mining operations vis-a-vis approved document are given below: (i) In para 4.2, under proposed exploration, for the 2013-14 to 2015-16, it was proposed to drill 1500m each year, from surface and 1000m each from underground mine and 80m³ each year as trenching. Against the proposals, the lessee company has not carried out exploratory drilling as envisaged. (ii) In para 4.3, under mine development, for the year 2013-14 to 2015-16, 2632m, 4724m & 3236m drives & x-cuts were proposed, similarly, sub-level development of 290m, 305m & 455m for the three years period, incidental ore from development and stope production of 548,386t, 553,768t & 561,588t respectively for three years, which are not producing as envisaged. (iii). In table-4.4, wherein shaft sinking, black rock development, haulage, x-cuts & drives were proposed for the year 2013-14 to 2015-16 were not achieved from off lode development as envisaged to meet the targets in metrage/tonnage. (iv). It was proposed carry out afforestation for the year 2013-14 to 2015-16, i.e.
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	20,000 nos in 10 ha area, 5000 nos., in 3.5 ha area and 7000 nos. in 3.5 ha area, were also not planted as envisaged. (v). It was proposed to carry out shaft sinking & related work in Mallappa shaft, various items of work mentioned in the table in page-61, during the year 2013-14 to 2015-15, were not carried out as envisaged. (vi). The proposed underground exploratory mining work given in table format without any number, in page-47 has not been carried out still as envisaged.
Rule 23(E)2	The annual report on PMCP for the year 2014-15, before 1st July of every year setting forth the extent of protective and rehabilitative works carried out as envisaged in the approved mine closure plan, and if there is any deviation, reasons thereof., has not received in this office., including the environmental data for four seasons.
Rule 45	While scrutinizing the annual returns for the year 2014-15, it is observed that, in part-VI, wherein the production & stocks of ROM ore is given from underground workings, where opening stocks, production and hoisting and closing stocks are furnished. In particular, the gold content of all these headings are varying abnormally, what is produced is at 4.40g/t, but hoisted gold is 3.43g/t. How this variation takes place and reveals huge loss of gold.

02. In this connection, it is to bring to your notice that the above violations constitute an offence punishable under Rule 58 of MCDR 1988. Further, the violation of Rule 13(1) of MCDR may also attract provision of Rule 13(2) of MCDR 1988 regarding suspension of mining operations till the compliance of the violations.

03. You are advised to rectify the above violations immediately and intimate the position to this office within 45 (forty five) days from the date of issue of this letter.

Yours faithfully,

Sd/-

(C. Parameshwaran)
Dy. Controller of Mines

Copy for kind information to :

1. The Controller of Mines (SZ), IBM, Bangalore.
2. The Director, Dept. of Mines & Geology, Govt. of Karnataka, Khanij Bhavan, Race Course Road, Bangalore 560 001.

Yours faithfully,

Sd/-

(C. Parameshwaran)
Dy. Controller of Mines