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**GOVERNMENT OF NATIONAL CAPITAL TERRITORY OF DELHI
OFFICE OF THE EXCISE COMMISSIONER
L-BLOCK, VIKAS BHAWAN, I.P. ESTATE, NEW DELHI-110002**

PUBLIC NOTICE

Government of National Capital Territory of Delhi has decided to grant licence in form L- 1 for the wholesale vend of Indian Liquor in the National Capital Territory of Delhi for the licensing year 2022-23 w.e.f. 01.09.2022.

The prescribed form for the grant of L-1 licenses can be obtained on payment of Rs. 5,000/- (Rupees Five thousand) only via online mode or by way of demand draft in favour of the Deputy Commissioner (Excise), Delhi, for each licence form during the office hours on any working day from the office of Commissioner of Excise, Government of National Capital Territory of Delhi, L- Block, Vikas Bhawan, I.P. Estate, New Delhi-110002. Alternatively, the same can be downloaded from the website <http://excise.Delhigovt.nic.in> under heading "News". However, in that case, a processing fee of Rs. 5000/- (Rupees five thousand) only for each licence form shall have to be deposited along with the application form by way of demand draft in favour of the Deputy Commissioner (Excise), Delhi. Applicants are required to apply online **also** at address delhiexcise.gov.in.

Application received without complete information and supporting documents, as required in the prescribed form, along with its annexures, shall be liable to be rejected.

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(KRISHNA MOHAN UPPU)
COMMISSIONER (EXCISE)

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OFFICE OF THE COMMISSIONER OF EXCISE, ENT. & L.TAX
GOVT. OF NATIONAL CAPITAL TERRITORY OF DELHI
L & N BLOCK, VIKAS BHAWAN, I.P. ESTATE, NEW DELHI – 110 002.

TERMS AND CONDITIONS FOR GRANT OF L-1 LICENCE (WHOLESALE VENDOR OF INDIAN LIQUOR) FOR LICENSING YEAR 2022-23.

(Rule 34 of the Delhi Excise Rules, 2010)

Licences in Form L-1 for the wholesale supply of Indian Liquor to the holders of L-6, L-7, L-9, L-10, L-12, L-13, L-14, L-15, L-16, L-17, L-18, L-19, L-20, L-21, L-28, L-29 and other such liquor licences as granted by the statutory authority in the National Capital Territory of Delhi, will be granted for the year **2022-23** (hereinafter called the "the licensing year") in accordance with the terms and conditions described below: -

1. LICENCE FEE

1.1 L-1 Licence will be issued on regular basis on payment of licence fee as prescribed below:-

Sl. No.	Category	Licence fee
1	Economy Brands of Whisky & Rum with MRP upto Rs.140/-	Rs.25,00,000/-(Twenty Five Lacs) per brand
2	All other Whisky	Rs.25,00,000/-(Twenty Five Lacs) per brand or 1% of the total wholesale value of that brand, whichever is higher.
3	All Beer	Rs. 15,00,000/-(Fifteen Lacs) per brand or 1% of the total wholesale value of that brand, whichever is higher
4	All other Rum/Gin/Vodka	Rs. 12,00,000/- (Twelve Lacs) per brand or 1% of the total wholesale value of that brand, whichever is higher.
5	Brandy	Rs. 8,00,000/- (Eight Lacs) per brand or 1% of the total wholesale value of that brand, whichever is higher.
6	Wine/Liqueur/Alcopop/Mixed Alcoholic Beverages	Rs.2,00,000/- (Two Lac) per brand or 1% of the total wholesale value of that brand, whichever is higher' subject to a maximum of Rs.14 lacs.

1.2 The L-1 licence so issued shall be for the grant of rights to sell Indian Liquor/ Beer/ Wine/ Rum/ Gin/ Vodka/ Alcopop/ Liqueur/ Mixed-Alcoholic Beverage and other liquors, on payment of levies as per chapter X of the Delhi Excise Rules 2010.

1.3 The applications for grant of L-1 licence for the year 2022-23 can be submitted on any working day throughout the licensing year. Only those applications, which are complete in all respects and are received in the office of the Commissioner of Excise, Government of National Capital Territory of Delhi (hereinafter called "The Commissioner"), shall be considered for the grant of the licence. Incomplete applications shall be liable to be rejected.

2. REGISTRATION OF BRANDS AND ELIGIBILITY OF BRANDS FOR SALE IN THE NATIONAL CAPITAL TERRITORY OF DELHI.

2.1 All the brands for sale in the National Capital Territory of Delhi shall be registered with the Excise Department of the Government of National Capital Territory of Delhi (hereinafter called "the Excise Department").

