GOVERNMENT OF INDIA (भारत सरकार)
MINISTRY OF RAILWAYS (रेल मंत्रालय)
RAILWAY BOARD (रेलवे बोर्ड)

No. 2001/TG-III/ 631/1 Pt.

New Delhi, dt. 04.07.2001.

The General Manager (Catering)
All Indian Railways.

Commercial Circular No. 45 of 2001
(Correction slip no. 2 to the Commercial Circular No. 58 of 2000)

Sub: New Catering policy – Clarification to para 14.5, 14.6.4 & 14.9
Ref: 1. Board's letter No.97/TG.III/600/12. Dated: 20.10.2000.
2. Central Railway's No.C.180F/639/V/Policy dt: 27.04.2001

Central Railway vide their letter dated: 27.04.01 have solicited Board's guidelines regarding application of new catering policy (Paras 14.5, 14.6.4 and 14.9) on renewals of existing licences regarding fixation of licence fee and requirement of security deposit at the time of renewal. The matter has been examined in consultation with Railway Board Finance. Views of Southern Railway, who have recently renewed the licence of 2429/30 SBC-NZM Rajdhani Express train, have also been obtained. In view of the above the following clarifications are issued.

1. For other than Rajdhani/Shatabdi trains a lumpsum licence fee is prescribed which should not be less than 12% of the assessed sales turnover. At the time of renewal the lumpsum licence fee should be increased subject to a minimum of 10% increase over the prevailing licence fee at the time of renewal. So that after the renewal the licence fee should be either enhanced amount by 10% over previous turnover or 12% of revised sales turnover which ever is higher.
2. For Rajdhani/Shatabdi trains the minimum license fee has been prescribed @15% of sales turnover based on occupancy which is certified by Train Supdt. At the time of renewal also licence fee would be at the prevailing rates, which is presently 15%.
3. Security deposit equal to 5% of the assessed turnover will have to be deposited by the licencees at the time of renewal since the licence can be renewed only as per the terms and conditions given in the new policy , which prescribes collection of security deposit equal to 5% of the assessed sales turnover.

This issues with the concurrence of Finance Directorate of Railway Board.

(YOGENDRA SHARMA)
DIRECTOR/CATERING
RAILWAY BOARD

No. 2001/TG-III/ 631/1 Pt.

New Delhi, dt. 04.07.2001.

Copy to FA&CAO, All Indian Railways for information and necessary action.

For Financial Commissioner/ Railways

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