

Without Prejudice

File No. 1-28/2006/LF-II
Government of India
Ministry of Communication & IT
Department of Telecommunications
License Finance Branch
717, Sanchar Bhawan, 20, Ashoka Road, New Delhi-110001

Dated: 02.05.2013

To

All ILD Licensees

Subject: Submission of documents in support of deductions claimed through quarterly Statements of Revenue and Licence Fee – ILD Licences.

As per para 36 of the Definition and Interpretations annexed to ILD Licence "ADJUSTED GROSS REVENUE" for the purpose of levying LICENCE Fee as a percentage of revenue shall mean the Gross Revenue as reduced by: **Call charges (access charges) actually paid to other telecom service providers** for carriage of calls, service tax for provision of service and sales tax actually paid to the Government, if gross revenue had included the component of service tax".


It may be noted that the prescribed format of Statement of Revenue and Licence Fee (Annexure – A to ILD Licence Agreement) provides for submission of operator-wise details of deductions on account of Call Charges (Access Charges) passed on to other service providers. It has been observed that the deductions claimed are not being supplemented with the proof of payment.

It has now been decided by the competent authority that for the financial years 2006-07 to 2012-13, Telecom Service Providers having ILD Licence are required to submit a certificate from the Statutory Auditor of the Licensee detailing the quarter-wise, operator-wise Call Charges (Access Charges) actually paid to other Telecom Service Providers during the year, supporting the deductions claimed. The certificate is to be submitted to the DoT (HQ)/office of the CCA concerned where the assessment of the Licence Fee is being carried out. (Annexure 'A' may be seen).

From the financial year 2013-14 onwards, all the Telecom Service Providers having ILD Licence are required to submit the proof of payment in support of deductions claimed through the quarterly Statement of Revenue and Licence Fee with the office of the CCA concerned where they are submitting the quarterly Licence Fee. (Annexure 'A' may be seen).

Failing to comply with the above directions, the entire amount of deductions claimed through the quarterly Statement of Revenue and Licence Fee will be disallowed.

Kindly acknowledge the receipt.


(Nivedita Srivastava)
Director (LF-II)

Copy to:

1. Pr.CsCA/CsCA concerned.
2. PS to Member (Finance), DoT.
3. PS to Member (T), DoT.