2.2 The registration of brands shall be open throughout the licensing year 2022-23 on payment of the licence fee as mentioned at clause 1.1 and Label Registration fee of Rs.20,000/-(Rs.Twenty thousand) only per brand of Whisky/Rum/Brandy/Gin/Vodka, Rs.10,000/-(Ten thousand) only for per brand of Beer and Rs. 5,000/-(Five Thousand) only for per brand of Wine/Liqueur/Alcopop/Mixed Alcoholic Beverages.

2.3 The registration and approval of the brands shall be subject to the brands fulfilling, besides all other conditions of the Delhi Excise Act, 2009 and the Rules made there under, the following conditions :-

- a)** It shall be a product of a manufacturing unit (Including a bottling unit) duly licenced by the respective Government.
- b)** It shall be made from neutral alcohol (double distilled), extra neutral alcohol, etc. Each and every consignment of Indian Liquor Imported into Delhi is accompanied by a certificate of quality report duly certified by both the Technical head of the unit and the Excise authority attached to the unit confirming that the products are as per BIS standard and produced out of neutral alcohol (double distilled), extra neutral alcohol (ENA).
- c)**
 - i)** Only such Indian Liquor brands, as have their Trade Mark registered, shall be allowed registration in Delhi. However, the brands with registered trademark licensed to the applicant under a valid agreement made in accordance with the Trade Mark Act, 1999 will be permitted.
 - ii)** The brands with Foreign Trade Mark Registration Certificates (TMCs) will be allowed registration in the Licensing year 2022-23 provided they have applied for registration to the



Trade Mark Registration Authority of India before the submission of application for registration of the particular brands further subject to the condition that no brand shall be allowed to be registered in Delhi having identical or deceptively similar Trade Mark which is already registered in the name of a different proprietor in respect of the same goods or description of goods. This will however be subject to the verification of authenticity of Foreign Trade Mark Registration Certificate (TMC) by the concerned Issuing Authority.

- iii) Trade Mark Registration Certificate is not required for brands of Wine, Beer.
- d) The cost of the inspection for verification of sale figures, as prescribed hereinafter, shall be borne by the applicant. If any brand does not fulfill the required criteria for registration as mentioned below, the applicant will have no right for refund of expenses/cost borne by him for the sale verification.
- e) The **Whisky brands** shall be divided into five categories so far as the eligibility for Licensing /Registering various brands is concerned. These categories are as follows :-

CATEGORY I (Economy Brands of Whisky) (Brands with retail price upto Rs.140/-per quarts)

These brands shall be allowed registration in Delhi only if the licensee has sold a minimum of 80,000 (Eighty Thousand) cases in any of the two preceding financial years i.e. 2020-21 or 2021-22 excluding Delhi. The brands shall also qualify for registration, if the above minimum requirement of cases sold is fulfilled at any time during the financial year 2022-23.

CATEGORY II (Brands with retail price between Rs.141/- and Rs 250/-per quarts)

These brands shall be allowed registration in the National Capital Territory of Delhi only if the brands have sold a minimum of 1,20,000 (One lac twenty thousand) cases all over India, including the National Capital Territory of Delhi in any of the two preceding financial years i.e. 2020-21 or 2021-22. The brands shall also qualify for registration, if the above minimum requirement of cases sold is fulfilled at any time during the financial year 2022-23.

CATEGORY III (Brands with retail price between Rs.251/- and Rs. 400/-per quarts)

These brands shall be allowed registration in the National Capital Territory of Delhi only if the brands have sold a minimum of 60,000 (Sixty Thousand) cases all over India, including the National Capital Territory of Delhi in any of the two preceding financial years i.e. 2020-2021 or 2021-2022. The brands shall also qualify for registration, if the above minimum requirement of cases sold is fulfilled at any time during the financial year 2022-23.

CATEGORY IV (Brands with retail price from Rs.401/- per quarts and above)

No sale figures will be required in this category.

CATEGORY V

An international whisky brand being bottled in India and with retail price upto Rs.600/- per quarts shall be registered only if it has sold over 5,00,000 (Five lac) cases worldwide in any of the two preceding financial year i.e. 2020-2021 or 2021-2022. The brands shall also qualify for registration, if the above minimum requirement of cases sold is fulfilled at any time during the financial year 2022-23.

- (f) The **Rum brands** shall be divided into three categories so far as the eligibility for Licensing/Registering various brands is concerned. These categories are as follows :-

CATEGORY I (ECONOMY RUM BRANDS)

A Rum brand with retail price upto Rs.120/- per quarts shall be registered only if it has sold 50,000 (Fifty Thousand) cases all over India, including the National Capital Territory of Delhi in any of the two preceding financial years i.e. 2020-21 or 2021-22. The brands shall also qualify for registration, if the above minimum requirement of cases sold is fulfilled at any time during the financial year 2022-23.

