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वेस्टर्न कोलफील्ड्स लिमिटेड
(भारत सरकार का उपक्रम)

महाप्रबन्धक (विक्रय-विपणन)
का कार्यालय
Office of the
General Manager (S&M)

WESTERN COALFIELDS LTD.,
(A Govt. of India Undertaking)

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Regd. Office: Coal Estate, Civil Lines, Nagpur 440 001

CIN : U10100MH1975GO1018626

Website : www.westerncoal.nlc.in

NGP/WCL/S&M/Comml/ 2803

07.8.2014

NOTICE TO CUSTOMERS UNDER COAL SUPPLY AGREEMENTS

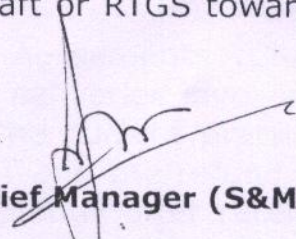
Many consumers drawing coal under Coal Supply Agreements (CSA) have made representations for issuing Delivery Orders for deliveries involving inter-state transactions, by charging 2% CST, in place of the current practice wherein D.Os are issued / invoices are raised with 5% CST and the refund of the amount towards differential 3% CST are made subsequently after receipt of C-Forms against the invoices. They have also undertaken to provide Security Deposit for the amount equivalent to the differential 3% CST for this purpose.

The representations of the consumers have been considered and the following shall be the procedure in respect of the consumers who are willing to get D.Os / invoices issued with CST @ 2% instead of 5% CST:

1. The customers shall maintain with WCL, interest free Security Deposit (SD) for an amount equal to 3% CST applicable for the ACQ under the CSA. The price of highest grade of coal eligible for release under the CSA shall be base for the calculation of the SD. The amount of SD shall have to be increased whenever there is any change in the price of coal and/or revision of amount/rates of other levies/taxes on which CST is chargeable.
2. The D.Os issued after receipt of the SD from the customers shall be with 2% CST and the invoices towards the despatches against these D.Os shall also be raised with 2% CST. However, the invoices against the D.Os already issued with 5% CST shall continue to be raised with 5% CST as per the extant practice.
3. The customers shall be required to submit the C-Forms against the coal bills raised during a quarter, within the last day of the following quarter. For instance, the C-Forms towards the coal bills raised during the quarter July, 2014 to September, 2014 shall have to be submitted to WCL on or before 31.12.2014 and so on.

4. In case of non receipt of C-Forms within the last day of the subsequent quarter, as stated above, supplementary bills towards differential CST @ 3% shall be raised by WCL and such bills are to be paid by the customers within 10 days of its submission. In case of non receipt of payment, the dues against the supplementary bills shall be adjusted from the SD without any notice and the balance Security Deposit, if any available, after adjustment shall be refunded. Further D.Os shall be issued / invoices shall be raised with CST @ 5%.

The willing consumers under the Coal Supply Agreements (CSA) are requested to confirm their acceptance to the procedure stated in this notice and deposit the requisite payments by way of Demand Draft or RTGS towards the Security Deposit.



Chief Manager (S&M)