



GOVERNMENT OF ANDHRA PRADESH
OFFICE OF THE ASST. DIRECTOR OF MINES & GEOLOGY, VIGILANCE, HYD.
 H.No.2-4-1053, Road No.3, New Samathapuri colony, Nagole X Roads, Hyderabad-35, Tel.No.040-24051648.

DEMAND NOTICE No.011/VG-CS/2008.

Dated:15.07.2011.

Sub: VIGILANCE–Mines & Minerals–Consumption of minor minerals in the construction of “Mayflower Heights’ located at Mallapur, Nacharam, Hyderabad by M/s.Modi Properties & Investments Pvt. Ltd.–Failed to produce documentary evidence towards payment of Seigniorage fee for the quantities of minor minerals utilized in the construction–Payment of **Rs.1,57,930=00**–Demand Notice Issued–Regarding.

- Ref:-** 1. Notice.No.011/Vg-CS/2008, Dt:05.03.2010 addressed to M/s.Modi Properties & Investments Pvt. Ltd.
 2.ADM&G, Hyd. Show Cause Notice No.2278/SVS/2008, Dt:22.09.2009 to M/s.Modi Properties & Investments Pvt. Ltd.
 3. Lr.No.Nil, Dt:31.10.2008 from M/s.Alpine Estates on behalf of M/s.Modi Properties & Investments Pvt. Ltd.

* * * * *

Through references 1st cited, M/s.Modi Properties & Investments Pvt. Ltd. was issued show cause notice under Rule 26(3)(ii) of A.P.Minor Mineral Concession Rules, 1966 with a request to produce documentary evidence towards payment of seigniorage fee for the minor minerals procured and consumed in the construction of the venture “Mayflower Heights’ located Mallapur, Nacharam, Hyderabad. Further, the Asst.Director of Mines & Geology, Hyderabad vide reference 2nd cited issued show cause notice to M/s.Modi Properties Ltd to show cause as to why action should not be taken for collection of seigniorage fee with (5) times penalty towards consumption of minor minerals in the subject area.

In reply to the above show cause notice, vide reference 3rd cited, M/s.Alpine Projects Ltd on behalf of M/s.Modi Properties Ltd submitted (64) invoices for ready mix concrete in original for a quantity of (4303) cubic meters of ready mix concrete utilized in their construction supplied by M/s.RMC Readymix (India) Pvt Ltd., M/s.IJM Concrete Products Pvt Ltd and M/s.Grasim Industries Ltd. The quantity of the minor minerals involved in the said quantity of ready mix concrete were considered. The firm also submitted (51) transit passes/transit forms for a quantity of (288.66)M³ metal. After due verification of the said bills by the Asst.Director of Mines & Geology, concerned out of (51) transit passes/transit forms, only (41) transit passes/transit forms for a quantity of (232.06) were found to be genuine and the remaining (10) transit passes/transit forms were not considered as the date and the name of the consignee on the bills were not tallied with the office records. The details are as under:

S. N o.	Mineral	Total Qty Consumed by M/s.Modi Properties	Qty covered by RMC			Qty. covered by the tp's produced by M/s.Modi	Total	Diff. Qty
			M/s.RMC Readymix	M/s.IJM Concrete	M/s.Grasim Ind.			
1	Metal	3965	2968.725	735.536	844.56	232.06	4780.881	0
2	Sand	3694	2152.725	477.266	422.28	0	3052.271	642
3	Bricks	649000	0	0	0	0	0	649000

Therefore, M/s.Modi Properties & Investments Pvt. Ltd. is liable for necessary action under Rule 26(3)(ii) of A.P.Minor Mineral Concession Rules,1966 for the differential quantities of minor minerals procured & consumed. The details of the normal seigniorage fee alongwith (5) time penalty are as under:

(In Rs.)

S. No	Mineral	Quantity	Rates of Seign. Fee	NSF	(5) Times Penalty	Total
1	Sand	642 M3	40	25680	128400	154080
2	Bricks	649000 No's	3850	3850	0	3850
		TOTAL		29530	128400	157930

..2..

In view of the above circumstances, M/s.Modi Properties & Investments Pvt. Ltd. is hereby directed to pay total amount of **Rs.1,57,930=00** under the following Head of Account towards evaded normal seigniorage fee together with penalty under Rule 26(3)(ii) of A.P.Minor Mineral Concession Rules, 1966 towards the quantities of minor minerals procured & utilized in the civil construction. The original challans shall reach this office within (15) days from the date of receipt of this notice, failing which action will be initiated for recovery of the same under the provisions of Revenue Recovery Act without any further notice

Head of Accounts:

0853-Non Ferrous Mining and Metallurgical Industry.

102-Mineral Concession Fee Rents and Royalties.

81-Other Receipts.


**ASST.DIRECTOR OF MINES & GEOLOGY,
VIGILANCE SQUAD, HYDERABAD.**

To:

**M/s.Modi Properties & Investments Pvy. Ltd., #5-4-187/3&4, II Floor, M.G.Road,
Secunderabad-500 003.**

Copy submitted to the Director of Mines and Geology for favour of information.

Copy submitted to the Zonal Joint Director of Mines and Geology, Hyderabad for favour of information

Copy submitted to the Dy. Director of Mines and Geology, Hyderabad for favour of information.