CATEGORY II

A Rum brand with the retail price between Rs. 121/- and Rs. 250/- per quarts shall be registered only if it has sold 60,000 (sixty thousand) cases all over India, including the National Capital Territory of Delhi in any of the two preceding financial years i.e. 2020-21 or 2021-22. The brands shall also qualify for registration, if the above minimum requirement of cases sold is fulfilled at any time during the financial year 2022-23.

CATEGORY III

For Rum brands with the retail price above Rs. 250/- per quarts, no sale limit has been prescribed.

- (g) The **Beer brands** shall be divided into five categories so far as the eligibility for Licensing / registering various brands is concerned. These categories are as follows :-

CATEGORY I

A Beer brand with above 5 per cent alcoholic strength & MRP upto Rs.100/- per quarts shall be registered only if it has sold 3,50,000 (Three lakh fifty thousand) cases all over India, including the National Capital Territory of Delhi in any of the two preceding financial years i.e. 2020-21 or 2021-22. The brands shall also qualify for registration, if the above minimum requirement of cases sold is fulfilled any time during the financial year 2022-23.

CATEGORY II

A Beer brand upto 5 per cent alcoholic strength & MRP upto Rs.100/- per quarts shall be registered only if it has sold 1,50,000 (One lac fifty thousand) cases all over India, including the National Capital Territory of Delhi in any of the two preceding financial years i.e. 2020-21 or 2021-22. The brands shall also qualify for registration, if the above minimum requirement of cases sold is fulfilled any time during the financial year 2022-23.

CATEGORY III

For Beer brands with alcoholic strength above or below 5% (both) with Maximum Retail Price (MRP) of above Rs.100/- per quarts bottle (650 ML), no sale limit has been prescribed.

CATEGORY IV

For Diet Beer brands, no sale limit has been prescribed. Diet Beer should have alcoholic strength below 5% and caloric value less than 31 gms per 100 ml.

CATEGORY V

An International Beer brand (including mild beer) shall be registered only if it has sold over 5,00,000 (Five lac) cases worldwide in any of the two preceding financial years i.e. 2020-2021 or 2021-2022.

- (h) For Gin/ Brandy/ Vodka/ /wine/ Liqueur/Alcopop/ Mixed Alcoholic Beverages with alcoholic strength of less than 8% and other liquors, no sale limit has been prescribed.
- (i) Indian Liquor Brands (Whisky and rum only) having retail price of Rs.140/- declared, as economy brand will also be sold through L-14 vends situated in the premises of existing country liquor vends in addition to regular L-6 vends. Economy brands will be sold only in two categories (75 degree and 60 degree) of retail price upto Rs.140/-. L-1 licensee will be allowed to lower ex-distillery/wholesale price so as to bring their brands at par with the economy brands. However, once a brand has been declared as economy brand, it shall continue to be so, during the currency of the licensing year and the licensee shall not be permitted to opt out of this category once he has exercised his option.
- (j) Beer brands can also be sold through L-14 vends situated in the premises of existing country liquor vends.

3. ELIGIBILITY TO HOLD LICENCE

- 3.1 L-1 licence shall be granted only to a company incorporated under the Companies Act, 1956, or 2013, a firm registered under the Partnership Act, 1932, or a Society registered under the relevant Co-operative Societies Act or sole proprietor or a firm registered under Limited Partnership Liability Act, 2008, having licenced manufacturing units (distillery/brewery/ Winery/bottling plant or so).

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- 3.2** Apart from the affidavits filed by an applicant for L-1 licence regarding sale figures, the applicant for the L-1 licence shall have to furnish along with the application a certificate from the excise authorities of the concerned State countersigned by an officer not below the Excise Officer as regards the sale figures and Ex Distillery Price (EDP). The applicant will also be required to furnish attested photocopies of the export pass/export verification certificate (EVC) issued by the Excise authorities as a further proof of the sale figures. The manufacturing unit and attorney/authorized signatory both will be held liable for providing any wrong information in this regard.
- 3.3** Each Licencee (distillery/Brewery/Winery /Bottling Plant etc.) shall have to maintain a separate godown. The Licencee shall be responsible for any act of omission or commission done by the company or by the person appointed by the company as authorized representative/executive/manager / agent or attorney for carrying out day to day business affairs. The person so appointed once shall not be changed during the currency of the licence without the prior intimation to the Deputy Commissioner Excise, Govt. of NCT of Delhi (hereinafter called "the Deputy Commissioner").

