

**GOVERNMENT OF INDIA (BHARAT SARKAR)
MINISTRY OF RAILWAYS (RAIL MANTRALAYA)
RAILWAY BOARD**

No.2010/RS(S)/709/36

New Delhi, dt.09.10.2018

PCMMs,
All Zonal Railways & PUs.

Sub:- Change in the interest rate being charged for delay in payment with regard to Sale of Scrap.

- Ref:-**
1. Board's letter No.RS(M)/2009/e-Auction/01 dt.17.02.2009.
 2. Board's letter of even number dt.24.12.2010.

Attention is invited to Board's letters dt.17.02.2009 & 24.12.2010 on the above-mentioned subject.

GM/EPS, CRIS in a meeting held on 17.08.2018 in Board's Office has intimated that Zonal Railways are following different practices in charging the rate of interest for delay in payment with the regard to Sale of Scrap, as there is confusion between as to which rate of interest to be charged, the rate of interest applicable at the time of auction or the rate of interest revised at the time of delay in payment.

In this connection, it is hereby directed that Point No.9 of Uniform E-Sale Conditions for E-Auction should be revised as under:-

"Interest Rate: The rate of interest charged on delayed payment shall be 7% (Seven Per cent) above the Base rate of State Bank of India, as prevailing on the day of auction or the day of the payment being made by the bidder, whichever is higher".

This issue with concurrence of Finance(S) Dte. of Ministry of Railways.


(V Apparao)
Director Railway Stores (C)
Railway Board.

Copy to :- GM(EPS), CRIS, Chankya Puri, New Delhi -110021 for information and necessary action.