

EXCISE POLICY

2022-23

(Policy for information only, Not for legal purpose)

Annexure-A

Subject: Excise Policy for the year 2022-23 (from 01-07-2022 to 31-03-2023).

A. General

There is a paradigm shift in the Excise Policy of 2022-23, primarily, with objectives to reform the liquor trade in the State to ensure realization of optimal Excise Revenue, while keeping the health aspect in mind, keeping additional deterrent provisions by amending appropriately penal sections in the Punjab Excise Act, 1914. Additionally, the provisions have been incorporated with a view to simplify the incidence of tax/ duties enabling a common man to understand the dynamics of the trade.

The new Excise Policy shall be applicable initially from 01.07.2022 to 31.03.2023 with provisions for renewals for the next financial year (s) on fulfilment of required conditionalities as specified in this Policy. The department intends to realize the full potential of excise revenue optimally by collecting license fee derived through e-tender and nominal incidence of statutory excise duty.

1. Formation of Groups:-

For the year 2022-23, the formation of Group/zone shall be kept as under:-

The size of group will generally be in the range of Rs. 30 Crore with a margin of variation +/- 10%. However, the Excise Commissioner shall be the final authority to make any changes suiting to the felt needs of the locality in a district. With this, there will be approximately 177 groups in the entire State.

To make it more flexible, especially in an eventuality of a group not getting the e-bid at par or more than the Reserve Price fixed, modification of the group size shall be permissible. Accordingly, for allotment of such a group, if a situation arises where any inter-se change between revenue limit or addition/deletion of a geographical area is warranted to make it more attractive than the concerned Deputy Commissioner (Excise)-cum-Collector of zone will be competent to do the same. However, while doing so, he has to keep in mind that the total excise revenue from all the groups of the District/Zone will remain the same.

In case of a group remaining un-allotted because of appropriate bid not arriving, the competency to decrease the reserve price of the group shall vest in Financial Commissioner (Taxation).

Rural and urban area will be defined. Number of vends per group will be defined in the Excise Charts. However, this number of vends shall be indicative of upper bound, meaning thereby the licensee will have discretion in respect of opening of number of vends in a group subject to the same upper bound. In case, the licensee remains unable to open vends/ opens less than this upper bound, there will be no change in the excise revenue including license fee of the allotted group as the opening of vends shall be the sole responsibility of the licensee. The licensee can open the vend in his command area subject to the applicable law in force.

2. Quota

I) **Quota of PML, IMFL, IFL (Bio Brands) and Beer:** During the year 2021-22 the actual lifting of the above said quota was as under:-

Particulars	Actual lifting 2021-22 (12 months) (In Pls/Bls)	Proportionate figure for 9 months (In Pls)
PML	80449800	60337350
IMFL	33783153	OPEN
Beer	32868238	OPEN
IFL	251638	OPEN

In order to rationalize the quota as per actual demand of the consumer, to ensure brand availability, to realize optimum revenue and to discourage smuggling and bootlegging, the Quota for PML shall be kept at the same level i.e. 8.045 Cr Proof Litres for full year of 2021-22, which shall on adjustment on pro-rata basis, be fixed to 6.033 Cr Proof Litres for a period of 9 months in the year 2022-23. Quota for IMFL, Beer and IFL (BIO Brands) shall be kept open. It would thus be open for a licensee to lift IMFL, IFL and Beer as per his demand. However, Excise Commissioner shall have overriding powers to put a check on any abnormal lifting of stock with a mala-fide intent. Further to make the distillery operations in the State more competitive and to ensure quality product to the

consumers, the ratio of open and fixed quota of PML shall be done away with.

II) Lifting of PML Quota:-

During the Year 2022-23, the licensee shall lift the quota of PML month wise as under:-

Sr No	MONTH	PML
1.	July 2022	11.11%
2.	August 2022	11.11%
3.	September 2022	11.11%
4.	October 2022	11.11%
5.	November 2022	11.12%
6.	December 2022	11.11%
7.	January 2023	11.11%
8.	February 2023	11.11%
9.	March, 2023 (upto 15.03.2023)	11.11%
Total		100%

Note:

1. Licensee shall get his retail permits in respect of the prescribed monthly quota issued by the last day of each month. It shall be mandatory for the licensee to lift liquor against these issued permits by the 7th day of next month. The lifting for the month of March, 2023 shall be allowed upto 15th March, 2023.
2. In case of failure to lift the prescribed quota as per above schedule, the licensee shall have to pay a penalty equivalent to excise duty payable on the quota that remains un-lifted.

3. Retail licensee shall have the option to lift more quota of liquor over and above the prescribed monthly quota out of the total Minimum Guaranteed Quota.
4. Apart from the above, any licensee shall also have the option to lift additional quota after lifting the Minimum Guaranteed Quota (calculated on quarterly basis) of PML after paying all duties, fee etc. defined in the policy. This however shall be payable at the manufacturing and wholesale stages only.

III) There shall be no **quota interchange** and **quota conversion** in this Excise Policy.

IV) **Carry Forward quota of the unsold stock/quota of 2021-22 in the next Financial Year**

Every year, some quantity of liquor remains unsold with the licensee, which he carries forward to the next year. In this Excise Policy, any licensee can carry it forward. For this purpose, the licensee shall deposit stock transfer fee @ Rs.2/- per PL on all kinds of liquor including wine. However, it shall be @ Rs1/- per BL on Beer. This carried forward quota of PML shall not form the part of Minimum Guaranteed Quota of PML. The licensee shall have to submit Brand-wise details of this carry forward quota to the department in the prescribed proforma by 5th of July. It will be mandatory for the licensee to submit the details of the unsold carried forward closing stock in the district office at the end of every month. The licensee, with the permission of the department, may transfer this quota to any other licensee as per his choice. During the FY 2022-23, from 01-07-2022 to 31-03-2023, the licensee can sell this carry forward stock upto **31st October 2022 only. After 31st October 2022**, the licensee will not be allowed to sell this quota, and thereafter the licensee will have to surrender his unsold stock to concerned DC(X)-cum-Collector, against which he will have no claim. The DC(X)-cum-Collector shall dispose of such stock surrendered as prescribed under Punjab Excise Act/ Rules framed there-under.

3. Excise Duty:-

The Excise Duty charged on PML, IMFL and BEER during FY 2021-22 was as under:-

Liquor Category	Rate of Duty charged at Retail Level	Rate of Special License Fee charged at Retail Level	Rate of duty charged at Wholesale Level
PML	Rs 329/- per proof litres.	Rs 5/- per proof litres.	Rs 35/- per proof litres.
IMFL	Rs 359/- per proof litres.	Rs 5/- per proof litres.	From Rs 95/- per proof litres. Upto Rs 470/- per proof litres.
BEER	Rs 57/- per bulk liters	-	Rs 57/- per bulk litres on light beer; Rs 68/- per bulk litres on strong beer;

For the year 2022-23, for a period from 01-07-2022 to 31-03-2023, the Excise Duty on all kinds of liquor except PML and IFL shall be charged at the rate of 1% of the wholesale price at whole sale stage. Assessed fee at the rate of 1% of the WSP shall be charged on IFL (BIO Brands) at whole sale stage.

Excise duty at the rate of Rs 53 per PL, Rs 107 per PL and Rs 107 per PL shall be charged at retail, wholesale and manufacture levels respectively, on Minimum Guaranteed Quota of PML. However, this would be part of the total license fee of the group. The incidence of duties at manufacturing and whole seller ends shall be factored in the subsequent instalment of license fee. If additional quota of PML with a maximum permissible ceiling of 5% of MGQ per quarter is lifted, excise duty shall be leviable at the rate of 60% of excise duty payable at wholesale and manufacture ends only. The excise duty so realized on additional quota of PML shall not form part of the total license fee of the group. Additional quota of PML shall be allowed to be lifted after the licensee has lifted his Minimum Guaranteed Quota on quarterly basis. The licensee shall further be at liberty to lift even more than 5% additional quota per quarter but the same shall be at normal rates of excise duty.

Handwritten signature

B. Retail Sector

1. **License Fee:-** License fee of a group shall be the total price arrived after the allotment of the such groups by e-tender. Excise chart depicting Zone wise reserve price are placed at Annexure-VI.
2. **Security:-** A successful bidder shall have to deposit as security equivalent to discovered licensee fee for about 45 days i.e. at rate of 17% of the discovered license fee , inclusive of 5% EMD of the Reserve Price fixed for a group, which shall be recovered in the following manner:-

a) **Nine percent security inclusive of EMD** within 48 hours of the finalisation of tender.

b) **Eight percent** security within one week of the allotment date.

The security amount shall be refundable (after adjusting any dues pending towards a licensee) after close of the financial year.

