

Selling price of iron ore

1977. SHRI PYARIMOHAN MOHAPATRA: Will the Minister of MINES be pleased to state:

(a) the average selling price of iron ore at the mines head in Odisha and Jharkhand each year during the last five years starting from the year 2009;

(b) the cost of mining each year during the same period; and

(c) how much of the difference between the average selling price and average cost of mining has come to the public exchequer as royalty to the State Government and taxes and duties to the Central Government each year during the period?

THE MINISTER OF STATE IN THE MINISTRY OF MINES (SHRI VISHNU DEO SAI): (a) The month-wise and grade-wise average sale price of iron ore for the States of Odisha and Jharkhand since August 2009 is given in Statement (*See* below).

(b) and (c) The cost of production is mine specific and depends on factors like the stage of operations of the mine, mechanization level, number of minerals produced (*i.e.* associate minerals), area of the lease etc., it is not appropriate to aggregate the cost of production at mineral level and such data is not maintained centrally.

As per Section 9 of Mines and Minerals (Development and Regulation) Act, 1957 (MMDR Act), all mining lease holders are required to pay royalty in respect of any mineral removed or consumed from the lease area. The entire royalty amount accrues to the concerned State Governments. Apart from this, the State Governments collect dead rent. Further, the State Governments are empowered to levy and collect royalty on minor minerals at their level. State Governments have also been levying local cess and taxes on mining and minerals. Details on dead rent collected, royalty collected for minor minerals or amount collected as local cess and taxes on mining and minerals by the State Governments are not maintained centrally. However, the royalty accrual for iron ore in the State of Jharkhand and Odisha during the last five years is given below:

Year	(Value in ₹ lakhs)	
	Jharkhand	Odisha
2009-2010	15442.56	66844.58
2010-2011	37950.58	176704.20
2011-2012	57714.99	284983.52
2012-2013	63909.62	360381.90
2013-2014	Not Available	332218.99

Source: Indian Bureau of Mines.

Grade	Type	Feb11	Mar11	Apr11	May11	Jun11	Jul 11	Aug11	Sept11	Oct11	Nov11	Dec11	Jan12	Feb12	Mar12	
Below 55% Fe	Fines	-	-	200	200	460	453	486	450	500	472	644	644	NA	NA	
55% - Below 58% Fe	Fines	NA	NA	500	NA	NA	NA	NA	NA	500	644	644	644	600	500	
58% - Below 60% Fe	Fines	NA	NA	550	NA	NA	1924	1135	1158	1131	1133	1079	1079	1000	1000	
60% - Below 62% Fe	Fines	1304	1366	2106	1297	1650	1924	NA	NA	1290	1533	1778	1935	1443	1443	
62% - below 65% Fe	Fines	2747	2747	2106	1912	2206	2435	1739	1924	2378	2653	2726	2854	3034	3026	
65% Fe & Above	Fines	NA	2747	2627	NA	NA	2435	NA	2375	2643	2653	2726	NA	NA	3026	
Grade	Type	Apr12	May12	Jun12	Jul12	Aug12	Sep12	Oct12	Nov12	Dec12	Jan13	Feb13	Mar13			
Below 55% Fe	Lumps	950	2072	2147	2190	2029	1820	2153	2156	2133	2368	2354	2218			
55% -Below 58% Fe	Lumps	1628	3078	2185	2190	2766	2301	2546	2156	2518	2754	2356	2604			
58% - Below 60% Fe	Lumps	2064	3078	4500	3670	3731	3396	3200	3467	3588	3112	3084	2799			
60% - Below 62% Fe	Lumps	-	5147	5674	5521	5676	4321	4775	4478	4004	3738	5447	5229			
62% - Below 65% Fe	Lumps	6351	6401	6245	6289	6000	5950	5467	5732	5963	5915	6008	5229			
65% Fe & Above	Lumps	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	-			
Below 55% Fe	Fines	650	518	517	521	548	569	569	553	581	603	628	530			
55% - Below 58% Fe	Fines	800	776	644	764	1182	1292	707	1451	1543	1182	707	1451			
58% - Below 60% Fe	Fines	1000	-	1000	1070	1182	1292	908	1451	1543	1397	908	1451			

