

Government of Orissa
Excise Department.

No.IEX-221/2000-2104/EX Dtd. 30th March,2001

From

Shri U.N.Behera,IAS,
Commissioner-cum-Secretary to Government.

To

The Excise Commissioner,
Orissa, Cuttack.

Sub:-Excise Policy for the year 2001-2002 -Settlement
of excise shops and establishments.

Sir,

I am to invite a reference to your letter No.946 Dtd. 12.2.2001 on the above subject and say that Government after careful consideration have been pleased to decide that the excise shops and establishments may be settled during the year 2001-2002 in the manner indicated below.

1. IMFL 'OFF' and 'OS' SHOPS.

- (a) The IMFL 'Off' shops in 30 districts and Out-Still liquor shops in 9 districts where O.S. liquor is now prevalent will be settled afresh through the process of auction followed by tender followed by negotiations for the year 2001-2002. Since time is required to complete the settlement process of these shops, the licensees of these shops for the year 2000-2001 are allowed to continue as such during the year 2001-2002 for two months i.e. 1.4.2001 to 31.5.2001 with the same monthly consideration money and MGQ.
- (b) Out Still shops will be opened in 5 more districts, namely, Koraput, Nabarangpur, Malkanagiri, Rayagada and Sundargarh during the year. The shops will be settled through the process of auction followed by tender followed by negotiations.

- (c) The Exclusive Privilege Holders of OS shops are allowed to open five branch shops with the approval of Collectors.
- (d) The power of settlement of shops is delegated to the Collectors where the bid amount/negotiated amount exceeds the reserve price. However, where the bid/negotiated amount does not reach the reserve price the prevailing practice of continuation of the shops by the Government will continue.

2. COUNTRY SPIRIT.

- (a) C.S. shops will be opened in 16 districts namely, Ganjam, Gajapati, Puri, Khurda, Nayagarh, Cuttack, Jagatsinghpur, Jajpur, Kendrapara, Bhadrak, Balasore, Dhenkanal, Angul, Kandhamal, Mayurbhanj and Keonjhar during the year. These shops will be settled by way of auction followed by tender followed by negotiation.
- (b) The wholesale distribution of the Country Spirit will be handled by the Orissa State Beverages Corporation Ltd.
- (c) The excise duty on C.S. liquor will be fixed @ Rs.15/- per LPL.

3. LOW STRENGTH IMFL SHOP.

All the Low Strength IMFL shops will continue till the introduction of C.S. and O.S. shops. The monthly consideration money will continue to remain same as in 2000-2001. There will be no MGQ for Low Strength IMFL shops with effect from 1.4.2001. The wholesale distribution of Low Strength IMFL will be handled by the Orissa State Beverages Corporation Ltd. After introduction of C.S./O.S. shops, all Low Strength IMFL shops will be abolished and the same outlets will be converted to regular IMFL 'Off' shops.

4. EXCISE POLICY FOR TRIBAL AREA.

Concessions granted in tribal areas to brew liquor for personal consumption and not for sale will continue. The provisions of Section 26A of the Bihar and Orissa Excise Act, 1915 regarding approval of Gram Panchayat in the scheduled areas shall be strictly followed.

5. RATE OF DUTY ON IMFL AND BEER.

The rate of duty on IMFL and Beer shall not undergo any change and the said duty structure shall be followed during 2001-2002.

<u>Name of the Foreign Liquor</u>	<u>Proof Strength</u>	<u>Excise Duty.</u>
1. (i) Beer made in India	..	Rs.10 per BL
(ii) Beer made from imported base	..	Rs.20 per BL
2. Premium India Made Whisky	75	Rs.100 per LPL
3. Other India Made Whisky, Rum Gin, Brandy, Vodka.	75	Rs.90 per LPL
4. Gin made from imported base	70.1-78.9	Rs.150 per LPL
5. Whisky, Rum, Brandy, Vodka made from imported base.	70.1-78.9	Rs.200 per LPL
6. Liquor, cordial made from imported base.	60	Rs.150 per LPL
7. Wine made from imported base in India.	12.2-36.8	Rs.150 per LPL
8. India Made Wine	40	Rs.40 per LPL
9. India made liquor, cordial mixture.	60 or below	Rs.25 per LPL

6. FEES FOR LABEL REGISTRATION, IMPORT AND EXPORT FEE ON RECTIFIED SPIRIT, IMFL/BEER.

Fees for label registration, import and export fee on rectified spirit, IMFL/Beer will be at the following rates.

(a) Label Registration	-	Rs.10,000/-
(b) Import/Export Fee on rectified spirit per BL.	-	Rs.2/-
(c) Import/export fee on denatured spirit per BL	-	Rs.2/-
(d) Annual licence fee for denatured spirit.	-	Rs.500/-
(e) Excise duty on denatured spirit supplied to non-Governmental organization within the State per BL	-	Rs.2/-
(f) Export fee on Beer per BL	-	Rs.1.25
(g) Export fee on IMFL per LPL	-	Rs.2.25

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- (h) Import fee on Beer per BL - Rs.5/-
(i) Import on IMFL per LPL - Rs.8/-

7. BOTTLING FEE ON BEER.

Bottling fee on Beer will be collected at the rate of Rs.3/- per BL with effect from 1.4.2001.

8. SPECIAL LITERAGE FEE.

Special Literage Fee will be collected at the rate of Rs.200/- per BL on all imported foreign liquor manufactured outside India.

