

GOVERNMENT OF INDIA  
MINISTRY OF PRODUCTION

New Delhi, the 21st March, 1944.

RESOLUTION

introduction of  
No. C2-35(7)/51. - With the ~~introduction of~~ Control of  
Coal in 1944 and the unification, in the hands of the late  
Department of Supply, of the functions regarding production and  
distribution of coal, the management of the Railway Collieries  
was transferred from the Railway Department to the Department of  
Supply, with effect from the 1st June, 1944, in accordance with  
the arrangements out-lined in the Department O.N.No. Coal-12412  
dated the 8th June, 1944. The State Railway Coal Development  
including the entire staff was placed under the administrative  
control of the Coal Commissioner.

2. Although the immediate objective of unification of the  
functions relating to production and distribution of coal was  
achieved by this transfer, it was considered that the arrange-  
ment under which the ownership of these collieries remained with  
the Railway Ministry while the control vested with another  
Ministry was neither logical nor convenient. The alternatives  
of re-transferring the management of the collieries to the  
Railway Ministry, who owns them or of transferring their own-  
ership to the Production Ministry, who manages them at present,  
have been carefully considered. Taking all factors into consid-  
eration the President has been pleased to decide that the own-  
ership of the Railway Collieries should be transferred to the  
Ministry of Production, which is the Ministry entrusted with  
the responsibility to control and manage the coal industry. The  
transfer of the ownership of the Railway Collieries to the  
Ministry of Production will be effected from the 1st April, 1944.

The details of the transfer including the financial adjustment between the Central and Railway Revenues, and the future form of management of these collieries, are under consideration and will be the subject of separate orders.

Sd/- A. K. Chanda  
SECRETARY TO THE GOVERNMENT OF  
INDIA.

ORDER

ORDERED that a copy of the above Resolution be communicated to all State Governments (parts A, B & C), all Ministries of the Government of India, Cabinet Secretariat, Prime Minister's Secretariat, the Parliament Secretariat, the Secretary E.C.C., Secretary to the President, the Indian Trade Commissioners, all Indian Embassies, the High Commissioner for India, London, the U.K. Trade Commissioner in India, the Director of Commercial Intelligence and Statistics, Calcutta, the High Commissioner for Pakistan in India, New Delhi, the Secretary Indian Tariff Board, the Secretary, Planning Commission, the Secretary, Union Public Service Commission, the Controller & Auditor General of India and the Controller of Coal Accounts.

ORDERED also that it be published in the Gazette of India.

For Secretary to the Government of India

Sd/- K. Subrahmanyam  
Under Secretary  
Department of Mines & Metal  
Ministry of Steel & Mines.

Attested  
Alman  
राजस्व पदाधिकारी  
वेस्ट्रान कोल फिल्ड्स लिमिटेड,  
रांची।

New Delhi, the 8th October, 1956.

52-2(29)/56

The Managing Director,  
National Coal Development Corporation  
(Private) Ltd.,  
Ranchi.

Subject:- Transfer of assets and liabilities of the Government  
of India in respect of Government Collieries.

Sir,

I am directed to inform you that the Government of India are agreeable, subject to the vote of Parliament, to the transfer with effect from 1-10-56 of the ownership and management of their industrial undertaking known as the State Collieries to the National Coal Development Corporation (Private) Limited on the

following conditions :-

- (1) that the value of the undertaking will be the book value as on 1-10-56 after allowing for depreciation.
- (2) that the value as determined above will be treated as part of the Government contribution to the share capital of the Corporation, and will be paid to the Government of India by the allotment of shares in the capital of the Coal Corporation to the President of India and other shareholders of the Corporation.
- (3) that the finalisation of accounts and the determination of the value will be carried out in consultation with the Accountant General concerned.
- (4) that the existing Officers and staff, both temporary and permanent, employed in the State Collieries will be taken over by the Corporation on their existing terms and conditions of service. The question of the final terms and conditions of service of the transferred staff especially for those with a lien in Government is under consideration and you will be addressed further on this subject.
- (5) that the Corporation, if so desired by Government, will enter into a formal agreement with the Government for the transfer of the assets and liabilities of the State Collieries to the Corporation on the above terms and conditions.
- (6) the Corporation will also be responsible for the planning and development of additional coal production in the public sector and for carrying out all schemes connected with such increase in coal production.

I am to request that the agreement of your Board Directors may please be obtained to the above terms and conditions and communicated to the Government of India at a very early date.

