

# **Coal Block Allocation Case**

### Why in news?

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The three Coal Ministry officials, including former Secretary, were convicted.

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### Why were they convicted?

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- The secretary was the chairperson of the screening committee that recommended allocations.  $\n$
- It functioned for years without regard for guidelines, norms or transparency.  $\ensuremath{\sc n}$
- The three officials have been found guilty of abusing their positions to procure a coal block for Kamal Sponge Steel and Power Limited.  $\n$
- Special CBI Court has now ruled that Coal Ministry officials deliberately allowed an incomplete application from an ineligible company to be taken up for consideration.

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- The accused actually let all applications pass without any checking and arbitrarily exercised their discretion in favour of those companies.  $\n$ 

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## What is the significance?

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- It is the logical consequence of the 2014 Supreme Court order declaring all coal block allocations made since 1993 illegal and arbitrary.
- Two previous trials had ended in convictions, but those held guilty were officials of private companies who had deceived the authorities into allotting them blocks.

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- This judgment marks the first case in which individual criminal liability has been fixed on public servants in the coal block scam.  $\n$
- The verdict may become a benchmark for other ongoing prosecutions on similar lines.
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- The case also raises questions about the role and responsibility of a Secretary to the government, who is not only the administrative head of a department but also an adviser to the Minister on matters of policy.  $\n$

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### Source: The Hindu

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