The amount of discovered license fee shall be paid in 9 instalments as under:-

Sr. No.	Month	Percentage
1	July 2022	11.11%
2	August 2022	11.11%
3	September 2022	11.11%
4	October 2022	11.11%
5	November 2022	11.12%
6	December 2022	11.11%
7	January 2023	11.11%
8	February, 2023	11.11%
9	March, 2023	11.11%

Each monthly instalment is payable by the 10th day of the same month. In case of late payment of any instalment an interest at the rate of **1.5 percent**, per month, to be calculated on daily basis, shall be charged. If the entire license fee for a month is not paid by the fifteenth day of the same month, the license shall be deemed suspended and a notice for cancellation shall be served upon the licensee. Further, if after the notice, the licensee fails to pay all the dues including interest

pen 6

and penalty if any by the 20th day of the same month, then security deposit shall be forfeited and the license shall be cancelled and re-tendered. The licensee will also be blacklisted and prohibited from participating in any other tendering process for a period of two years in the State of Punjab.

3. Re-tendering process:-

- a) If some groups remain un-allotted after the process of e-tendering, such groups shall be allotted by re-tendering. FCT shall be competent to decide any reduction in the reserve price of the group as well as reformation of such un-allotted groups as per felt needs to ensure disposal of such groups.
- b) In the event of cancellation of the license of a group, the DC(X) cum-Collector shall re-allot it through e-tender process, in accordance with the procedure laid down in the Rules and at the risk and cost of the licensee, whose license has been cancelled. For allotment of such new license, the security deposit shall be on pro-rata basis in absolute terms. However, the instalments shall be co-terminus with the other licensee allotted under this policy, meaning thereby, such new licensee will have to pay the entire amount of license fee in the balance number of equal instalments due till March, 2023. The rules regarding carry forward of the quota for the relevant group shall be the same as applicable for carry forward of quota for other groups in general allotted in the beginning of this Excise Policy.

- 4. Mode of allotment:-** The Excise Policy 2022-23 shall be initially for a period of 9 months i.e. from 01-07-2022 to 31-03-2023, The license may be renewed on year to year basis on payment of revised license fee and other terms and conditions as prescribed by the Govt. The allotment of retail vendos of IMFL (L-2) and PML (L-14A) shall be made through the process of e-tender. This shall be done through a Government portal in a free, fair and transparent manner. The detailed procedure for e-tendering shall be finalized by Excise Commissioner, Punjab. This would be displayed on the departmental website www.excise.punjab.gov.in.

- 5. TERMS AND CONDITIONS FOR GRANT OF LICENSE IN FORM L-2 (RETAIL VENDS OF IMFL, IFL AND BEER) AND L-14A (RETAIL**

VENDS OF PML) FOR THE EXCISE YEAR 2022-23 (FROM 01/07/2022 TO 31/03/2023)

License in Form L-2 for IMFL/ IFL & Beer & in Form L-14A for Punjab Medium Liquor in a Excise Group in the State shall be granted by the concerned DC(X)-cum-Collector for the remaining 9 months of 2022-2023 (from 01.07.2022 to 31.03.2023), in accordance with the following terms and conditions:

1. LICENSE FEE OF RETAIL VENDS

- 1.1 Each Excise Group (L-2/L-14A License, L-2 (Airport)) shall be allotted through e-tender process and shall pay the license fee as discovered through e-tender.
- 1.2 A successful bidder shall have to deposit as security equivalent to discovered licensee fee for about 45 days i.e. at rate of 17% of the discovered license fee, inclusive of 5% EMD of the Reserve Price fixed for a group. The amount of discovered license fee shall be paid in 9 instalments.
- 1.3 Each monthly instalment is payable by the 10th day of the same month. In case of late payment of any instalment an interest at the rate of **1.5 percent**, per month, to be calculated on daily basis, shall be charged. If the entire license fee for a month is not paid by the fifteenth day of the same month, the license shall be deemed suspended and a notice for cancellation shall be served upon the licensee. Further, if after the notice, the licensee fails to pay all the dues including interest and penalty if any by the 20th day of the same month, then security deposit shall be forfeited and the license shall be cancelled and re-tendered. The licensee will also be blacklisted and prohibited from participating in any other tendering process for a period of two years in the State of Punjab.

He may, however, at any time, pay the entire amount due if he so wishes.

- Punjab*
1. Rural and urban area will be defined. Number of vendes per group will be defined in the Excise Charts. However, this number of vendes shall be indicative of upper bound, meaning thereby the licensee will have discretion in respect of opening of number of vendes in a group subject to the same upper bound. In case, the licensee remains unable to open vendes/ opens less than this upper bound, there will be no change in the excise revenue including

license fee of the allotted group as the opening of vends shall be the sole responsibility of the licensee. The licensee can open the vend in his command area subject to the applicable law in force.

2. ELIGIBILITY TO HOLD A RETAIL LIQUOR LICENSE (L-2/L-14A)

2.1 Any private legal entity or individual who has proof of filing Income Tax Returns for the last three assessment years i.e. 2019-20, 2020-21 and 2021-22 shall be eligible to participate in the bid. In case of a newly constituted Partnership firm, it shall be eligible, only if the partners in the partnership firm have proof of filing their individual Income Tax Returns for the last three assessment years.

2.2 The eligibility for an entity to participate in the tender for one excise group of retail vends shall be the entity having a minimum CIBIL score of 600 and a net worth of at least Rs.60 lacs. If the entity intends to participate in tender for more than One Excise Group in the State, it will be required to have the worth in the multiples of Rs 40 lacs for each additional group. For this, the entity shall produce a Net Worth certificate and CIBIL score, duly certified by a Chartered Accountant registered with ICAI and the Bank respectively.

2.3 No entity will ordinarily be allotted more than 3 Excise Groups. However, Excise Commissioner for the reasons recorded in writing may increase or decrease this number based on local conditions.

2.4 As per Punjab Liquor License Rules, 1956; Rule 37(9-B), the proposed L-2/L-14A retail vend in an Excise Group should not be located within 100 meters in Rural areas and 50 meters in urban areas from the following:

- a. Educational Institutions.
- b. Religious places.

The distance shall be measured from the main entrance gate of the institution and the religious place. This provision shall however be only for the recognised educational & religious places by the State Government.

2.5 No manufacturer of liquor or L-1 license holder, in the State of

13 Punjab shall be allowed to bid for retail vend or vice versa. This is being incorporated to eliminate the scope of monopoly/ oligopoly in the trade. In case of retailers and manufacturers/wholesalers being common entities, there is a possibility of formation of cartels leading to overcharging and brand influencing/pushing by entering into exclusivity arrangements with certain brands at the cost of exclusion of others. The retail license holder shall not have any manufacturing facilities/ distilleries/ breweries/ wineries anywhere in the state of Punjab either directly or through any sister concerns/ related entities. For this purpose, sister concerns/ related entities shall mean that the entities having a common proprietor or partners or directors. The entities shall not have a holding-subsidary relationship or are not subsidiaries of the same holding company.

3. HOURS OF SALE AND DRY DAYS:

3.1 Sale of PML, IMFL, IFL & Beer at retail vends shall be allowed between **09.00 A.M and 12.00 midnight.** However, vends located at the Airports/ Railway stations shall be allowed to operate round the clock. Hard Bars will be allowed to operate upto 1:00 AM in municipal corporation areas only by paying prescribed fee.

3.2 The Government may declare any day as dry day in accordance with Punjab Liquor License Rules.

4. DISTRIBUTION OF RETAIL VENDS IN PUNJAB:

4.1 There shall be around 177 excise groups in the state of Punjab. These groups may cover 6378 vends in the State. The command area for each excise group shall be demarcated. In case of rural areas, the revenue limits of the villages shall be the command area. However, the vends shall be preferred to be operated at the existing places. . Each excise group licensee shall open two Model Shops as per norms in Municipal Corporation area, whereas this shall be optional for other areas. These model shops may be permissible within the departmental stores upon the authorization by the concerned DC(X)-cum-Collector with condition that the same shall be allowed only in agreement with the concerned

Penal

retail L2/L14A licensee of the command area. In case of any dispute pertaining to location of vends the decision of DC(X)-cum-Collector of the concerned Zone shall be final.

4.2 The model shops shall be in addition to the vends already prescribed. Model shop shall not be within the 200 meter radius of any vend of the adjoining group

4.3 The licensee shall be solely responsible to find a suitable place for opening of the liquor vends as prescribed for that excise group. In case the licensee fails to find a suitable place for opening of his vends in the command area, he shall not be eligible for any rebate or remission of the excise duties or license fees on this count.

