

(Published in Part – III Section 4 of the Gazette of India, Extraordinary)
TARIFF AUTHORITY FOR MAJOR PORTS

GNO: 159

New Delhi,

25 August 2009

NOTIFICATION

In exercise of the powers conferred by Section 48 of the Major Port Trusts Act, 1963 (38 of 1963), the Tariff Authority for Major Ports hereby revises the berth hire charges payable by Indian Farmers Fertiliser Co-operative Limited (IFFCO) for the captive fertilizer berth No. 2 at the Paradip Port Trust as in the Order appended hereto.

(Brahm Dutt)
Chairman

Tariff Authority for Major Ports
No. TAMP/18/2009 –PPT

ORDER

(Passed on this 28th day of July 2009)

This case relates to the proposal received from Paradip Port Trust (PPT) for revision of the captive berth hire charges levied on Indian Farmers Fertiliser Co-operative Limited (IFFCO) w.e.f. 1 April 2008 for the fertilizer berth No. 2 at the Paradip Port.

2. The Agreement dated 28 October 2006 between PPT and IFFCO provides that the Berth hire charges of Rs. 447 lakhs per annum irrespective of the quantum of cargo handled, payable on monthly basis in advance @ Rs. 37.25 lakhs per month which will be reviewed in the year 2008 with approval of Board of Trustees of PPT and Tariff Authority for Major Ports.

3. During 2008, PPT reportedly proposed to IFFCO for an upward revision of berth hire charge by 5%. IFFCO vide its letter dated 17 February 2009 has confirmed the acceptance of the proposed increase. The Board of Trustees of PPT at the meeting held on 27 February 2009 has approved the proposal for an increase in fixed berth hire charges by 5 %. The PPT has confirmed that the revised berth hire charges will remain valid upto the end of the Agreement period i.e. upto 31 March 2015.

4. Since the berth concerned is for the exclusive use of IFFCO till 31 March 2015 by virtue of a special agreement between IFFCO & PPT and the proposed revision of berth hire is mutually agreed between them, this Authority approves a revised berth hire charges levied on IFFCO for the fertilizer berth No. 2 of Rs. 469.35 lacs per annum i.e. Rs. 39,11,250/- per month from 1 April 2008 till 31 March 2015.

(Brahm Dutt)
Chairman