9. MOHUA FLOWER UTILISATION, STORAGE TRANSPORTATION AND EXPORT FEE.

The fees for the following items will be levied as below :

- (i) Utilisation fee per quintal of mohua flower - Rs. 175 00
- (ii) Mohua flower storage fee -
- | | | |
|-----------------------|---|--------------|
| upto 1000 quintals | - | Rs. 5,000.00 |
| 1001 to 2000 quintals | - | Rs. 7,500.00 |
| 2001 to 5000 quintals | - | Rs.10,000.00 |
| Above 5000 quintals | - | Rs.15,000.00 |
- (iii) Mohua export fee - Rs.60/- per qtl.
- (iv) Mohua transportation (within the State) fee- Rs.10/- per qtl.

10. UTILISATION FEE ON MOLASSES.

The following fees are fixed on utilization of molasses.

- (i) Molasses utilized by Distilleries - Rs.100/- per tonne.
(ii) Import Fee - Rs. 60/- per tonne
(iii) Export Fee - Rs. 60/- per tonne.
(iv) Molasses used for other purposes - Rs.100/- per tonne.

11. LICENCE FOR BREWERIES, DISTILLERIES AND BOTTLING PLANTS.

Licences may be renewed for the year 2001-2002 on payment of the following fees.

(a) Distillery	-	Rs.1,30,000/-per annum.
(b) Brewery	-	Rs.1,50,000/- per annum.
(c) Bottling and Compounding	-	Rs.1,30,000/- per annum.
(d) Bottling, Blending and Compounding.	-	Rs.1,50,000/- per annum.

12. LICENCE FEE FOR O.S. BRANCH SHOPS.

The licence fee for O.S. Branch shops may be collected @ Rs.3000/- per month per branch shop.

13. LICENCE FEE FOR HOTELS, 'ON' SHOPS AND BARS.

The licence fee for Hotels, 'ON' shops and Bars will be as follows:

- (i) Three star and above hotels - Rs.3.00 lakh per annum
- (ii) IMFL 'ON' shops in 6 major Cities namely Cuttack, Bhubaneswar, Puri, Sambalpur, Rourkela and Berhampur. - Rs.2.00 lakh per annum.
- (iii) IMFL 'ON' shops for other areas- Rs.1.50 lakh per annum.

There will be no MGQ in respect of 'ON' shops, Bars and Hotels.

Existing IMFL 'ON' licences may be renewed upto 31.3.2002 on payment of the above mentioned licence fee.

New IMFL 'ON' shops/Beer Parlours may be opened according to need only in Municipal/NAC areas and Sub-Divisional Headquarters. New IMFL 'ON' licences can be granted to OTDC/ITDC where the OTDC/ITDC Hotel is located.

14. LICENCE FEE ON BEER PARLOUR.

Licences will be renewed on payment of the following licence fees:

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|-------|--|-------------------------|
| (i) | Three star and above hotels | Rs.3.00 lakh per annum |
| (ii) | 6 major cities namely Cuttack, Bhubaneswar, Puri, Sambalpur, Rourkela and Berhampur. | Rs.2.00 lakh per annum. |
| (iii) | Other areas- | Rs.1.50 lakh per annum. |

15. I.M.F.L. 'ON' Clubs.

- (a) The existing licences will be renewed with a licence fee of Rs.50,000/- per annum till 31.3.2002.
- (b) New licences to Clubs will be granted if the following conditions are satisfied.
- (i) The club must be a registered club under the Societies Registration Act.
 - (ii) The Club must be registered at least for a period of 10 years and there must be at least 100 permanent members.
 - (iii) It must have its own land and building.
 - (iv) There must be at least 3 affiliated Clubs.
 - (v) The club must be having facility of outdoor games like Tennis, Badminton, Volleyball etc., and at least one indoor game.
 - (vi) There must be adequate facilities for food and drinks.

16. Military Canteens.

Licences shall be renewed upto 31.3.2002 on payment of annual licence fee of Rs.1400/-. The excise duty for such canteens will remain unchanged.

17. LINCENCE FEE FOR M & T.P. UNITS.

The existing policy will continue for renewal of licences upto 31.3.2002.

18. LICENCE FEE ON BONDED WAREHOUSE OF MANUFACTURING COMPANIES.

Licences of Bonded Ware Houses of the manufacturing Companies will be renewed with licence fee of Rs.4.00 lakhs per annum.

19. LICENCE FEE ON WHOLESALE DISTRIBUTION.

Wholesale licences of Orissa State Beverages Corporation Ltd. will be renewed for the year 2001-2002 with a licence fee of Rs.4.00 lakh per annum.

20. BHANG, TARI AND POCHWAI.

The policy on Bhang, Tari and Pochwai will be the same as in 2000-2001. The licences will be renewed upto 31.3.2002.

The Excise Duty on Bhang shall be Rs.200/- per Kg.

21. EXCISE ADHESIVE LABELS.

Excise Adhesive Labels will be fixed on each bottle and pouch of IMFL, Beer and Country Spirit respectively with effect from 1.4.2001. The rate of labels will be the following.

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|-----|-----------------------------|---|-------------------------|
| (a) | 200 ml C.S. pouch/container | - | @ 50 paise per pouch |
| (b) | 180 ml IMFL (Low Strength) | - | @ 50 paise per bottle |
| (c) | Beer | - | @ Re.1/- per bottle/can |
| (d) | 180 ml IMFL | - | @ Re.1/- per bottle. |
| (e) | 375 ml IMFL | - | @ Rs.1.50 per bottle |
| (f) | 750 ml IMFL | - | @ Rs.2.00 per bottle. |

22. PRIVILEGE FEE.

The Orissa State Beverages Corporation Ltd. will pay privilege fee for the year 2000-2001 and 2001-2002 as may be levied by the Government.

Yours faithfully,

(Signature)
30/3/01

Commissioner-cum-Secretary to Government