5. TENDER PROCESS FOR ALLOTMENT OF THE EXCISE GROUPS:

5.1 Allotment will be made through e-tender process with the reserve price as the base license fees. In the e-tender process, the highest bidder in e-tender will be declared successful(H1). However, if there is a single bid in e-tender, such single bidder shall be declared the successful bidder. If H1 fails to deposit the security amount within the prescribed time period, the offer will pass on to H2 at H1 rates. The similarly, this offer will keep on passing to subsequent bidders at H1 rates only. In case of such a default by the bidder, he shall be liable to face debarment from holding any group in the State and also blacklisting for a period of 2 years henceforth and any money including EMD deposited by him/her shall be forfeited.

5.2 A non-refundable participation fee of Rs. 2 lacs per bid is prescribed for each valid bid per Excise Group. Out of this money, 50% amount shall be transferred to ETTSA fund.

5.3 An entity is free to bid for as many Excise Groups as he/she feels like.

5.4 The bids will be opened in a pre-determined order to be decided and published by the Excise Commissioner.

The evaluation of the bids shall be carried out by a Tender Evaluation Committee (TEC) as constituted by the Excise Commissioner. The concerned District Magistrate of the district himself/herself or his/her nominee shall act as an Observer. The Excise Commissioner may also appoint some senior officers to act as the departmental observers.

The Assistant Commissioner (Excise) shall ensure a proper venue for the purpose of evaluation, wherein a computer system, proper internet connectivity, a screen with projector, generator etc. should be in place. All

bidders who wish to be present at the time of evaluation shall be allowed inside the venue on production of the bid acknowledgment. The process of evaluation shall be video-graphed. The evaluation shall be done by the TEC. The Assistant Commissioner (Excise) will log himself in the presence of the other TEC members. The bids shall be evaluated Group wise serially.

Any person found indulging in any kind of misconduct during the allotment process shall be de-barred, declared unsuccessful even if otherwise successful, shall be blacklisted for 2 years, and his EMD shall be forfeited.

The bids shall be placed & opened in a phased manner for each Excise Zone as decided and published by the Excise Commissioner.

5.5 If any applicant wishes to participate in the bid for an Excise Group then he shall submit an EMD of 5% of the reserve price of each group. This EMD will be refunded if the applicant does not become successful in the e-tender. In case, a prospective bidder withdraws from the bid process before the last date of submission of the bid in e-tender, he/she may do so and his/her EMD shall be refunded.

5.6A successful bidder shall have to deposit as security equivalent to discovered licensee fee for about 45 days i.e. at rate of 17% of the discovered license fee, inclusive of 5% EMD of the Reserve Price fixed for a group. The amount of discovered license fee shall be paid in 9 instalments

. In case of default of security payments as per the prescribed schedule, the EMD shall stand forfeited. Further, in case of such a default by the bidder, he shall be liable to face debarment from holding any group in the State and also blacklisting for a period of 2 years henceforth and any money including EMD deposited by him/her shall be forfeited.

5.7 If the licensee is found being engaged in major malpractices, its entire Excise Group license will be cancelled immediately and re-tendered thereafter.



6. PROCEDURE TO APPLY

6.1 The applicant applying for grant of retail licenses (L-2 / L-14A) shall participate in e-tender process by paying a non-refundable participation fee of Rs. 2,00,000/- (Rupees Two Lacs only) through online process.

6.2 The applicant shall be required to submit the following documents along with the online application:

- a. Proof of filing Income Tax Returns for the last three assessment years of the bidding persons/ entity or partners of a firm.
- b. Adhaar card of the bidding persons/ entity or partners of a firm.
- c. A Net Worth certificate and CIBIL score, duly certified by a Chartered Accountant registered with ICAI and the Bank respectively.

6.3 The information as required for this purpose in the application form shall be furnished with complete details truly and faithfully as to enable processing of the applications for grant of L-2/L-14A license. The applicants shall not be entitled to any relief for compensation on account of delay in the finalization of case for grant of L-2/L-14A License.

The Detailed Notice Inviting Tender are being placed at Annexure-V.

7. OTHER CONDITIONS OF LICENSE

7.1 L2 licensees are eligible for retail sale of IMFL, IFL & Beer to individuals and to all license holders of Hotels, Clubs, Restaurants, Permit Holders etc in forms as prescribed in the Rules and other licenses/permits as authorized by the Excise Commissioner.

7.2 The L-2/ L14A Licensee shall procure PML, IMFL, IFL & Beer from L-1 Licensee only as prescribed by the department.

7.3 Every license shall be granted subject to the conditions that the Licensee shall comply with the provisions of the Punjab Excise Act, 1914 and the Rules framed there under, terms and conditions for grant of L-2 and L-14A License and orders issued by the Excise Commissioner from time to time. This shall be subject to the judgment of Hon'ble Supreme Court of India in the case of **CA Nos. 12164-12166 of 2016**.

7.4 The retail vends can be opened in any of the markets, malls, commercial roads/areas, local shopping complexes (LSCs) etc. as long as the standard rules and regulations of opening a new vend in Punjab is

followed which includes restrictions on opening vends within a specified distance of Educational, Religious Institutions etc.

7.5 Model Shops shall provide a walk-in experience and be designed accordingly. To illustrate, customers will not be allowed to crowd outside such Model Shop or in the pavement and buy through the counter. Each customer shall be given access inside the Shop and the entire selection and sale process shall be completed within the shop premises. The shops shall have closed glass doors and will be air-conditioned.

7.6 Each model shop will have CCTV cameras installed inside and outside the shop and the recording of the events shall be maintained for a period of one month. The footage shall be supplied to the Excise Authority on demand.

7.7 The licensees will have to ensure compliance of all the terms and conditions of the license including the following:

- a. Timely payment of fees/duties/any other dues.
- b. Ensuring no spurious liquor gets sold at the vend.
- c. Ensuring no brand pushing to consumers.
- d. Ensuring consumers have choice of brands at the vend.
- e. Mandatory purchase of supply from L1 license holders as prescribed in Punjab.
- f. Ensuring no liquor is sold to a person below 25 years of age.

7.8 Stringent penal action will be taken against the licensee if any of the license conditions is violated. This shall be in addition to immediate closure of the particular vend with no reduction in the total excise revenue of the relevant group.

7.9 The licensee shall maintain appropriate records as specified by the Excise Department.

7.10 The Custom bonded Warehouse holders of the Companies supplying IFL in Punjab, manufacturers, wholesale & retail licensees shall submit prescribed monthly statement/return of sale and purchase of PML, IMFL, IFL & Beer as the case may be, separately, by the 7th day of every following month electronically on e-Abkari portal.

7.11 The Excise Policy 2022-23 shall be initially for a period of 9 months i.e. from 01-07-2022 to 31-03-2023, The license may be renewed on year to year basis on payment of revised license fee and other terms and conditions as prescribed by the Govt.

7.12 No person to whom License has been granted shall be entitled to claim automatic renewal thereof and no claim shall lie for damages or otherwise in consequence of any refusal to renew a License on the expiry of the period for which the same remains in force.

7.13 The licensee shall be required to procure, install and make necessary provisions for IT and non-IT infrastructure at the licensed premises for successful implementation of the IT system introduced by the Excise Department.

8. PAYMENTS SCHEDULE OF LICENSE FEES:

Sr. No.	Month	Percentage
1	July 2022	11.11%
2	August 2022	11.11%
3	September 2022	11.11%
4	October 2022	11.11%
5	November 2022	11.12%
6	December 2022	11.11%
7	January 2023	11.11%
8	February, 2023	11.11%
9	March, 2023	11.11%

9. PAYMENTS:

9.1 The Licensee shall make all the payments to the department in connection with the operation of his License through online mode (e-challan) or by bank draft drawn in favour of Assistant Commissioner (Excise).

9.2 The Licensee shall not be entitled for any interest or any other relief or compensation on account of any delay in the payment of any amount due to him by the Government.

10. PROHIBITION

10.1 In pursuance of the Directive Principles of the State Policy relating to prohibition as contained in Article 47 of the Constitution of India, the Government may issue orders and directions from time to time and such orders and directions shall be binding on the Licensee and no compensation shall be payable on that account.

10.2 The Licensee shall inter-alia abide by the following prohibitory measures namely:

- a. The licensee shall display a notice board prominently in front of the licensed premises declaring that **"Drinking of Liquor is injurious to Health"**.
- b. The Licensee shall neither sell liquor to persons who are below the prescribed age nor shall employ any person under the age of 25 (twenty five) years.
- c. No person shall print or publish in any newspaper, book, booklet, leaflet or any other publication, on social media, or otherwise display or distribute any advertisement or other material soliciting the use of or offering any liquor or intoxicating drug or any other product having nomenclature similar to a liquor brand.