4. INFORMATION REGARDING OTHER RELATED LICENCES.

- 4.1** Holders of L-1 licences will be permitted, under Rule 66(1) of the Delhi Excise Rules 2010 to sell Indian Liquor including beer only to vends having licence in form L-6, L-7, L-9, L-10, L-12, L-13, L-14, L-15, L-16, L-17, L-18, L-19, L-20, L-21, L-28, L-29 and other such liquor licences granted by the statutory authorities.
- 4.2** The Excise Department and the Government shall be under no obligation to grant any particular number of L-6, L-7, L-8, L-9, L-10, L-12, L-13, L-14, L-15, L-16, L-17, L-18, L-19, L-20, L-21, L-28, L-29 and other such liquor licences. The holder of L-1 licences shall not be entitled to any compensation or relief on the ground that a particular number of L-6, L-7, L-8, L-9, L-10, L-12, L-13, L-15, L-16, L-17, L-18, L-20, L-28, L-29 and other such liquor licences were not granted.

5. SALE HOURS AND DRY DAYS (Rules-52, 55 of Delhi Excise Rules, 2010)

All days of religious importance and such other days as considered appropriate will be declared as "dry days" in addition to dry days normally declared. The holders of L-1 licences shall not be entitled to any compensation or relief due to any increase in the number of dry days or due to change in the working hour of the bonded ware-house or of retail vends during the course of the licensing year. Working hour for liquor and bonded warehouse shall be decided by the competent administrative authority. The bonded warehouses of licensees may open one hour prior to the timings of liquor shops. As stipulated under Rule 52 of

Delhi Excise Rules, 2010, the fee of Rs.5000/- shall be charged for only in-bonding of consignment on each dry day.

6. PROCEDURE TO APPLY

- 6.1** Application in the prescribed form (Annexure I) together with its appendices 'B' and 'C' for the grant of licence shall be made to the Deputy Commissioner. In case, the applicant is a company incorporated under the Companies Act, the application shall be signed by the Managing Director or Director of the company duly authorized by the board of directors of the company concerned. In case of individual partnership concern or a society registered under the Co-operative Societies Act, the application shall be signed by the Proprietor, duly authorized working partner, President or secretary of the society, as the case may be. Copy of PAN Card and identity proof along with photograph and address of the applicant shall be submitted along with application.
- 6.2** Information as required for this purpose in the application form shall be furnished with complete details truly and faithfully, so as to enable the smooth processing of application for grant of L-1 licence. The applicants shall not be entitled to any relief or compensation on account of delay in the finalization of their case for the grant of licence.
- 6.3** The attention of the intending applicants is invited to the provisions of Rule 21 of the Delhi Excise Rules, 2010, regarding the period for which licence may be granted.
- 6.4** No applicant shall be granted a licence in Form L-1 who is not eligible to hold a licence and does not fulfill, *inter alia*, all the requirements of rule 23 of the Delhi Excise Rules, 2010.

7. OTHER CONDITIONS OF LICENCE

- 7.1** Licence in Form L-1 for the licensing period shall be *inter alia* subject to the general conditions as contained in Rules 34, 35, 36, 37, 38, 39, 50, 51, 53, 61, 62, 63, 66(1) and other provisions under the Delhi Excise Rules, 2010, and orders/instructions issued there under, from time to time, and any law in force in the National Capital Territory of Delhi relating to liquor and bonded warehouses.
- 7.2** These terms and conditions, unless repugnant to the express provisions of the Delhi Excise Act, 2009, and the Rules made thereunder, shall be in addition to the said Act and the Rules which are deemed to be incorporated in these Terms & Conditions as if they are expressly set out herein. Applicants are advised to access, read and understand the same before applying.
- 7.3 (a)** The price structure for the brands for the Indian Liquor/Beer/Wine/Rum/Gin/Vodka/Liqueur/Alcopop/Mixed

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Alcoholic Beverage & other liquors which qualify for the grant of L-1 wholesale licence for the year 2022-23 will be fixed by the Commissioner under the Delhi Excise Rules, 2010.

