

SYAMA PRASAD MOOKERJEE PORT, KOLKATA



ऑपरेशनल ऑफिस कंप्लेक्स,
चिरंजीबपुर, हल्दिया-721604,
जिला-पूर्व मेदिनीपुर.



हल्दियागोदीपरिसर
HALDIA DOCK COMPLEX
शिपिंगएंडकार्गोहैंडलिंगप्रभाग
T.O. (Sh&CH) Division
Operational Office Complex,
Chiranjibpur, Haldia-721604,
Dist. Purba Medinipur.



No: T.O.(Sh&CH)/10/Part-II/689

Date : 04.04.2024


TRADE CIRCULAR

Sub : Annual Escalation Factor For 2024-25.

In terms of Clause 2.8.1 of the Tariff Policy issued by the Ministry on 3rd November 2021 under Major Port Authorities Act 2021, the variation in WPI will henceforth be communicated by Indian Ports Association (IPA) or any other Competent Authority decided by the Government to be used by the port for drawing indexed SOR. IPA has since intimated Annual Escalation Factor applicable for drawing indexed SoR to be **0.00%** for Fiscal year 2024-25. Copy of letter issued by IPA is enclosed.

In view of the above, the existing ceiling rate of SoR of SMPK will remain unchanged till April 30, 2025. Further, existing rate of SoR for Up-front tariff of Stevedoring and Shore handling operators as well as Floating Crane operators will remain unchanged till March 31, 2025.

All concerned are requested to be guided accordingly.


(P. Gupta)

Sr. Deputy Manager (Sh&CH)

Distribution:-

All Importers/Exporters/ Steamer Agents/ C&F Agents/ Stevedoring & Shore Handling Agents/ Main Line Operators/ BOT Operators: For information please.

Cc : General Manager (Traffic) / General Manager (Finance)/ General Manager (Marine) : For information please.

Cc : Sr. Deputy. Manager (Rlys.) / Sr. Deputy Manager (Finance)/ Deputy Manager (Marine Ops.) : For information please.

Cc : Deputy Manager (Sh & CH)/Assistant Manager (Sh&CH) : For information please.



Indian Ports Association

Ref: IPA/MSD/WPI/2024

Dated: 30.03.2024

To
The Chairperson
All Major Port Authorities

Sub: Escalation factor for ARR computation and computation of indexed SOR by Major Port Authorities under Tariff Policy for Major Port Authorities, 2021

Madam/Sir,

As per the clauses 2.3, 2.8.1 and 2.8.2 of the Tariff Policy for Major Port Authorities, 2021 (TP) issued by the Ministry of Ports, Shipping and Waterways (MOPSW) vide letter No. PD-14024/5/2020-PD-I (e343443) dated 03 November 2021, Indian Ports Association (IPA) or any other Competent Authority decided by the Government is required to announce the indexation factor considering the variation in average of the monthly Wholesale Price Index (WPI) of all commodities occurring between January to December announced by the Ministry of Commerce and Industry under the Government of India, so as to enable the Major Port Authorities to draw the indexed SOR to be applicable during the year 2024-25 and for computation of indexed ARR while revising the SOR.

2. In this context, in pursuance of the Tariff Policy 2021 and adopting the methodology earlier followed by TAMP for announcing annual indexation factor under the then applicable Tariff Guidelines, 2018, the WPI occurring between the relevant dates i.e. January 2023 to December 2023 and year preceding to the previous year i.e. January 2022 to December 2022 were ascertained from the Ministry of Commerce and Industry, Government of India. Considering variation in WPI occurring between January 2023 and December 2023, IPA has approved the following indexation factors:

- a) Indexation factor of 0.00% for computation of indexed ARRs as per Clause 2.3 of the Tariff Policy for Major Port Authorities, 2021 for the year 2024-25
- b) Automatic annual indexation of SOR as per clause 2.8.1 of the Tariff Policy for Major Port Authorities, 2021 considering 60% of variation in WPI occurring between 1 January 2023 and 31 December 2023 is 0.00%
- c) As per Clause 2.8.2 of the Tariff Policy for Major Port Authorities 2021, Major Ports are eligible for annual indexation in the SOR @100% of the WPI variation as against annual indexation factor @60% of the variation in WPI on achievement of Performance Standards committed by Major Ports



Indian Ports Association

The annual indexation factor at 100% of variation in the WPI under clause 2.8.2 for annual indexation in the SOR for Major Ports who achieved performance standards shall be 0.00%

3. A copy of the calculation sheet of indexation factors is enclosed herewith **(Annexure I)**

4. The Major Ports may, therefore, index their SOR by applying the applicable indexation factor for the year 2024-25 effective from 01 May 2024. The indexed SOR shall be effective from 01 May 2024 and shall be valid upto 30 April 2025.

Yours faithfully,

(Balbir Singh)

Chief Administrative Officer (i/c)

Encl: As stated above

Copy for kind information to

1. The Joint Secretary (Ports), MoPSW
2. The Advisor (Statistics), MoPSW
3. The FA&CAO, Major Port Authorities
4. Director, TAMP



Indian Ports Association

Annexure – I

WPI for the F.Y 2024-25		
WPI for All Commodities as announced by Office of Economic Advisor, Ministry of Commerce and Industry based on 2011-12 series		
Month	2022	2023
January	143.8	150.7
February	145.3	150.9
March	148.9	151.0
April	152.3	151.1
May	155.0	149.4
June	155.4	148.9
July	154.0	152.1
August	153.2	152.5
September	151.9	151.8
October	152.9	152.5
November	152.5	153.1
December	150.5	151.8
Total	1815.70	1815.80
Average Rounded to Two Decimals	151.31	151.32
Average WPI as on 01.01.2024		151.32
Average WPI as on 01.01.2023		151.31
Variation in Average monthly WPI of 2023 and 2022 (151.32 - 151.31)		0.01
Inflation as on 01.01.2024 expressed as a percentage (0.01/151.31)		0.00%
60% of inflation factor (i.e.; 0.01*60%)		0.00%
Annual Indexation Factor for the year 2024-25 (100% variation)		NIL
Automatic Indexation Factor for the year 2024-25 (60% variation)		NIL
On achievement of performance standards committed by Major Ports, under Tariff Policy 2021 (clause 2.8.2.) the Major Port Authorities are entitled for annual indexation factor @ 100% of the variation in the WPI instead of 60% of the variation.		NIL
This indexation factor for the year 2022-23 (100% variation) comes to -		