

Government of India  
Ministry of Commerce and Industry  
Department of Commerce  
(Supply Division)  
Nirman Bhawan, New Delhi

Correction Slip No.71

Dated: 21.04.2016

**Sub: Payment terms, Consignee right of rejection and reduction in time limit for payment to supplier and introduction of levy of interest on delayed payment.**

In partial modification of the provisions of Correction Slip No. 42 dated 31.5.2013 and 60 dated 30.12.2013 following amendments are carried out in DGS&D Manual with immediate effect:-

For: Para 1 (a) and (b) of Correction Slip 42 dated 31.5.2013 and Para 16.1 (b) of Correction Slip 60 dated 30.12.2013,

Read: 1. Pilot phase of Government e-Market place

**a) Consignee's right of rejection :**

The indentor/consignee shall have the right to accept or reject on proper justification any consignment within 10 days of receipt of goods/services and will accordingly issue consignee receipt cum acceptance certificate otherwise the goods/services will be considered as deemed accepted.

**b) Payment Terms :**

**i) For Goods:**

The initial payment of 90% (for Green Channel firms) or 80% (for other firms) against provisional receipt of stores will be released within 10 days of receipt of store and submission of bills. Balance 10%/ 20% in case of goods will be released on acceptance of stores by consignee within 10 days of issue of consignee receipt cum acceptance certificate and submission of bills.

**ii) For Services:**

In case of services, 100 % payments on the basis of monthly bills will be paid within 10 days of submission of bills with prescribed documents.

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2. Existing rate contract system

a) **Consignee's right of rejection :**

The indenter/consignee shall have the right to accept or reject on proper justification any consignment within 30 days of receipt of goods/services and will accordingly issue consignee receipt cum acceptance certificate otherwise the goods/services will be considered as deemed accepted.

For Jute Bags, HDPE/PP Bags and Difficult /Safety/ Complaint - prone items, the existing *provisions* will apply.

b) **Payment Terms :**

i) **For Goods:**

The initial payment of 90% (for Green Channel firms) or 80% (for other firms) against provisional receipt of stores will be released within 30 days of receipt of store and submission of bills. Balance 10%/ 20% in case of goods will be released on acceptance of stores by consignee within 45 days of issue of consignee receipt cum acceptance certificate and submission of bills.

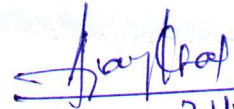
ii) **For Services:**

In case of services, 100% payments on the basis of satisfactory performance will be paid within 30 days of submission of bills with prescribed documents as per stipulated payment terms.

iii) **Jute Bags, HDPE/PP Bags and Difficult /Safety/ Complaint - prone items:**

No change of payment terms is proposed

2. The above shall be effective mutatis mutandis to DGS&D Manual dated 1.10.1999, DGS&D 68 (Revised) and DGS&D 1001 etc., wherever applicable.

  
21/4/16  
(Ajay Kumar)

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Standard Distribution

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