- (b) No licensee shall supply liquor/Beer Etc. in bottles having marking of another distillery/Breweries etc. embossed on it.
 - (c) The licensee shall keep one week's stock in his bonded warehouse at all time, of all the brands approved for sale in the National Capital Territory of Delhi so that uninterrupted supply to the retail vends/outlets can be maintained throughout the licensing year. In case, the licensee fails to maintain the required stock, action under section 16, 17 and other relevant sections of the Delhi Excise Act, 2009, shall be taken against him.
 - (d) The licensee has to give a certificate from the Government authorized laboratory or other reputed private institution regarding quality of particular brand and certifying that it fulfils the specifications laid down by the Bureau of Indian Standards and is fit for human consumption.
 - (e) All the licensee will be bound by the provisions of Delhi Value Added Tax (VAT) Act, 2004 (as amended from time to time) as already implemented in NCT of Delhi w.e.f. 01-04.2005.
- 7.4 (a)** L-1 Licensees shall be at liberty to declare the Ex Distillery Price (EDP) based on which MRP shall be worked out as per prescribed rates of various excise levies, Value Added Tax, retail profit etc. in the following cases:-
- (i) Whisky/wine: with MRP above Rs. 400.00 per quartz.
 - (ii) Rum/Gin/Vodka/Brandy: with MRP above Rs. 250.00 per quartz.
 - (iii) Beer: with MRP above 100.00 per quarts bottle.

The prices so declared, shall not be varied/increased during the Licensing Year. However, Excise Commissioner may allow one time downward revision of price during the licensing year. If as a result of downward revision, the brand moves to a category with higher sales criteria, the revision shall not be allowed unless, the brand satisfies the higher sales criteria so prescribed.

- (b) The ex-distillery price shall be determined in other cases on the following basis:-

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In case of all other brands of Indian Liquor/Beer/Wine/Rum/Gin/Vodka, prices will be fixed on the basic premise of lowest ex-distillery price / ex-brewery price net of all  duties/fees, discounts/ commission of whatsoever nature allowed in respect of any market in India, excluding National Capital Territory of Delhi and CSD irrespective of whether the brand is supplied by the applicant distillery/brewery/winery/bottling plant or any other distillery/brewery/winery or bottling plant under any kind of usership/franchise agreement or under any other arrangement. For this purpose, the minimum Ex Distillery Price (EDP) during the period 1/4/2021 to 31/3/2022, will be the basis for fixation of pricing. In case where brand is registered on the criterion of qualifying the minimum sales requirement during the year 2022-23 the minimum Ex Distillery Price (EDP)/Ex Brewery Price (EBP)/Ex Winery Price (EWP) criterion will be reckoned for the period from 1.4.2022 to the date of submission of application as the basis for fixation of price. The EDP/EBP/EWP per case except in case of economy liquor so declared shall be for the Quarts size and in whole rupee only. Fraction or paise, if any, will not be considered. In case of non-free pricing brands (except economy liquor and Beer) the maximum increase that will be allowed in EDP will not be more than Rs. 12/- and Rs. 24/- per case of Pints and Nips respectively. In case of Free Pricing brands, the maximum increase that will be allowed in EDP in case of Pints and Nips of Indian Liquor (excluding Beer), will not be more than Rs.15/- and Rs. 30/- per case respectively. The maximum increase that will be allowed in EBP in case of pints of beer will not be more than Rs.24/- per case. It shall be incumbent upon the L-1 licensee to pass on the benefit of lowering of EDP/EBP/EWP in other state below that of Delhi to the consumer of Delhi. As such, it would be mandatory for the L-1 Licensee to intimate any such change to the Commissioner at the earliest possible and in any case not later than seven days from the date of such change and failure to do so shall be deemed as breach of terms and conditions of the licence and also the differential amount due to any reduction in the duties levied, EDP/EBP/EWP etc. will be recovered from the date of such reduction in other states.

- (c) It will be mandatory to mention Retail Price on all the bottles of all sizes of all brands of Indian Liquor/Beer/Wine/ Rum/Gin/

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Vodka/Liqueur/Alcopop/Mixed Alcoholic Beverage & other liquors being supplied in National Capital Territory of Delhi.

(d) The Licensee shall adhere to all instructions/orders of the Department regarding supply of consignment to the retail vends of liquor, Hotels, Clubs and Restaurants. This includes instructions/orders regarding bar Coding.

(e) MRP of quarts and 500ml CAN in case of Indian Liquor shall be rounded off in the nearest multiple of Rs.10/- on the higher side only. MRP in case of pints & nips of Indian Liquor shall be rounded off in the nearest multiple of Rs.5/- on the higher side only. MRP of beer shall be rounded off in the nearest multiple of Rs.5/- on the higher side only.