11. FURNISHING OF INFORMATION

The Licensee shall be bound to furnish any information in connection with L-2/L-14A License truly and faithfully within the time prescribed by the Excise Commissioner or the Deputy Commissioner (X) or Assistant Commissioner (Excise) or Excise Officer or Excise Inspector. Any refusal to furnish the information, furnishing of false information or non-compliance of the orders will be regarded as breach of the Terms and Conditions of the License.

Breach of Terms and conditions may also result in non-issue of Transport Permits or suspension/cancellation of License.

12. POWER TO SUSPEND OR CANCEL LICENSE AND FORFEITURE OF SECURITY

12.1 The Authority granting L-2/L-14A license may suspend or cancel the license as per provisions of the Punjab Excise Act, 1914 and rules made there under.

12.2 The Licensing Authority may order forfeiture of part or whole of Security Amount in case of breach of any of the Terms and Conditions of L-2/L-14A License.

12.3 In case of a surrender of a retail license by a licensee, the security deposit shall be forfeited and the Excise Group will be re-tendered and the said licensee will also be prohibited from participating in any other bidding process for a period of two years. In case the Government suffer any loss of revenue on account of re-tender, it shall be recovered as excise arrear from the person who has surrendered such license.

13. The Terms & Conditions of the Punjab Excise Act, 1914 and the Punjab Liquor License Rules, 1956 and all orders/directions issued there under shall be deemed to form an integral and inseparable part of the Terms and Conditions as if they were expressly set out in the Terms & Conditions for grant of L-2/L-14A license. Applicants are also hereby advised to access, read and understand the same before applying for the license

14. Number of Retail Vends- During the year 2021-22, 5835 number of L-14A vends and 3680 number of L-2 vends were operational. During the year 2022-23, there shall be around 177 excise groups in the State of Punjab. These groups may cover 6378 vends in the State. It shall be the responsibility of the Deputy Commissioner (Excise), In-charge of Zone to ensure strict compliance of the provisions of the Punjab Excise Act, 1914 and Rules made thereunder while granting license for sale of liquor. This shall be subject to the judgment of Hon'ble Supreme Court of India in the case of **CA Nos. 12164-12166 of 2016**.

1) Sub-vends: It is felt that there have been considerable growth in urbanisation in the State. As such, there are areas which remain uncatered leaving space for un-scrupulous elements including bootleggers operating thereat. To put an effective check on such illegal activity, sub-vends upto 10 sub-vends per group shall be permitted to be opened as prescribed by the DC (X)-cum-collector subject to the limitations prescribed under the Rules. The one time fee for opening such sub-vends during the concurrence of this Policy in 2022-23 will be @ Rs.2 lakh per sub-vend.

If the inter-se distance between two regular vends of the neighbouring groups is reduced by opening of a sub vend, then the licensee opting to open that sub vend shall be required to obtain prior No Objection Certificate from the licensee of such neighbouring group.

15. L-2 D License- At present the L-2D Licensee can sell Imported Wine, Beer Cyder, R.T.D and Indian Wine, having E.W.P of Rs. 4000/ case or more license issued/renewed in the year 2020-21 was renewed during the year 2021-22. During the year 2021-22 the new L-2D license was granted only to L-2/L-14A licensee, which they opened in the geographical area of the concerned group. It shall be continued for this financial year upon payment of prescribed license fee.

16. L-2(airport):- There shall be two groups in two airports namely at Amritsar and SAS Nagar. These groups will be allotted through e-tender. Any private legal entity or individual who has:-

- a) As on 31.03.2022, minimum 2 years of experience of running duty paid liquor retail store inside the terminal building of an Airport In India,
- b) Minimum Average Annual Turnover Rs 10 Crore during F.Y. 2018-19, 2019-20 and 2020-21.
- c) Minimum networth of Rs 2 crore as 31.03.2021 (as per audited Financials).

Terms and Conditions other than those mentioned in clause 2.1, 2.2 and 2.3 as applicable to L-2 are also applicable to L-2(Airport). Assessed fee @50 per PL payable by it at the time of issuance of pass to it for lifting of the liquor shall be done away with. Its reserve price shall be fixed by FCT-cum-ACS(T).

Shahin

17. Issue of invoice:- All the retail licensees shall issue invoices through Point of Sale (POS) machines and adopt the integrated solution of POS prescribed by the department

18. The minimum Retail Sale Price of PML, **IMFL and Beer** will be as per Annexure-III. In case of reporting on excessive rates, the Excise Commissioner shall issue directions to keep the rates within the reasonable limits as clearly specified by him.

19. Cow Cess/Special License Fee: There is paradigm shift in the Excise Policy of 2022-23. The new Excise Policy garners revenue through license fee, which is derived through e-tender/auction. Further, the Excise duty in IMFL, Beer and IFL is being kept at 1% of the WSP. As such, the Cow Cess and Special License Fee has been subsumed in the license fee.

20. L-2B License:- Since the concept of opening of model shops has been introduced in this Policy, the License in form L-2B shall be done away with.

21. Transfer/sale of unsold/un-lifted quota of PML:

In the year 2021-22, in order to safeguard the recovery of Government revenue permission was granted to the licensees to transfer/sale of their unsold/un-lifted quota from one group to another. The results have been found to be good and helped to secure the Government revenue. Thus the same provision shall be allowed to continue for the year 2022-23, for a period from 01-07-2022 to 31-03-2023 for PML only. Such transfer shall however be not permitted for liquor other than PML.

C. Wholesale Sector

1. Grant of Wholesale License in Form L-1-

- (i) The whole-sale license in form L-1 is meant for supply of Punjab Medium Liquor (PML), Indian Made Foreign Liquor (IMFL), IFL, Beer, Wine and RTD.
- (ii) An opinion of the learned Advocate General was sought on the proposed terms and conditions for the grant of whole sale license L-1. The opinion received from the office of the Ld. AG is placed on annexure-B. The concerns raised by the office of the Ld. AG have accordingly been incorporated in the terms and conditions for grant of L-1 license. A Group of Ministers (GOM) was constituted on

Punjab

07.06.2022 to examine the provisions containing terms and conditions for the grant of wholesale liquor license L-1. After detailed deliberations, this GOM gave recommendations which have been duly incorporated in this Excise Policy as follows.

- (iii) Accordingly, there shall be a wholesale liquor license L-1 for PML, IMFL, IFL and Beer, Wine and RTD with the following procedure and subject to the conditions:
- (iv) In this Excise Policy, in order to eliminate any possibility of nexus amongst the manufacturer, wholesaler and retailer of liquor, and also to promote the availability of quality brands and further to have a seamless supply chain, it is envisaged that the L-1 license will be granted only to the person/firm/company/Joint Venture:
- (a) Having a requisite experience of at least 2 years in the whole sale distribution of liquor in India and a minimum annual turnover of Rs 30 crores in whole sale distribution of liquor business in each year of at least 2 years out of immediately preceding 3 years in a State/UT of India .In case of Joint Venture, at least one of the Joint Venture partner firm should individually have the afore-mentioned experience and turnover in wholesale distribution of liquor. The turnover and experience of the Joint Venture partners will not be added for the purpose of qualifying the minimum eligibility criteria. For the purpose of qualifying the eligibility criteria, only the turnover of entire wholesale distribution business consisting of Indian Liquor (excluding Country Liquor) and Foreign Liquor will be counted. For this purpose, sister concerns/ related entities shall mean that the entities having a common proprietor or partners or directors. The entities shall not have a holding-subsidary relationship or are not subsidiaries of the same holding company.
- (b) Strictly, neither having a stake directly or indirectly including through any sister business entity, in a manufacturing business of liquor anywhere in India or outside India, nor in the retail sale liquor business in Punjab through any L-2/L-14-A license. Vice versa conditions shall also apply.

Dev

(v)

L-1 for various categories of liquor will be as follows:-

(a) L-1(IMFL/IFL):-A liquor manufacturing company of IMFL and IFL shall chose one L-1(IMFL/IFL) licensee to sell its products in the State. Also, One L-1(IMFL/IFL) can sell the products of only one liquor manufacturing Company. However, this condition of one company one L-1(IMFL/IFL) shall not apply in case of Vodka, Rum, Gin, Beer, wine, RTD, Cider etc. Annual License fee for this license shall be Rs 5 Cr and it shall be Rs 4 Cr for 9 months of this financial year.

(b) L-1(PML):- A liquor manufacturing company of PML shall choose one L-1 (PML) licensee to sell its products in the State. Also, one L-1(PML) can sell the products of only one liquor manufacturing Company.

Annual License fee for this license shall be Rs 0.5 Cr and it shall be Rs 0.4 Cr for 9 months of this financial year.

(c) L-1(others):- IMFL/IFL companies having less brand presence (i.e. each such company having sold less than 30000 cases in the State during the previous year) can sell their products through such L-1(others). However, such a manufacturing company shall not be allowed to sell its products through more than one L-1 (others).

