

9.0 PROJECT BENEFITS

9.1 Preamble

The proposed expansion would have the following operational advantages:

- Use of locally available iron ore and other raw materials;
- Increase in revenue in terms of taxes at local, state and national level; and
- Opportunity to create direct and indirect employment to several other hundreds more through multiplier effect in terms of downstream socio-economic benefits and consequent improvement in the living conditions of local population in the study area and in region.

9.2 Employment

Establishment or expansion of any industrial activities, results in industrial growth, which in turn would generate direct and indirect opportunities of employment and business in the region.

The details of total manpower envisaged for the operation of the existing and expanded plant are as per given below:

S.No	Particulars	Manpower		
		Pre Expansion	Expansion	Post Expansion
1	Executive Administration	40	23	63
2	Executive Technical	122	78	200
3	Graduate Engineer Trainees	41	317	358
4	Non Executives Technical	85	497	582
5	Non Executives Administration	65	25	90
	Total	353	940	1293

In addition to above casual labour during plant operation will also hired from local area via contractors.

Construction of proposed expansion will be completed within 36 months with a peak manpower force of 1000 personal per day will be required. The unskilled labour as per requirement will be by and large recruited from the local area and for others; preference shall be given to locals on the basis of availability of skill.

In addition to direct employment, proposed expansion will also generate a number of additional indirect job opportunities on local and regional basis. The indirect employment opportunities mainly includes transportation of raw materials & products, supply of essential commodities, feeding to families migrated from outsides, casual labour etc.

9.3 Property Management

Proposed expansion is envisaged with the premised of existing plant and no additional land will be acquired for the proposed expansion. Hence no direct property issue is associated with proposed expansion.

However, 9.31 hect land will be required for ROW of water pipeline, **KGSL** is committed to provide the compensation as per the *RESETTLEMENT AND REHABILITATION POLICY of Andhra Pradesh, 2005 as amended thereof..*

9.4 Improvement in Social and Physical Infrastructure

KGSL is committed for improvement of the socio-economic conditions of the area and will actively participate in implementing government schemes for the welfare of the area to the best possible extent. In addition to payment of additional royalty, sales tax and excise duty to the Government, **KGSL** will continue its efforts to improve the socio-economic status of the local habitants in consultation with local administration. **KGSL** will review various welfare schemes going on in the area from time to time and take appropriate decisions of modifications/additions of welfare schemes as per requirement of local habitants.

Details of community welfare/peripheral development programme envisaged/being undertaken by **KGSL** are given below:

- Constructed roads to facilitate residents of surrounding villages to connect with SH-30 and Tadipatri;
- In order to improve the literacy of the area, **KGSL** approached to local Municipality authorities for setting up Higher Secondary School and initiated negotiations with the managements of reputed Educational Institutions like; Kendriya Vidyalay, DAV, Chinmaya, Bharathi Vidya Bhavan;
- **KGSL** extended financial assistance of Rs. 4.00 lakhs for maintenance of ancient temple in nearby village Jambulapadu;
- Arranged blood donation camps and donated blood for the near by villagers;

- Arranged various programs in schools regarding health care and physical fitness; and
- Plan to improve infrastructure facilities in the school of nearby villages.

9.5 Economic Growth

Establishment or expansion of any industrial activities, results in industrial growth, which in turn would generate direct and indirect opportunities of employment and business in the region. There will be an increase (directly and indirectly) in the payment of royalty, excise duty and sales tax to Government due to the proposed expansion.

This proposed expansion will also narrow down the gap between demand and supply of steel which in turn will save the foreign currency.