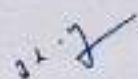
7.5 (a) The landed price shall be determined by addition to the ex-distillery price, the export pass fee, import fee, freight, insurance, handling charges and other incidentals. A profit margin of 5 % of landed price on Indian Liquor including beer and local transportation charges of Rs. 3.00 only per case shall be allowed to L-1 licensees to determine the wholesale price. No L-1 licensee shall allow any discount/commission/rebate in any shape to any retail licensee for retail sale beyond what is permitted by the criteria fixed by Commissioner. No extra price will be allowed for mono cartons. The other existing components i.e. insurance @0.3% on EDP/EBP/EWP, handling charge @ Rs.1/- per case and import pass fee @ Rs. 5/- per bulk litre shall continue to remain same.

(b) The freight charges are fixed at threshold amount of Rs. 300/- plus Rs. 11.00 per k.m of distance between Delhi and the distillery/brewery/winery/bottling plant by shortest route. For the purpose, Connaught place shall be taken as the center point of Delhi from which such distance shall be measured.

(c) The VAT on the WSP and Excise Duty shall be payable at the time of sale/transfer of stock from BWH to retail vends.

7.6 The price structure determined for the year 2022-23 shall be reviewed/revised under Rule 54 of Delhi Excise Rules,2010 as amended from time to time in case of change in the statutory levies by other States/Union territories from where liquor is imported. As such it would be mandatory for the L-1 Licensee to intimate any such change to the Commissioner at the earliest possible and in any case not later than seven days from the date of such change and failure to do so shall be deemed as breach of terms and conditions of the licence and also the differential amount due to any reduction in the duties levied, etc will be recovered from the date of such reduction in other states.

- 7.7** The licensee shall not sell any liquor not conforming to the specifications prescribed by the Commissioner or if he has not prescribed any specifications, to the specifications laid down by the Indian Standards Institute now known as Bureau of Indian Standards (BIS). The consignment of liquor should be free from sedimentation or foreign particle.
- 7.8** The licensee shall furnish to the Deputy Commissioner a declaration in writing by the 8th of every month certifying that he has cleared all outstanding Excise revenues and other dues recoverable from him. The Deputy Commissioner or any Excise officer may refuse to issue any pass or permit to the licensee in the absence of such declaration or for any sufficient reasons to be recorded in writing, if he has reasons to believe that the licensee has not, on demand, paid any dues recoverable under sections 29 and 30 of the said Act or the dues payable on account of undue pecuniary benefits obtained by the licensee due to furnishing of wrong information or/and suppressing the material information furnished to the Excise Department at the time of fixation of wholesale price for their brands of Indian Liquor/Beer/Wine/Rum/Gin/Vodka/Liqueur/Alcopop/Mixed Alcoholic Beverage & other liquors. The licensee shall not be entitled to any compensation or relief on account of such refusal.
- 7.9** Original/photocopy of challan and invoice duly attested by the Excise authority for each of the consignments of all Indian Liquor/Beer/Wine/Rum/Gin/Vodka/Liqueur/Alcopop/Mixed Alcoholic Beverage & other liquors shall be handed over to the Excise Inspector posted at the licensed premises at the time of in-bonding of each consignment. In case, challan is available but invoice is not available, the consignment of all Indian Liquor/Beer/Wine etc. following any such consignment for which invoice was not available shall be in-bonded when photocopy of the invoice for the previous consignment is handed over to the excise Inspector posted at the licensed premises. The licensee shall submit the weekly stock position on every Monday to the Deputy Commissioner.
- 7.10** For introduction of the Excise Supply Chain Information Management System (ESCIMS), the standard operating procedures for barcode implementation shall be made available to all the licensees of the Department of Excise, Entertainment and Luxury Tax of NCT of Delhi, who shall be required to procure, install and make necessary provisions for IT and non IT infrastructure at his licensed premises as may be required for successful implementation of the Excise Supply Chain Information Management System.
- 7.11** The grant of L-1 (wholesale) licence shall be subject to the acceptance of these terms and conditions as a whole and the licensee should adhere to



all provisions of the Delhi Excise Act, 2009, the Delhi Excise Rules, 2010 and instructions issued thereunder.

7.12 The licensees are required to make the arrangement of the following in BWH/ Warehouse to ensure successful implementation of Excise Supply Chain Information Management System (ESCIMS):

- (i) Latest Specifications of Desktop with Windows Operating System, Anti Virus (with latest patches) compatible with ESCIMS.
- (ii) UPS for adequate capacity to support equipment incase of power shutdown.
- (iii) High speed Broadband Internet Access with Wi-fi enablement in the operating area
- (iv) Laser/Inkjet Printer
- (v) Bar Code Printer
- (vi) Adequate Number of HHTs (models suggested)