Annual License fee for this license shall be Rs 5 Cr and it shall be Rs 4 Cr for 9 months of this financial year.

(vi) In order to facilitate movement and to make effective delivery of liquor to the retail, this L-1 shall be allowed to open bonded ware houses throughout the State with a fee of Rs.1,00,000/- chargeable for each bonded warehouse license to be granted.

(vii) L-1 shall ensure uniform distribution of quantity to all the L-2/L-14A's served through either main licensee or its warehouses on daily basis. The return thereof shall be uploaded on e-abkari portal. Any deviation observed or partiality or being selective in distribution observed shall render the license liable to be cancelled by the Order of DC(X)-cum-Collector with prior approval of Excise Commissioner.

pen box

(viii) There shall be no separate license for distribution and wholesale of foreign liquor and license in the form of L-1(Import) and L-1BB. Thus, the License L-1(Import), L-1BB and L13 shall become redundant.

2. **E.D.P for PML-** EDP of Country Liquor shall be fixed upon the recommendations of the committee constituted under the chairmanship of Chief Secretary, Punjab. It however requires approval of the Council of Ministers. Because of the paucity of time, the Council of Ministers shall be requested to authorize the Hon'ble Chief Minister for a final decision in the matter.

3. **EDP for IMFL:-** EDP of IMFL is fixed by Departmental Committee constituted under Rule, 93-K of Punjab Distillery Rules, 1932. Rule, 36-A, second proviso is being reproduced as under:-

"Provided further that in case any manufacturer wants to increase the EDP of IMFL or Beer, such manufacturer shall submit a certificate to the effect that their proposed EDP is either equal to or less than the EDP in other States. The increase in the EDP, after accounting for the increase in the Excise levies, shall not be more than four percent. There shall be no restriction on the reduction of EDP."

The same provision shall continue.

4. **Wholesale Price (WSP):-** During the year 2022-23, for a period from 01-07-2022 to 31-03-2023, the Wholesale Price of IMFL, Beer and IFL may be fixed as under:-

Price for final Wholesale Price/price to Retailer (per case) will be fixed by the Excise Commissioner, Punjab as under:-

a) **Indian Made Foreign Liquor:-** $\text{EDP} + *(\text{Export fee} + \text{Import Fee} + \text{Permit fee} + \text{Bottling Fee}) + \text{Freight Charges} + \text{Handling Charges} + \text{insurance charges} = \text{Landed price}$

$\text{Landed price} + \text{profit margin for L1} = \text{Wholesale Price}$

***Wherever applicable**

$\text{Wholesale Price} + \text{Excise duty} + \text{VAT} = \text{Price to retailer}$

b) **Foreign Liquor:-** $\text{Cost insurance and freight charges} + \text{Custom Duty} + \text{Import Fee} + \text{Profit margin for manufacturer} = \text{EDP}$

$\text{EDP} + \text{Profit margin for L1} = \text{Wholesale Price}$

$\text{Wholesale Price} + \text{Excise duty} + \text{VAT} = \text{Price to retailer}$

Chaudhary

In (a) and (b) Profit margin for L1 will be 10% including any discounting by the Company supplying the Stock. The discounts if any received by L-1 shall be passed on to L2/L-14A. The freight charges for delivery of liquor to L-2/L-14A shall be borne by L-1. The increase of margin from 5% to 10% has been occasioned by the following factors: -

- a) Increase in the license fee of whole sale license L-1 to Rs 0.25 Cr in the policy of Financial Year 2020-21 to Rs 5cr annually in this proposed policy.
- b) Change in structure of L-1 from the financial year 2020-21 policy as earlier L-2 license was prerequisite for holding L1 license so that the same person was working with the dual margin of L-1 and L-2. In the present proposed policy L-1 and L-2 would be two different and separate entities. Absolutely there won't be any scope of one person/entity holding both L-1 and L-2.
- c) The discounting if any by the manufacturer to L-1 shall be passed to the end consumer.
- d) Transportation/Logistics cost up to L-2 vends have to be borne by L-1 only and there has been significant rise in fuel prices.
- c) In case of PML, the L-1 margin shall be in absolute terms i.e. at the rate of Rs 25 per case including all expenses at his end.

D. Other Licenses and Provisions

1. Fee for Letter of Intent (LOI)

In order to encourage more capital investment in the State the distillery and brewery licenses are proposed to be opened in form D-2 and B-1 respectively. This shall be in revision of earlier decision of **CMM dated-31-01-2021**. A person who desires to set up a Distillery or brewery in State of Punjab shall obtain a Letter of Intent (LOI) before he starts putting up his plant. The LOI shall be issued with certain terms and conditions with a specified period of validity. It shall be issued with the permission of the Government. Fee for LOI to be issued for the first time and for subsequent year(s) shall be as under: -

Grant of LOI

Sr. no	License	Rate of Fee
--------	---------	-------------

1	For Distillery (D-2)	Rs. 5 crores
2	For Brewery (B-1)	Rs. 3Crores
3	For Malt Manufacturing (MM-1)	Rs. 15 Lacs

Renewal of LOI

Sr. no	License	Rate of Fee
1	Distillery (D-2)	1st Renewal Rs. 35 lacs 2nd Renewal Rs. 37.50 Lacs 3rd Renewal Rs. 50 Lacs
2	For Brewery (B-1)	1st Renewal Rs. 35 lacs 2nd Renewal Rs. 37.50 Lacs 3rd Renewal Rs. 50 Lacs
3	For Malt Manufacturing (MM-1)	Rs. 4.50 Lacs

- 2. License Fee of Distilleries:** -At present there are 17 distilleries working in the State. During the year 2021-22 license fee was charged from the distilleries on the basis of installed capacity. The annual license fee of D-2 license was rupees 90 lakh+ rupees 35000 per KLPD (as per installed capacity) or Rs. 110 lakh (which ever is higher).

After the advent of ethanol blended program many distilleries in the state have started manufacturing ethanol to be supplied to Oil Manufacturing Company. This has resulted in the shortage of ENA in the State. There is a need to regulate production of ENA so that liquor is made available to the citizen at competitive rates. It is therefore proposed that the D-2 licensee must maintain minimum production of ENA at 60% of its installed capacity. However, the Excise Commissioner may increase or decrease this percentage as per market demand.

The license fee of D-2 license for the year 2022-23 shall be charged at the rate of rupees 2.5 crores+ rupees 50000 per KLPD (as per installed capacity) or rs.280 lakh (which ever is higher).

- 3. License fee of Brewery-** At present there are 4 Breweries in the State of Punjab. During the year 2021-22, the initial license fee for opening a brewery was Rs. 100 lakhs and thereafter, subsequent annual license fee was capacity based at the rate of Rs. 60 lakhs+ Rs 5 lakhs per lakh HL (minimum Rs 80 lakhs). For year 2022-23, the fee for initial grant

John

of a license for a brewery shall be at the rate of Rs 1.5 crore and subsequent annual license fee for a brewery license **at the rate of Rs 100 lakh + Rs. 7 lakhs per lakh HL (minimum Rs 150 lakh).**

4. **License Fee of Bottling Plant (BWH-2 License)** - :- At present there are 25 bottling plants working in the State. During the year 2021-22, the license fee was rationalized by charging fee on the basis of bottling lines. For the year 2022-23, the license fee shall be as follows: -

Sr. No.	Capacity of BWH-2	License Fee for the year 2021-22 (in Rs.)	License Fee for the year 2022-23 (in Rs.)
1.	Upto 135000 PL	Rs.12lac + Rs.2lac Per Bottling Line or Rs.20 lac whichever is higher	Rs. 15 lac + Rs.2lac Per Bottling Line or Rs.25 lac whichever is higher
2.	Above 135000 PL	Rs.12lac + Rs.2lac Per Bottling Line or Rs.35 lac whichever is higher	Rs.15 lac + Rs.2lac Per Bottling Line or Rs.40 lac whichever is higher

5. Malt manufacturing license

A new license for the production of malt spirit may be introduced in the Form **MM-1** during the period from 01-07-2022 to 31-03-2023. The annual license fee of this license shall be Rs. **25 Lacs**. Terms and conditions of this license shall be specified by the Government later on.

- i) In order to discourage illicit distillation from Lahan, the department intends to introduce 40 degree PML. It shall be in white colour and will be sold in 180 ml in food grade plastic pouches. This liquor will be introduced at a very low price. The 40 degree PML shall be procured from the distilleries and bottling plants through e-tender basis. The fixation of quota of 40 degree PML shall be decided by Committee of officers constituted by Excise Commissioner, after taking a requirement from the retail licensees exclusively in illicit prone areas/border districts of the State. This quota of 40 degree shall however be over and above the Minimum Guaranteed Quota of PML. The license fee/duty shall accordingly be loaded in addition, on retail license (L14A) by the Excise Commissioner.

