

Circular No. OR/1/121

574, Galle Road,
Colombo 03.
09th February, 1996

To : All Registered Manufacturers of Tea
in the Private Sector

Dear Sir,

DIRECT SALE OF TEA

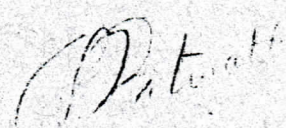
Your reference is requested to my circular No. OR/1/121 dated 22.11.1993 on the above subject.

In order that registered manufacturers of Tea in the Private Sector avail themselves of the facility of direct sales for the purpose of exports, it has been decided to relax the restriction on direct sales of Tea applicable to factories which have outstanding loans under the 1992 Relief Loan Scheme and under the 1994 Working Capital Loan Scheme. For the purpose of ensuring that the recovery of the loans is continued along with this facility, the following procedure will be adopted. This would be adopted in addition to the provisions of the above circular.

Registered Manufacturers of Tea in the Private Sector who wish to sell direct for the purpose of exports should along with the application for ratification of price forward a cheque drawn in favour of the relevant broker for an amount equivalent to the multiple of the quantity applied for ratification and the appropriate rate of recovery i.e. Rs. 5/- per kg. in respect of the 1992 Relief Loan and Rs. 2.50 per kg. in respect of the 1994 Working Capital Loan. If the price indicated in the application for ratification is ratified by the Tea Board panel, the cheque would be forwarded to the Broker concerned. If not the cheque will be returned to the registered manufacturer.

Registered Manufacturers of Tea in the Private Sector should ensure that the above procedure is followed. Please note that this procedure is in addition to the conditions laid down in my previous circular dated 22.11.1993 and that this will be strictly observed in granting ratification.

Yours faithfully,



Clifford Ratwatte
Chairman

- c.c : 01. S/PA, EA, PI & PA.
02. Chairman, JEDB/SLSPC/TSHDA
03. Regional Asst. Tea Commissioners & Tea Instructor/Inspectors
04. President, P.T.F.O.A.
05. Secretary General, P.A.
06. Colombo Tea Traders' Association
07. All Brokers
08. Chief Internal Auditor
09. Govt. Audit Branch