S. No.	Activity	Parameters	HHTs Required
1	IP Receiving for a window of 4 hours (2:00 pm to 6:00 pm)	≤ 500 cases per hour	1
		> 500 and ≤ 1000	2
		> 1000 and ≤ 1500	3
		> 1500 and ≤ 2000	4
		> 2000 and ≤ 2500	5
		> 2500 and ≤ 3000	6
		> 3000 and ≤ 3500	7
		> 3500 and ≤ 4000	8
2	TP Dispatch for a window of 2 hours (11:00 am to 1:00 pm)	≤ 250 cases	1
		> 250 and ≤ 500	2
		> 500 and ≤ 750	3
		> 750 and ≤ 1000	4
		> 1000 and ≤ 1250	5

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	> 1250 and <=1500	6
	>1500 and <=1750	7
	>1750 and <=2000	8
	>2000 and <=2250	9
	>2250 and <=2500	10
	>2500 and <=2750	11
	>2750 and <=3000	12
	>3000 and <=3250	13
	>3250 and <=3500	14
	>3500 and <=3750	15
	>3750 and <=4000	16
	>4000 and <=4250	17
	>4250 and <=4500	18
	> 4500 and <=4750	19
	>4750 and <=5000	20

- (vii) Consumables as per specs - paper, labels, ink, etc.
- (viii) Adequate Number of Trained Manpower to manage simultaneous operations
- (ix) Desktop for Excise Inspector at BWH with Broadband Internet Access. The cost of bar code generation/affixation and other related costs including service tax shall be borne by the licensee.

Note: *The figures given above for implementation of ESCIMS is indicative only. The Licensing Authority will judge the sufficiency of the no. of HHT & other hardwares at the time of grant of License.

8. GRANT OF LICENCE

- 8.1** All the applications for the grant of fresh L-1 licence shall be subject to acceptance by the competent authority, who, may accept or reject the application. The licensing authority or the Government shall be under no obligation to grant any licence for which application has been made.
- 8.2** An applicant whose application is accepted, for grant of licence on being informed, shall complete the following formalities within 30 days from the date of communication of such acceptance of his application: -
- (a) He shall pay the licence fee on being informed/issue of letter of acceptance. For all categories of Indian Liquor/Beer/ Wine/Rum/Gin/ Vodka/Liqueur/ Alcopop/ Mixed Alcoholic Beverage & other liquors, Label Registration fee shall be deposited as soon as the EDP/EBP/EWP of the brand is approved. Minimum fixed Licence fee will be adjusted against the

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license fee worked out @ 1% of the total wholesale value. This shall be charged at the time of issue of import permits.

- (b) He shall furnish a security of a sum of Rs. 2,00,000/- (Rupees Two lakhs) per brand in the form of FDR as per rule 68 of Delhi Excise Rules 2010 except in case of Wine, Liqueur, Alcopop & Mixed Alcoholic Beverages for which the security amount shall be Rs. 25,000/- per brand only.
- (c) He shall furnish a personal bond with the surety in the sum of Rs.5,00,000/- (Rupees five lacs) only in the manner as may be prescribed by, and to the satisfaction of the Deputy Commissioner.
- (d) He shall submit the following additional documents to the Deputy Commissioner:
- (i) Recent passport size photographs of Managing Director and Attorney of the Distillery along with copy of PAN card and photo identity proof indicating address of the applicant.
 - (ii) A site plan of the premises proposed for opening of liquor bonded warehouse.
 - (iii) The licensee shall furnish names, addresses and photographs of each of the employees working at the bonded warehouse to the Excise Department.
 - (iv) Proof of lawful possession of the premises to be used as BWH/Warehouse.

9. PREMISES

- 9.1 The building for the warehouse shall be arranged by the applicant. He shall furnish a correct plan of the premises, which he proposes to use for the purpose of his business under his licence and of the entire building. The plan shall be submitted in duplicate, showing the plan and elevation of the premises and the position of various rooms, cupboards, racks and all-important details connected with the warehouse. A no objection certificate from the landlord with regard to the premises for the storage of liquor, if it is not owned by him, shall also be necessary. The Deputy Commissioner, after making such enquiries of the details of the building, submitted by the applicant; furnish a report to the Excise Commissioner. The Excise Commissioner shall, if he is satisfied that the condition of the proposed building for the warehouse is suitable for the storage and supply of liquor to the liquor vends, accord his approval.
- 9.2 The building of the warehouse shall be pucca along with RCC structure with suitable locking arrangements and sufficient storage capacity but not less than 500 square feet located in approved commercial or industrial

area, in any case having two openings and proper electrical fittings. However, only one gate shall be used and the other shall remain locked. The keys are to be kept in the custody of Bond Inspector and to be used in case of emergency.