6. **Export Fee:** During the year 2021-22, export fee on IMFL was charged at rate of Rs. 4/- per PL. During the year 2021-22, Rs. 42.71 Cr have been received from export fee on IMFL.

Item	Volume	Revenue
IMFL	106777686 PL	42.71 Cr

Export fee on IMFL in the States of Haryana, Himachal Pradesh and Chandigarh is levied as under:-

Sr. No	State	Export fee on IMFL
1	Haryana	Rs. 1.25/PL
2	Himachal Pradesh	Rs. 0.10/PL
3	Chandigarh	Rs. 0.50/PL

In order to encourage the export market in Punjab, the export fee should be rationalized on the pattern of neighbouring States. **It is thus reduced to @ Rs.2/- per PL. Further, export out of India in pouches upto 180ml shall also be allowed.**

7. **Import Fee**-The import fee shall continue to be the same as that of the year 2021-22.
8. During the year 2021-22, import fee on ENA was charged @ Rs. 15/- per BL. Total 50,000 BLs of ENA were imported into the State of Punjab and Rs. 7.50 lac have been received on account of import on ENA. The rates of Extra Neutral Alcohol are going very high. This acts as impediment for providing cheap liquor to the consumers. Accordingly, the import fee on ENA shall be reduced to Rs. 3/- per BL.
9. **Bottling Fee:-** During the year 2021-22 the Bottling fee on Foreign Liquor and Beer was charged as under:-

Sr. No.	EDP of Foreign Liquor and EBP of Beer (Per case)	Rate of Bottling fees. (Rs. as per Bulk Ltr.)
1	Upto Rs. 650	1.00
2	Upto Rs. 651-2000	1.25
3	Above Rs. 2000	1.50

During the year 2021-22 Rs. 35.91 Crore have been received under the head Bottling Fee on Foreign liquor and Beer as under:-

Sr. no	EDP of Foreign Liquor and EBP of Beer (Per Case)	Volume	Revenue
1	Upto Rs. 650	90337777	90337783
2	Upto Rs. 651-2000	177923906	222404890
3	Above Rs. 2000	30918690	46378044
Total		299180374	359120719

This fee was imposed on both the Foreign Liquor and Beer sold within Punjab and outside Punjab. This fee was liable to be paid at the time when brew or blend is issued for bottling, meaning thereby, without the payment of this fees the bottling can not be done.

Bottling fee in the State of Haryana, Himachal Pradesh and Chandigarh is levied as under:-

Sr. No	State	Bottling fee for exports
1	Haryana	Rs. 10/- PL
2	Himachal Pradesh	Rs. 0.57/750ml
3	Chandigarh	Rs. 3.0/PL

There are 17 distilleries, 25 bottling plants and 4 breweries in the State. Punjab has become a major hub for manufacturing of liquor. Setting up of manufacturing units brings in huge amount of capital investment and also provides employment to the local population, living in the vicinity of such manufacturing unit. In order to encourage the units to enhance their operations, the bottling fee needs to be rationalized so that it may become more competitive amongst the neighbouring States. Thus, the Bottling fee on Foreign Liquor and Beer shall be at rate of Rs 1.25 per BL.

10. Brand Registration Fee:-During the year 2022-23, The Brand Registration fee shall be charged as under:-

Brands	Brand Registration Fee for the year 2021-22	Brand Registration Fee for the period from 01-07-2022 to 31-03-2023
(i) Brand Registration fee per Label for IMFL, Beer & RTD	115000	125000
(ii) Brand Registration fee for wine and cider	1000	2000
(iii) Brand Registration fee for PML including	30000	40000

Devi

Rum/Gin/ Whisky of any degree.		
(iv) (a) Brand Registration fee per Label for Imported Foreign Liquor (BIO)	60000	100000
(b) Brand Registration fee per Label for Imported Foreign Liquor (BIO) having volume less than 200 cases	20000	30000
(iv) For Export (for each state on IMFL/Beer/CL)	15000	25000
(v) Subsequent change in all the approved label during the year except wine and cider.	10000	20000
(vi) Brand Registration fee for hotels of 3-star and above category in respect of liquor imported from abroad of which brands are not already approved by the Excise Commissioner, Punjab.	1000	10000

11. Permit Fee:- For RS/ENA transferred from Distillery to bottling Plant and used for manufacture of IMFL for sale in Punjab and RS/ENA used within Distillery for manufacture of IMFL for sale in Punjab. Rs. 31.12 Crore have been received from the permit fee on ENA.

Punjab

Sr. no	For manufacture of IMFL for sale in Punjab.	Volume	Revenue
1	Rs. 4/- per BL upto Rs. 650/-EDP per case	11826935	2.81 Cr.
2	Rs. 12/- per BL above Rs. 650/- to Rs. 1500/-EDP per case	12204126	14.64 Cr.

3	Rs. 22/- per BL above Rs. 1500/- to 5000 EDP per case	7213888	9.44 Cr.
4	Rs. 35/- per BL above Rs.5000 EDP per case	584557	2.04 Cr.

During the year 2022-23, permit fee on ENA on different categories shall thus be charged as under:-

Sr. no	2021-22 For manufacture of IMFL for sale in Punjab.	For a period from 01-07-2022 to 31-03-2023 For manufacture of IMFL for sale in Punjab.
1.	Rs. 4/- per BL upto Rs. 650/-EDP per case	Rs. 4.20/- per BL upto Rs. 650/-EDP per case
2.	Rs. 12/- per BL above Rs. 650/- to Rs. 1500/-EDP per case	Rs. 12.60/- per BL above Rs. 650/- to Rs. 1500/-EDP per case
3.	Rs. 22/- per BL above Rs. 1500/- to 5000 EDP per case	Rs. 23.10/- per BL above Rs. 1500/- to 5000 EDP per case
4.	Rs. 35/- per BL above Rs.5000 EDP per case	Rs. 36.75/- per BL above Rs.5000 EDP per case

Apart from ENA permit fee will be charged as per the above rates on vatted malt spirit, malt spirit, scotch concentrate etc. and any other kind of spirit which is used for manufacturing of IMFL for Punjab.

12. Rate of permit fee on denatured spirit:-During the year 2021-22 permit fee on Denatured Spirit and Specially Denatured Spirit was charged @ Rs. 0.35/- per BL. The same provision shall continue.

13. Rate of Import fee on denatured spirit:-During the year 2021-22 import fee was chargeable @Rs.0.70/- per BL on Denatured Spirit and Specially Denatured Spirit. Government of India is encouraging the production of ethanol, for this there is a possibility of huge demand of denatured spirit in the distilleries of Punjab. In order to make the production of Ethanol competitive during the year 2022-23, for a period from 01-07-2022 to 31-03-2023, the rate of import fee on denatured spirit shall be kept at Rs. 0.70 per BL.

14. Annual License Fee for Marriage Palaces: A license in form L-5D is issued for allowing consumption of liquor on special occasion in a

marriage palace or banquet hall. During the year 2022-23 the annual license fee of this license shall be fixed as under:-

Sr.No.	License Type	Annual License fees for the year 2021-22	Annual License fees for the year 2022-23
1	L-5D		
(i)	Annual registration fee of Commercial Places like Marriage Palaces, Banquet halls or community or Dharamsala, charging upto Rs.1,00,000 per function.	20,000	40,000
(ii)	Annual registration fee of Commercial Places like Marriage Palaces, banquet halls or community or Dharmasala charging Rs.1,00,001 to Rs.2,00,000 per function.	40,000	1,00,000
(iii)	Annual registration fee of Commercial Places like Msarriage Palaces, banquet halls or community or Dharamsala, charging above Rs.2,00,000 per function.	80,000	2,00,000
(iv)	Serving liquor in commercial places not registered with the Excise and Taxation Department not more than 5 licenses shall be issued in one month for these palaces; and	10,000/- per day per function	50,000/- per day per function
(v)	Serving liquor in a function at a private place	2000/- per day per function	10,000/- per day per function

A permit in form L-50A for purchase, transport and possession of Indian Made Foreign Liquor, Imported foreign liquor and beer of any quantity is issued to a person for a specified period not exceeding twenty-four hours, for the celebration of a special occasion in marriage palace or a banquet hall or at a temporary enclosure at a public place. For the convenience of the general public, this permit shall be issued on the payment of rupees **1000/-** per day per function and the same shall be issued online. The present requirement of login on the e-abkari portal shall be simplified requiring just Aadhaar Authentication. The L-50A permit holder shall be allowed to purchase liquor from **any vend of the concerned district.**

15. To strengthen IT or other Associated Services:

(a) **E-Abkari:-** The department is using the E-Abkari software with the help of NIC, Punjab to ease the working of excise and control the supply of liquor. Under this project, various modules have been made online making the procedures absolutely user friendly.

