

GOVERNMENT OF KERALA

Abstract

FOREST DEPARTMENT SUPPLY OF RAW MATERIALS TO M/S. Hindustan News Print Ltd. from 1-11-1987 to 31-3-1991 revision of royalty rate fixed – orders issued.

FOREST & WILD LIFE (D) DEPARTMENT

G.O.(Rt.) No.124/98/F & WLD.

Dated Thiruvananthapuram, 17-3-1998

- Read:- i) G.O.(Ms) No.190/74/F & WLD dated, 27-9-1994.
ii) Letter No.G3-20498/89 dated, 5-2-1986, 16-5-1996, 17-6-1996 and 4-7-1997 from the Chief Conservator of Forests, Thiruvananthapuram.
iii) Letter No.HNL/FD/371/11/329 dated, 5-3-1993 from Manager (Forestry) Hindustan News Print Ltd.
iv) Government letter No.9398/D2/89/F & WLD dated, 10-2-1992.

ORDER

Government had agreement contract with M/S. Hindustan News Print Limited for supply of raw materials to the Company at a fixed quantity every year subject to the availability. The Contract period is for 30 years from 10/1974. As per condition 5 in the Principal agreement, the price of the timber thus supplied to the Company is liable for revision at every year after 5 years from the date of commencement of production of News Print by the Company. But as per G.O.(RT) No.496/93/F & WLD dated, 16-11-1993, this clause was further revised and the rate was refixed from 1-10-1991. However as per the Original agreement the rate of royalty for green wood of Eucalyptus with 50% moisture content for the period prior to 1-10-1991 remained unfixed. The Chief Conservator of Forests in his letter cited second reported that the Department had negotiated talk with Company representatives and it was decided that the Company deemed to have started production on 1-11-1982 and the 5 years grace period expired on 31-10-1987, After the negotiation talk it was mutually agreed to revised the rate by an increase of Rs.2.16 per M.T, from 1-11-1987 to 30-9-1991. The Principal Chief Conservator of Forests (D & P) had recommended to revise the rate accordingly. Government have after due, consideration accepted the recommendation of the Principal Chief Conservator of Forests (D & P) and order for the enhancement of royalty for Eucalyptus wood supplied to Hindustan News Print Ltd/. for the period from 1-11-1987

to 31-10-1991 at Rs.2.16 so that the rate of price would be to Rs.13.16 per tone from 1-11-1987 to 31-10-1991. Forest Development Tax, Sales Tax, Additional Sales Tax etc. also are to be charged at the prevailing rates on the enhanced royalty.

BY ORDER OF THE GOVERNOR,

C.SUMATHY AMMA,
Additional Secy. to Government.

To

The Principal Chief Conservator of Forests, (D & P), Thiruvananthapuram.
The Chief Conservator of Forests, Thiruvananthapuram.
The Accountant General, Kerala, Thiruvananthapuram.
This issues with the concurrence of Finance Department.\
The Finance Department (Vide their U.O. No.90859/SWA1/97/Fin dated, 2-12-1997.
The Managing Director, Kerala Forest Development Corporation, Kottayam.
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