Month-wise and Grade-wise average sale price of iron ore for the State of Odisha

Grade	Type	Aug09	Sep09	Oct09	Nov09	Dec09	Jan10	Feb10	Mar10	Apr10	May10	Jun10	Jul10	Aug10	Sep10	Oct10	Nov10	Dec10	Jan11
Below 60% Fe	Lumps	NA	NA	NA	NA	NA	NA	NA	337	367	359	363	366	424	518	509	592	1163	671
60% - Below 62% Fe	Lumps	559	419	640	597	660	656	597	789	1009	951	1367	1190	1269	1449	1649	1526	1607	2306
62% - Below 65% Fe	Lumps	1462	1572	1382	1483	1731	1915	2160	2244	3117	3175	3063	2340	2369	2947	3339	3317	3782	3860
65% Fe & Above	Lumps	1462	1635	1382	1483	1731	1915	2160	2244	3117	3175	3240	2905	2661	2867	3894	3317	3782	3860
Below 62% Fe	Fines	1024	641	699	887	722	714	517	632	1185	1151	958	713	647	1221	1425	1797	1824	2149
62% - below 65% Fe	Fines	1024	743	699	887	722	714	919	1010	1200	1597	1545	1410	1244	1518	1524	1797	1824	2149
65% Fe & Above	Fines	1024	743	699	887	722	758	919	1010	1200	1597	1622	1410	1244	1849	2094	1797	1824	2149
Grade	Type	Feb11	Mar11	Apr11	May11	Jun11	Jul 11	Aug11	Sept11	Oct11	Nov11	Dec11	Jan12	Feb12	Mar12				
Below 55% Fe	Lumps	350	NA	747	779	620	1027	1045	666	650	762	1816	2007	2655	2146				
55% - Below 58% Fe	Lumps	476	345	2079	2220	2479	2178	2718	2455	2507	2470	2617	2371	2655	3084				
58% - Below 60% Fe	Lumps	2630	2550	3278	2729	2479	2483	2718	2455	2621	3708	3526	3717	3796	3669				
60% -Below 62% Fe	Lumps	2630	2636	3278	3307	3849	3610	3743	3792	3592	3774	3785	3731	3796	3816				
62% - Below 65% Fe	Lumps	4408	4407	4403	4748	4414	4805	4999	5034	5265	5241	5221	5229	5446	5669				
65% Fe & Above	Lumps	4408	4407	5010	4748	4641	4922	4999	5323	5265	5241	5221	5961	5446	6921				
Below 55% Fe	Fines	694	264	654	787	567	941	1134	941	867	612	502	500	650	687				
55% - Below 58% Fe	Fines	NA	NA	693	787	569	941	1134	941	990	875	1042	1093	1162	1294				

