

TRANSLATION

Circular Letter No. MF/BL.74

Sri Lanka Tea Board,
Tea Commissioner's Division,
P.O. Box : 363,
COLOMBO 01.
10th April, 1987.

TO ALL REGISTERED MANUFACTURERS OF TEA

Dear Sir/Madam,

Payment of a Reasonable Price for Green Leaf
purchased by Tea Factories

Your kind attention is drawn to my circular letters No. MF/BL.64 of 17th June, 1985 and MF/BL.66 of 2nd September, 1985 regarding the calculation of the reasonable price payable for green tea leaf.

2. The Sri Lanka Tea Board at its meeting held on 9th April, 1987 has decided that the formula for sharing the sales proceeds between the factory owners and green leaf suppliers be revised as follows;

- i). 32% to the factory owners as manufacturing charges
- ii). 68% to the green leaf suppliers.

The above revision has been made in view of the steep increase in the price of tea chests from 1st April, 1987.

3. The calculation of the incentive when the net sale average is more than the monthly net elevational average applicable to that factory and the rates of conversion of green leaf to made tea will remain unchanged.

4. Examples on calculation of the Reasonable Price according to the revised formula are shown overleaf.

5. This formula will take effect for the payment of green leaf purchased by Tea Factories on and after 01st April, 1987.

6. Please acknowledge receipt of this Circular letter.

Yours faithfully,

Sgd. R.L. WEERASEKERA.

Actg. TEA COMMISSIONER.

Copy to : 1. S/P.I.

2. Director General, S.L.T.B.

3. Chief Internal Auditor, S.L.T.B.

4. General Manager, TSHDA/JEDB/SLSPC/LRC

5. All Assistant Tea Commissioners

6. All Field Officers.

R/Ma.