(b) **Track and Trace:** - The QR code based Track and Trace project for supply of liquor in the state of Punjab has been implemented. Its aim is (1) to effectively control counterfeit liquor. (2) To streamline and control the supply of country liquor, foreign liquor, imported liquor and beer. (3) To get details of production and supply of liquor on real time data capture and verification. (4) Effective data capturing will ease the business. This system has been implemented in PPP mode. The expenditure incurred over this system shall be borne by manufacturing units themselves.

16. **Greater Mohali Area Development Authority:-** Some liquor vends have been operating in Mohali city at strategic locations over the land provided by GMADA for last 15-20 years. In the interest of the government revenue, these vends of Mohali city operating from GMADA's land /commercial places shall be allowed to operate from their present locations on as it is basis, giving relaxation by postponing the decision taken in this regard in 27th meeting of GMADA till further orders so that loss to the government revenue may be avoided.

17. **Wine:-** At present wines are supplied containing proofs spirit exceeding 13% v/v. Various representations have been received requesting to increase alcoholic contents of the wine upto 18%v/v. Accordingly, during this Excise Policy, Wine with alcoholic content upto 18% v/v shall be allowed.

18. **Licensed hours:-** Retail Licensee, License in form L-2 and L-14A shall not open his retail vend before 9:00 am and after 12:00 midnight. However, vends located at the Airport/ Railway Stations shall be allowed to operate round the clock after paying prescribed fee.

In case of Hotels, clubs and Restaurants Hard Bars shall be allowed to operate upto 1:00 am. Additional place/Counter including one at terrace shall be allowed in case of Bar licenses with an additional fee, at a rate of 5% of the license fee applicable, for each additional place/counter. Hotels, clubs and Restaurants Hard Bars/Beer Bars licensees shall get the supply of liquor from any L-2 licensee of the concerned district.

19. Computer Network and other Technical Resources for Excise Department:-For the smooth implementation of the work of Excise Department, it is proposed that 50% part from the receipt of participation fee in e-tender/auction process for grant of retail licenses(L-2/L-14A) shall go to Excise and Taxation Technical Service Agency (ETTSA) as grant-in-aid. This amount shall be deposited in the account of ETTSA separately.

20. VAT:- VAT at the rate of 1% plus 10% surcharge shall be charged at the level of distilleries/L-1 licensee and subsequent licenses will not be required to pay further tax under VAT Act.

However, VAT at the rate of 20% plus 10% surcharge shall be charged on the liquor sold by Beer Bars, Hard Bars, Clubs and Micro Breweries.

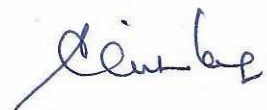
21. Assessed Fee for CSD:-There will be no change in the rates of assessed fee being charged from Canteen Store Depots.

22. Bhang:- In the State of Punjab there is only one Wholesale vend of Bhang allotted in Hoshiarpur district. In the year 2021-22 this vend was allotted at annual fee of Rs. 4.50 lakh. During the year 2022-23 also, this vend shall be granted on annual Fixed License Fee of Rs.5 Lac on applications and by draw of lots.

23. In the Public and Administrative interest and to serve the financial interest of the State, certain amendments may be required to be made

in the procedures defined in this policy. In all such cases where financial implication are involved, such amendments shall be made only in consultation with the department of Finance. However, the Council of Ministers is requested to authorize the Hon'ble Chief Minister to approve such amendments in public interest.

24. **Rates of License fee for different licenses and other levies:** The rates of license fee and other levies for the year 2022-23 are given as **ANNEXURE-1.**
25. **Financial implications:** The statement of the proposed financial implications is as per **ANNEXURE-II.** The Excise revenue for the Financial Year 2022-23 is kept at Rs. 9647.85crore.
26. Indicative formula for determining Minimum Retail Sale Price of PML, IMFL, IFL and Beer is attached at **Annexure-III.**
27. Detailed Notice Inviting Tenders for e-Tender/Auction of the Groups is attached as **Annexure-IV.**
28. The comparative statement sharing the salient features of Excise Policy for the year 2021-22 and Draft Excise Policy for the year 2022-23 is attached as **Annexure-V.**
29. Excise Charts depicting Zone wise reserve price are placed at **Annexure-VI.**



**STATEMENT SHOWING PROPOSED RATES OF LICENSE FEE/ IMPORT FEE/
EXPORT FEE/ PERMIT FEE etc. FOR THE YEAR 2022-23**

Sr. No.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-2022	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)
1	L-1	2500000 + Rs3/- Per PL on IMFL and Rs.2/-per BL on Beer		15000	
	a) i)L-1 (IMFL/IFL) and each L-1 (others)		4,00,00,000 (for 9 months)		50000
	ii) L-1 (Bonded Ware House fee)		1,00,000 (per BWH)		
	b) i) L-1 (PML)		40,00,000 (for 9 months)		
	ii) L-1(Bonded Ware House fee)		1,00,000 (per BWH)		
2	L-1 (import)	10,00,000	Discontinued	15000	0
3	L-1BB	15,00,000	Discontinued	15000	0
4	L-1C	5,00,000	5,50,000	1000	1000
5	L-2A (Urban & Rural)	1,000	1100	0	0
6	L-2 (Airport)	10,00,000	Discovered License fee through e-tender		
7	L-2B	10,00,000	Discontinued	0	0
8	L-2D	110000	150000	0	0
9	L-2E (Model Shop)	-	No fee	-	0
10	L-3, L-4 & L-5				
	(i) For hotels having 5 star and 5 star deluxe category certificate	8,00,000	15,00,000	10000	10000
	(ii) For hotels having 4 star category certificate	6,00,000	10,00,000	10000	10000
	(iii) For hotels/restaurants in Municipal Corporations of Ludhiana, Jalandhar, Amritsar, Patiala, Bathinda and Mohali	3,00,000	5,00,000	10000	10000
	(iv) For hotels/restaurants in Municipal Corporations other than those mentioned at (iia) above, in Municipal Committees and other areas	2,00,000	3,00,000	10000	10000
	(v) For Additional place/counter of Bar and terrace	50% in case of 4 star or 5 star category Hotels and one third of the license fee of other bar licenses.	5% per additional counter of the license fee applicable	0	0
	(vi) For occasional serving of liquor at a place which is not a point of sale in 5 Star and 5 Star deluxe Hotel e.g. Conference	3,00,000	3,30,000	0	0

Sr. No.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)

	deluxe Hotel e.g. Conference Hall and Banquet Hall				
	L-3A, L-4A & L-5A				
11	(i) For towns with population of one Lac or more	1,50,000	1,65,000	0	0
	(ii) For other towns	1,25,000	1,40,000	0	0
	L-5B (Pub License)				
12	(a) Independent License	50,000	55,000	10000	10000
	(b) Supplementary License (with L-5, L-5A, L-5C and L-12C).	50,000	55,000	0	0
13	L-5C	85,000	95,000	0	0
14	L-5D :-				
	i) Annual registration fee of Commercial Places like Marriage palaces, banquet halls or community Centre or Dharamshala, charging up to Rs. 1,00,000/- per function.	20000	40,000	0	0
	ii) Annual registration fee of Commercial Places like Marriage palaces, banquet halls or community Centre or Dharamshala, charging Rs. 1,00,001/- to 2,00,000/- per function.	40000	1,00,000	0	0
	(iii) Annual registration fee of Commercial Places like Marriage palaces, banquet halls or community Centre, Dharamshala, charging above Rs. 2,00,000/- per function.	80000	2,00,000	0	0
	(iv) Serving liquor in commercial places not registered with the Excise and Taxation Department not more than 5 licenses shall be issued in one month for these places; and	10,000/- per day per function	50,000/- per day per function	0	0
	(v) Serving liquor in a function at a private place.	Rs. 2000/- per day	10,000/- per day	0	0
15	L-5E :-				
	(i) Corporation cities and areas.	70,000	77,000	0	0
	(ii) All types of Municipal Committees and other areas	40,000	45,000	0	0
16	L-10C (Micro Brewery)	4,00,000	4,50,000	0	0
17	L-12A (Temporary license)				
	(a) Minimum fee	10000 per license per day	11,000 per license per day	0	0
	(b) Maximum fee	1,00,000 per license per day	1,10,000 per license per day	0	0
18	L-12C				
	(i) Members up to 1000	1,00,000	1,10,000	0	0
	(ii) Members up to 2000	3,60,000	4,00,000	0	0
	(iii) Members above 2000	11,00,000	12,00,000	0	0
19	L-12E	25,000	30,000	1000	1000
20	L-13	55,000	Discontinued	1000	1000
21	L-17:-				

