

Sub.: Way bills for supply of building material

As per law seignorage fees (royalty) has to be paid to the government for mining of materials like stone, red mud, sand, etc. Therefore, seignorage fees is payable for all building material purchased by us. However, for practical reasons we must ensure that proof of payment of seignorage fees is collected for the following supplies.

- a. River sand
- b. Manufactured sand (Robo sand)
- c. Machine cut 20 & 40 mm metal.

Following items shall be exempt for providing proof of seignorage fees.

- a. Red brick
- b. Stone dust and baby chips
- c. Morrum & red mud
- d. Hand cut 40 mm metal
- e. RMC
- f. Granite blocks

Proof of payment of seignorage fees is by way of a way bill from mining department or from Tehsildar. Ensure that the way bill is prior to the date of supply (not more than 15 days old) and the way bill is in the name of our company or in the name of the supplier whose is raising the VAT bill.

This policy shall be in effect immediately.

Accountants and accounts managers do not approve payments for building material without verifying the way bills.

Soham Modi.