

///SPEED POST///

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All communications intended for this Office should be addressed to the "Joint Chief Controller of Explosives" and NOT to him by name.



GOVERNMENT OF INDIA  
MINISTRY OF COMMERCE AND INDUSTRY  
PETROLEUM AND EXPLOSIVES SAFETY ORGANISATION (PESO)  
(Formerly Department of Explosives)  
A&D WING, BLOCK 1 - 8, 2<sup>ND</sup> FLOOR  
SHASTRI BHAVAN, 26, HADDOWS ROAD  
NUNGAMBAKKAM, CHENNAI - 600 006.

No. Pet/Genl.

Date: March 31, 2016.

APR 2016

1. The State Coordinator, M/s. Bharat Petroleum Corporation Limited, Vaidyanathan Street, Tondiarpet, Chennai - 600081.
2. M/s. Hindustan Petroleum Corporation Limited, 3<sup>rd</sup> Floor, Thalamuthu Natarajan Building, No.8, Gandhi Irwin Road, P.B. No.3045, Egmore, Chennai - 600 008.
3. The General Manager (Retail Sales), M/s. Indian Oil Corporation Limited, Indian Oil Bhavan, 139, Nungambakkam High Road, Chennai - 600 034.
4. M/s. Reliance Industries Limited, Retail Petroleum Division, 7<sup>th</sup> Floor, 91, Dr. Radhakrishnan Salai, Mylapore, Chennai - 600 004.
5. M/s. Essar Oil Limited, Chennai House, 5th floor, NO.7, Esplanade, Chennai - 600108.
6. M/s. Shell India Marketing Private Limited, 12, (Old No.22), 1st Cross Street, Ramakrishna Nagar, Chennai - 600 028.

Sub: - Filling of HSD in Bowsers from the Petroleum retail outlets - Complaints - Reg.

Sirs,

It has been brought to the notice of this office by the Tamil Nadu Petroleum Dealers Association, Chennai that the Dealers of the Oil Marketing Companies in Tamil Nadu are forced to fill and dispense the petroleum products to the unapproved bowsers from the petroleum retail outlets licensed by this organization in Form XIV of Petroleum Rules, 2002 for the State of Tamil Nadu. These bowsers were reported to delivering petroleum products to the industrial premises/unlicensed premises, IT Parks, road-making machines on-site and on-road supply to the vehicles.

The act of delivering petroleum products to the bowsers by the retail outlets is against the preamble of the licence issued to retail outlets in Form XIV of Petroleum Rules, 2002 where it is clearly mentioned that "the licence is granted to store Petroleum in tank or tanks in connection with Pump Outfit for fuelling Motor Conveyances".

It is viewed very seriously by this Organization. You are therefore advised to stop filling of petroleum products to the bowsers from retail outlets and initiate action against the defaulters and inform this office accordingly within 21 days from the date of issue of this letter. Otherwise this office will be constrained to initiate penal action towards suspension/cancellation of the licences granted in Form XIV of Petroleum Rules, 2002 for the defaulters. This may also be circulated to all your Regional Territory Offices for strict compliance.

Please acknowledge the receipt of this letter.

Yours faithfully,

(Dr. A.K. YADAV),  
Joint Chief Controller of Explosives,  
South Circle, Chennai.

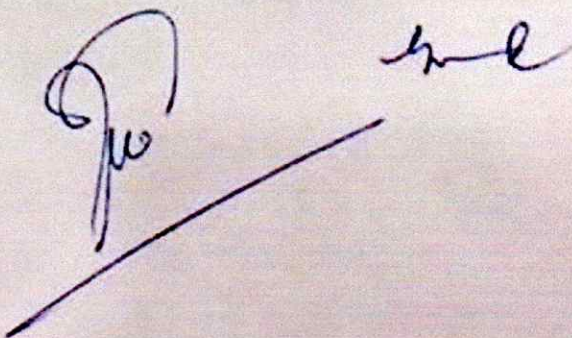
Copy for information to the Chief Controller of Explosives, Nagpur.

Joint Chief Controller of Explosives,  
South Circle, Chennai.