58% - Below 60% Fe	Fines	NA	600	890	1571	NA	959	1134	983	1124	1215	1380	1407	1328	1294
60% - Below 62% Fe	Fines	2193	1973	1707	1905	1537	1522	1303	1637	1837	1961	1963	1876	1721	1561
62% - below 65% Fe	Fines	2193	1978	2513	2787	2362	2839	1795	2150	2387	2453	2401	2188	2456	2142
65% Fe & Above	Fines	2193	1978	2513	2787	2429	2859	2465	2457	2494	2453	2401	2400	2456	2409
Grade	Type	Apr12	May12	Jun12	Jul12	Aug12	Sep12	Oct12	Nov12	Dec12	Jan13	Feb13	Mar13		
Below 55% Fe	Lumps	1999	1639	1515	1521	1982	1742	-	-	-	-	-	2700	1751	
55% - Below 58% Fe	Lumps	2487	2612	2845	2710	2497	2464	1853	2499	2335	2535	2700	2009		
58% - Below 60% Fe	Lumps	3695	3785	3810	3725	3796	3893	3991	3989	3998	4133	3953	3737		
60% - Below 62% Fe	Lumps	3815	4366	4671	4390	4322	4145	4206	4004	3998	4133	3963	3918		
62% - Below 65% Fe	Lumps	6018	6036	6223	5896	5575	5661	5341	5588	5418	5466	5255	5076		
65% Fe & Above	Lumps	7287	6694	7792	7425	6998	7011	6339	6349	5830	5902	6038	5484		
Below 55% Fe	Fines	772	1051	1051	1362	995	803	846	887	1291	1260	1152	730		
55% - Below 58% Fe	Fines	1269	1211	1225	1362	1292	1216	1236	1221	1291	1260	1152	1209		
58% - Below 60% Fe	Fines	1344	1403	1306	1587	1503	1499	1236	1311	1392	1260	1168	1209		
60% - Below 62% Fe	Fines	1815	1726	1980	1869	1807	1499	1519	1947	1477	1288	1359	1489		
62% - below 65% Fe	Fines	2219	2121	2188	2139	2300	2108	2155	2099	2007	2076	2051	1731		

Grade	Type	Apr12	May12	Jun12	Jul12	Aug12	Sep12	Oct12	Nov12	Dec12	Jan13	Feb13	Mar13				
65% Fe & Above	Fines	2472	2482	2208	2510	2519	2535	2482	2203	2278	2155	2264	2043				
	Conc.	-	-	-	-	-	-	-	-	-	-	-	3610				
Grade	Type	Apr13	May13	Jun13	Jul13	Aug13	Sep13	Oct13	Nov13	Dec13	Jan14	Feb14	Mar14	Apr14	May14	Jun14	Jul14
Below 55% Fe	Lumps	2700	2060	1985	2475	1751	2700	2700	1807	2237	1724	1800	1906	1964	1689	1640	2083
55% - Below	Lumps	2700	2094	1985	2475	1751	2700	2700	2079	2318	2327	2352	2368	2049	2242	2270	3512
58% Fe																	
58% - Below	Lumps	3753	3605	3616	3868	2382	2700	2700	2427	3349	2748	2958	2862	3056	2803	3128	3512
60% Fe																	
60% - Below	Lumps	4036	3605	3616	3868	2689	2700	3097	3134	3349	3343	3129	2977	3056	2848	3128	3512
62% Fe																	
62% - Below	Lumps	4945	4935	4974	4708	4303	4328	4289	4250	4324	4461	4369	4325	4245	4322	4246	4447
65% Fe																	
65% Fe & Above	Lumps	5950	6170	5966	5667	5319	5525	5240	5242	5803	5223	4409	4517	4546	4495	4546	5600
Below 55% Fe	Fines	885	583	882	906	879	859	870	830	889	859	857	1015	888	850	840	1042
55% - Below	Fines	1189	1155	1191	1224	1213	1127	1070	950	897	1170	921	1015	888	1120	895	1042
58% Fe																	
58% - Below	Fines	1189	1155	1191	1224	1263	1220	1070	969	1012	1170	1190	1015	913	1120	1327	1369
60% Fe																	
60% - Below	Fines	1459	1531	1484	1380	1263	1267	1276	1272	1448	1452	1272	1297	1374	1494	1648	1910
62% Fe																	
62% - below	Fines	1705	1625	1684	1571	1509	1573	1582	1584	1676	1749	1881	1909	1983	1949	2109	2057
65% Fe																	
65% Fe & Above	Fines	1851	1896	1874	1881	1875	1844	1889	1974	2011	2088	2150	2139	2054	2014	2236	2500
	Conc.	-	-	-	-	3857	3794	3940	3444	3553	3553	-	-	3257	1375	1362	1350