Yours faithfully,

Sd/-

( A. Namu )

Deputy Secretary to the Government of India

Copies to :-

- (1) The Ministry of Finance with reference to their No. F-3430/56 dated 5-10-56.
- (2) Controller of Coal Accounts, Calcutta.
- (3) Registrar, Joint Stock Companies, Patna.
- (4) Coal I, III, IV and V and Budget Branches.

*Attested*

*Almatu*

राज्य सहायिका  
पेट्रोल को. लिमिटेड,  
रांची।

Sd/- W.N. Nagar

Under Secretary to the Government of India

IMMEDIATE

GOVERNMENT OF INDIA  
MINISTRY OF PRODUCTION

C2-8(29)/56

New Delhi, the 26th March, 1957.

The Managing Director,  
National Coal Development Corporation  
(Private) Ltd.,  
Ranchi.

Subject:- Transfer of assets and liabilities of the  
Government of India in respect of Government  
Collieries.

Sir,

I am directed to say that as the Vote of Parliament has been secured and the terms and conditions contained in this Ministry's letter No. C2-8(29)/56, dated the 8th October, 1956 are provisionally acceptable to the Corporation, vide enclosed copy of Resolution passed at the meeting of the Board of Directors of the Corporation held on the 19th March, 1957, the President is pleased to accept the offer and hereby transfers w.e.f. 1-10-56, the ownership and management of the State Collieries to the Corporation on the following conditions,

- (1) that the value of the undertaking will be the book value as on 1-10-56 after allowing for depreciation.
- (2) that the value as determined above will be treated as part of the Government contribution to the share capital of the Corporation, and will be paid to the Government of India by the allotment of shares in the capital of the Coal Corporation to the President of India and other shareholders of the Corporation.
- (3) that the finalisation of accounts and the determination of the value will be carried out in consultation with the Accountant General concerned.
- (4) that the existing officers and staff, both temporary and permanent, employed in the State Collieries will be taken over by the Corporation on their existing terms and conditions of service. The question of the final terms and conditions of service of the transferred staff especially for those with a lien in Government is under consideration and the Corporation will be addressed further on this subject.
- (5) that the Corporation, if so desired by Government, will enter into a formal agreement with the Government for the transfer of the assets and liabilities of the State Collieries to the Corporation on the above terms and conditions.

(3) the Corporation will also be responsible for the planning and development of additional coal production in the public sector and for carrying out all schemes connected with such increase in coal production.

Subject to the further condition that the points of disagreement e.g. the write off of ineffective assets and balances will be settled quickly in consultation with the Corporation.

I am to request you to confirm that the Corporation have taken over the transfer of the ownership and management of the State Collieries w.e.f. 1-10-53 on the above terms and conditions.

I am also to request that action may be taken to allot shares of the Corporation to the President and his nominees for the value of the State Collieries as determined in terms of para 1(1) above.

Yours faithfully,

Sd/-

(K.N. Nagar)

Under Secretary to the Government of India.

Copies to :-

1. Ministry of Finance (PEI Divn.) with reference to their No.P-1182/57 dated the 22nd March, 1957 with six spare copies.

2. Controller of Coal Accounts, Calcutta, with a request that necessary action on part (3) of para 1 above may kindly be taken immediately and the necessary adjustments carried out in the accounts of the financial year 1956-57.

3. Registrar, Joint Stock Companies, Patna.

4. Coal-I/Copl-III/Coal-IV/Coal-V and Budget Branches.

*Attested*

*Alonani*

Sd/-

(K.N. Nagar)

Under Secretary to the Government of India.

उप सचिव

कोयला विभाग, कोलकाता

दिनांक :

RESOLUTION

"Resolved that in view of the fact that at least a tentative decision has to be reached before 31st March, 1957 the Government of India may be informed that the terms and conditions proposed by them for transfer of the assets and liabilities of the State Collieries to the Corporation as communicated in their letter No. G2-3(29)/55 dated the 3th October, 1955 are acceptable to the Board provisionally and that action now be taken to announce the formal transfer of these collieries to the Corporation provisionally on the terms and conditions mentioned in the above letter. Also resolved that the points of disagreement e.g., the write off of ineffective assets and balances be settled quickly in consultation with Government."

*A. H. S. led*

*D. P. M. au*

THE SECRETARY  
CORPORATION OF INDIA  
1957