It got agreed as an interim measure as follows:

1. An increase in Dealer Margin of approximately Rs. 138.00 per kL of Motor Spirit and Rs. 102.00 per kL of High Speed Diesel. The same shall be implemented on 15<sup>th</sup> November 2016.
2. "Return of Investment" shall be studied by said joint committee of members from OMC, CIPD and AIPDA, to arrive at the component of "formulae".
3. Dealer Remuneration and earlier computational errors shall be examined & recommended for finalization by 15<sup>th</sup> November 2016 by the joint committee of members from OMCs, CIPD and AIPDA. The new dealer remuneration and the computational error, if any, amounts shall be included and increased in Dealer Margin in the next revision of dealers' margin.
4. The dealer margin shall be revised every 6 months on 1<sup>st</sup> January and 1<sup>st</sup> July of each year.
5. The revised NFA report shall be finalized by 30<sup>th</sup> November 2016 and implemented in the next revision of dealers' margin.
6. The man power study shall be commissioned by 31<sup>st</sup> Dec 2016 with an external agency to be concluded within a period of 4 months.
7. The High Speed Diesel handling loss report shall be obtained from Indian Institute of Petroleum, Dehradun by 30<sup>th</sup> November 2016 and recommendations implemented in next dealer's commission revision.
8. Motor Spirit loss study shall be commissioned by 31<sup>st</sup> December 2016 and completed by 1<sup>st</sup> January 2018.



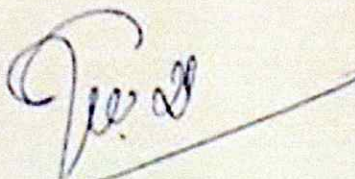


9. The invoice from depots shall incorporate Temperature of products and other measures for prevention of pilferage enroute and make transporter accountable for temperature variation loss/gain. This will be examined alongwith TDG for implementation.
10. Transport Tender and other transportation issues, a meeting shall be scheduled in the first week of December 2016.
11. Ethanol Blended Motor Spirit Related problems shall be discussed and resolved by a meeting to be scheduled in the first week of December 2016.

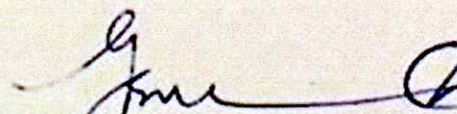


14/11/16


Mr. George Paul  
ED (Retail)  
BPCL



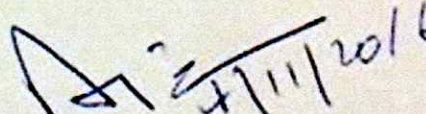
Mr. D.K.Sharma  
ED (Retail)  
IOCL



Mr. G.S.V.Prasad 4/11/2016  
ED (Retail)  
HPCL




Mr.A.D.Sathyanarayan  
President  
CIPD



4/11/2016

Mr. Ajay Bansal  
President  
AIPDA



Sales Volume at 153 kl		Before Aug 2017		Pre OMC Notified Wages for State Minimum Wages of Tamil Nadu									
	MS	HSD											
Projected Volume	46	107											
Salaries & Wages	₹1,315.83	₹974.69											
ACC Report 153 kl (2 Shift only)		Tamil Nadu Wages	Central										
Manpower Required			Min	EPF	ESI	Gratuity	Bonus	EL					
Manager	1	9215											
Accountant (Skilled)	1	8793											
Asst. Manager (Skilled)	1	8793											
Cashier (Semi Skilled)	3	8751											
Driveway Salesmen (Semi-Skilled)	7	8751											
Unskilled (Airboy)	2	8637											
Toilet (Unskilled)	1	8637											
Security (Night Shift)	0	8637											
	16												
For Annual Leave etc. (23% additional manpower)													
As per Court Presentation													
MS Component	₹60,528.18												
HSD Component	₹1,04,291.83												
Total	₹1,64,820.01												
Deficit in Salaries													
Salary Components	EPF	ESI	Gratuity	Bonus	EL								
(Mandatory Payments)	13.89%	4.75%	4.18%	8.33%	4.18%	35.33%							
Annual Mandatory Holidays for Workers													
Wage Factor for (Casual Leave	Casual	Sick	Earned	Leave	Sundays	Holidays	%						
+ Sick Leave + Earned Leave)	11	11	11	33	52	85	23.29%						