- 9.3 The licenced premises/BWH should have adequate fire safety equipments/arrangements. The licensee should submit an affidavit with regard to fire safety arrangements at the BWH.
- 9.4 The Excise Commissioner may allow licensee to have additional warehouse for the storage of liquor on payment of a fee of Rs. 5,000/- (Five Thousand) per month.
- 9.5 The licence for bonded ware house will be allowed on payment of a licence fee of Rs.1,00,000/-(One Lakh only) per annum as per provisions of Delhi Excise Rules,2010 and the timings of BWH/Warehouse shall/will be 9.00 AM to 5.00 PM on all working days except dry days.
- 9.6 The Excise Commissioner, on the request of the licensee, may permit the licensee to open the warehouse from 8.00 AM to 8.00 PM on all working days except dry days on payment of Rs.2,00,000/-(Two Lacs) as licence fee and licensee shall be at liberty to opt the timings of BWH/ Warehouse and licence fee will be deposited accordingly.

10. PAYMENTS

- 10.1 The licensee shall make all the payments to the Government in connection with the operation of his licence via online mode through ESCIMS or by bank draft drawn in the name of the Deputy Commissioner Excise, Government of National Capital Territory of Delhi.
- 10.2 The licensee shall pay interest @ 12 % p.a.(simple interest) from the date on which any payment recoverable from him under section 30 of the Delhi Excise Act, 2009, becomes due to the Government until the date such payment is actually made or such amount is actually recovered, whatsoever may be the reason for the lapse of time before payment is made or recovery is effected.
- 10.3 The licensee shall not be entitled to any interest or any other relief or compensation on account of any delay in the payment of any amount to him by the Government.

11. PROHIBITION

11.1 In pursuance of the Directive Principles of the State Policy relating to prohibition, contained in Article 47 of the Constitution of India, the Government of the National Capital Territory of Delhi may issue orders and directions from time to time and such orders and directions shall be binding on the licensee and no compensation shall be payable on that account.

11.2 The licensee shall *inter alia* abide by the following prohibition measures namely:

- (1) The licensee shall not display any neon or glow signs in and around the licensed premises to attract the customers.
- (2) The licensee shall display a notice board prominently in front of the licensed premises declaring that "Drinking of Liquor is injurious to health".
- (3) All persons employed by the licensee in the licensed premises shall be required to possess identity cards issued under the signatures of the Assistant Commissioner (Excise) and the employees shall be required to produce the identity cards on demand by the Excise Officer or any officer not below the rank of Sub-Inspector.
- (4) The licensee shall not keep nor distribute, sell or publish/have displayed any advertising material of its liquor products or products having similar nomenclature which are directly or indirectly likely or intended to promote the sale or consumption of liquor by way of advertising in newspapers, hoardings, banners etc. Eco-friendly carry bags with advertisements/messages can, however, be supplied to the patrons subject to such advertisement/messages not exhorting people to take to drinking.
- (5) No licensee shall advertise its liquor products or any product having similar nomenclature of liquor product unless such advertisement conforms to the program code and advertisement code as laid down in the Cable Television Network (Regulation) Act, 1995 and Cable Television Network Rules, 1994.

12. EXECUTION OF BOND

The licensee shall be required to execute a bond for the payment of duty as required under rule 68 of the Delhi Excise Rules, 2010, at the time of issue of permit in respect of each and every consignment while importing liquor into the National Capital Territory of Delhi and only after payment of import fees fixed by the Commissioner, with the prior approval of the Government, on Indian Liquor excluding beer before issue of the import permits.

The Excise Duty shall be payable by the L-1 Licensee at the time of issue of Import Permits.

- 13.** The licensee shall be bound to furnish any information in connection with L-1 licence truly and faithfully within a time as may be prescribed by the Commissioner or the Deputy Commissioner or the Assistant Commissioner or any other Officer of Excise Department. Refusal to furnish the information, furnishing of false information or non-compliance of the orders will be regarded as a breach of the terms and conditions of the licence. Breach of terms and conditions may also result in non-issue of import/transport permits and suspension/cancellation of licence.
- 14.** The Commissioner/Deputy Commissioner reserves the right to cancel or suspend any L-1 licence as per provisions of section 17 of Delhi Excise Act, 2009.
- 15.** The Government reserves the right for a mid-term review of manner of levying duties / fees and amount of duties / fee etc. to be paid / payable in case any amendment is made to the Act, Rule or Law related to liquor & bonded warehouse in Delhi during the period of licence. Accordingly the changes if any shall be binding to all the L-1 licensees.

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(KRISHNA MOHAN UPPU)
COMMISSIONER (EXCISE)