The General Manager, All Indian Railways
The DG/RDSO/Lucknow, DG/NAIR, MD/IRCTC
CAOs, COFMOW/NDSL, IROAF

Sub: Modification in Revenue Sharing Model between IR & IRCTC for redesigned pantry cars to be fabricated and maintained by IRCTC
Ref: Letter No. 2017/IRCTC/Catg./DSC/Mobile Policy dated 09.07.18

Storage of food items, preparation, cooking and distribution of hygienic food in running trains has always been a challenge for IRCTC that has been mandated to upgrade, professionalize and manage the catering and hospitality services on Indian railway.

In order to mitigate this challenge, IRCTC has proposed to redesign and upgrade the pantry cars at an estimated cost of about Rs.200-250 Crore over a period of next three years. They have also proposed to take up the responsibility maintaining the pantry cars subsequent to their up gradation.

As this is a capital intensive exercise, IRCTC has proposed a revenue sharing between IR & IRCTC in the ratio 15:85 instead of the present 40:60 stipulated in the Catering Policy 2017.

Board (MRS, MT, FC & CRB) have considered the proposal of IRCTC and have approved the following:

(1) To alter the existing proportion of sharing of license fee between IR & IRCTC for contractually managed mobile catering units from existing 40:60 to 15:85 for a period of 05 years from the date of launching the redesigned pantry car into service.

(2) Para 3.1 of the Catering Policy 2017 shall remain in abeyance for 05 years for all such redesigned and modified pantry cars from the date of commencement of catering service by redesigned and modified pantry cars in trains and the revenue sharing of 40:60 shall revert back after 05 years.

(3) IRCTC shall redesign, upgrade and maintain the interior of all the redesigned & upgraded pantry cars at their own cost from all perspective including fire safety and overall safety. They shall execute an agreement to this effect with Mechanical Coaching Directorate and shall also take approval of the designed electrical load from the coaching directorate.

This issues with the concurrence of the Associate Finance of the Transformation Cell.

(A.K.Chandra)
Executive Director Transformation

No. 2018/Trans. Cell/Mech/Catering /Policy

New Delhi, Dated: 28.03.2018

Sanjeeb Kumar
Executive Director Accounts Transformation

1. PFAs, All Indian Railways & Production Units
2. The ADAI (Railways), New Delhi
3. The Director of Audit, All Indian Railways
Copy – As per list enclosed

Copy to:
1. The ADAI (Railways), New Delhi
2. The Director of Audit, All Indian Railways
3. The Director, Indian Railway Institute of Civil Engineering, Pune.
4. The Director, Indian Railway Institute of Mechanical and Electrical Engineering, Jamalpur.
5. The Director, Indian Railway Institute of Signal Engineering and Telecommunications, Secunderabad.
6. The Director, Indian Railway Institute of Electrical Engineering, Nasik.
7. The Executive Director, Indian Railways Centre for Advanced Maintenance Technology, Gwalior.
8. The Director, Indian Railway Institute of Transport Management, Lucknow.
9. The Registrar, Railway Claims Tribunal, Delhi.
10. The General Secretary, IRCA, New Delhi.
12. The Secretary, Railway Rates Tribunal, Chennai.

Copy to:
1. The Genl. Secy., AIRF, Room No. 248, & NFIR Room No. 256-C, Rail Bhavan
2. The Secy. Genl., IRPOF, Room No. 268, FROA, Room No. 256-D & AIRPFA, Room No. 256-D Rail Bhavan

Copy to:
1. PS to MR, MOS(S), MOS(G)
2. CRB, FC, ME, MTR, MRS, MS, MT, SECY, DG (RHS), DG (RPF), DG (Stores), DG(Pers), DG(S&T)
3. All AMS, Principal Executive Director & Executive Directors of Railway Board

(A.K.Chandra)
Executive Director
Transformation