Sr.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)

	(i) Denatured Spirit (up to 500 BL)	5000	5500	2000	2000
	(ii) Exceeding 500 BL	10 per BL	11 per BL	3000	3000
22	L-50 :-				
	(i) For One Year	2500	2500	0	0
	(ii) For Life Time	20,000	20,000	0	0
23	L-50A :-				
	i) Serving liquor in Commercial Places v.i.z. Marriage palaces, banquet halls or community Centre, Dharamshala etc charging up to Rs. 1,00,000/- per function..	5000/- per day per function	1000/- per day per function <i>b</i>	0	0
	ii) Serving liquor in Commercial Places v.i.z. Marriage palaces, banquet halls or community Centre, Dharamshala etc charging Rs. 1,00,001/- to Rs. 2,00,000/- per function.	7500/- per day per function	1000/- per day per function <i>b</i>	0	0
	iii) Serving liquor in Commercial Places v.i.z. Marriage palaces, banquet halls or community Centre, Dharamshala etc charging above Rs 2,00,000/- per function	Rs. 10,000/- per day per function	1000/- per day per function <i>b</i>	0	0
	(iv) Serving liquor in Commercial Places not registered with the Excise and Taxation department (not more than 5 licenses shall be issued in one month)	Rs. 10,000/- per day per function	1000/- per day per function <i>b</i>	0	0
	(v) Serving liquor in a function at a private place	2000/- per day	1000/- per day per function <i>b</i>	0	0
24	L-52 (lhata) :-				
	(i) PML				
	(a) Urban	30000	33,000	0	0
	(b) Rural	6000	6,600	0	0
	(ii) IMFL				
	(a) Corporation Area	40000	44,000	0	0
	(b) Other Urban Area	30000	33,000	0	0
	(c) Rural	8000	8,800	0	0
25	D-2				
	(a) Grant of License to distillery	Rupees 90 lakh+ rupees 35000 per KLPD (as per installed capacity) or 110 lakh (which ever was higher).	Rupees 2.5 Crore+ Rupees 50000 per KLPD (as per installed capacity) or Rs 280 lakh (which ever is higher)	100000	100000
	(b) Grant of Supplementary License to Bonded Warehouse-2: Meant for re-distillation of spirit.	1,00,000	1,50,000	25000	25000
26	(a) Annual License fee of distillery license	90,00,000+35000 Per KLPD or Rs 1,10,00,000 (whichever is more)	Rupees 2.5 Crore+ Rupees 50000 per KLPD (as per	0	0

Sahin Khan

Sr. No.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)

			installed capacity) or Rs 280 lakh (which ever is higher)		
	(b) Annual License fee of supplementary License granted to Bonded Warehouse-2 meant for re-distillation only by way of purification of spirit.	50000	75,000	0	0
27	(a) Brewery: Grant of license(B1)	1,00,00,000	Rs 1.50 cr.	50000	50000
	(b) Brewery : Annual Fee (B-1)	60,00,000+Rs. 5,00,000 Per Hecto Litre or Minimum of Rs. 80,00,000/-	Rs 100 lakh+Rs. 7 lakh per lakh HL (minimum Rs 150 lakh)	0	0
28	(a) Bonded Warehouse -2 Grant of license				
	i) Capacity up to 135000 PL	12,00,000+Rs.2,00,00 Bottling line or Rs. 20,00,000/- (whichever is higher)	15,00,000+Rs.2 lakh per Bottling line or Rs. 25,00,000/- (whichever is higher)	25000	25000
	ii)Capacity above 135000 PL	12,00,000+Rs.2,00,00 per Bottling line or Rs. 35,00,000/- (whichever is higher)	15,00,000+Rs.2lakh per Bottling line or Rs. 40,00,000/- (whichever is higher)	25000	25000
	(b) Bonded Warehouse-2 Annual License fee of license				
	i) Capacity up to 135000 PL	12,00,000+Rs.2,00,00 Bottling line or Rs. 20,00,000/- (whichever is higher)	15,00,000+Rs.2 lakh per Bottling line or Rs. 25,00,000/- (whichever is higher)	35000	25000
	ii) Capacity above 135000 PL	12,00,000+Rs.2,00,00 per Bottling line or Rs. 35,00,000/- (whichever is higher)	15,00,000+Rs.2lakh per Bottling line or Rs. 40,00,000/- (whichever is higher)	25000	25000
	(c) Malt manufacturing license	0	25Lac	0	25000
29	Winery License (S-1)				
	(i) (a) Up to 5000 bottles (650 ML)	5000	10000	0	0
	(b) 5001 to 10000 bottles (650 ML)	10000	20000	0	0
	(c)Above 10000 bottles (650 ML)	20000	40000	0	0
	(ii) Renewal fee				
	(a) Up to 5000 bottles (650 ML)	5000	10000	0	0
	(b) 5001 to 10000 bottles (650 ML)	10000	20000	0	0
	(c)Above 10000 bottles (650 ML)	20000	40000	0	0
30	L-1 (Excise Duty payable at L-1 Stage)				
	On Punjab Medium Liquor	0	107/- per PL	0	0
	On Indian Made Foreign Liquor	As per EDP Range	1% of Wholesale price	0	0

Sr. No.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)

	On Ready to Drink Beverages	25/- Per BL	1% of Wholesale price	0	0
	On Sweets & Wines up to 13.5% v/v	15.00/- per BL	1% of Wholesale price	0	0
	On Cider	15.00/- per BL	1% of Wholesale price	0	0
	On Light Beer	57/- per BL	1% of Wholesale price	0	0
	On Strong Beer	68/- per BL	1% of Wholesale price	0	0
	On Can beer light	57/- per BL	1% of Wholesale price	0	0
	On Can beer strong	68/- per BL	1% of Wholesale price	0	0
31	Assessed fee on L-1 (Import) / L-1BB (wherever applicable)				
	Imported Foreign Liquor (BIO Brands)	299/- per PL	0	0	0
	Imported Beer (Light)	66/- per BL	0	0	0
	Imported Beer (Strong)	68/- per BL	0	0	0
	Imported RTD	25/- per BL	0	0	0
	Imported Wine	15/- per BL	0	0	0
32	Assessed fee on L-1 (wherever applicable)				
	Imported Foreign Liquor (BIO Brands)	299/- per PL	1% of the Wholesale Price	0	0
	Imported Beer (Light)	66/- per BL	1% of the Wholesale Price	0	0
	Imported Beer (Strong)	68/- per BL	1% of the Wholesale Price	0	0
	Imported RTD	25/- per BL	1% of the Wholesale Price	0	0
	Imported Wine	15/- per BL	1% of the Wholesale Price	0	0
33	Assessed fee on beer sold by Micro Brewery/ Brewery Pub L-10C license	80/- per BL	80/- per BL	0	0
34	Assessed Fee on L-3, L-4 & L-5 (supply from L-1 Licensee)				
	(i) Indian Made Foreign Liquor	425/- per PL	0	0	0
	(ii) Wine	28/- per BL	0	0	0
	(iii) Cider	6/- per BL	0	0	0
	(iv) Beer (Light & Strong)	63/- per BL	0	0	0

Sr. No.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)

	(v) Ready to Drink Beverages.	33/- per BL	0	0	0
	(vi) Liquor imported from abroad	425/- per PL	0	0	0
35	Assessed Fee on L-3, L-4 & L-5 (supply from L-2 Licensee)				
	(i) Indian Made Foreign Liquor	70/- per PL	77/- per PL	0	0
	(ii) Wine	11/- per BL	12.10/- per BL	0	0
	(iii) Cider	6/- per BL	6.60/- per BL	0	0
	(iv) Beer (Light & Strong)	17/- per BL	18.70/- per BL	0	0
	(v) Ready to Drink Beverages.	6/- per BL	6.60/- per BL	0	0
	(vi) Liquor imported from abroad	70/- per PL	77/- per PL	0	0
36	Assessed Fee on L-3A, L-4A & L-5A (Supply from L-1)				
	(i) Beer (Light & Strong)	63/- per BL	0	0	0
	(ii) Ready to Drink Beverages.	33/- per BL	0	0	0
37	Assessed Fee on L-3A, L-4A & L-5A (Supply from L-2)				
	(i) Beer (Light & Strong)	17/- per BL	18.70/- per BL	0	0
	(ii) Ready to Drink Beverages.	6/- per BL	6.60/- per BL	0	0
38	Assessed Fee on L-5B				
	(i) Draught Beer (strong & light)	90/- per BL	99/- per BL	0	0
	(ii) Draught Beer supplied by Micro Brewery	22/- per BL	24.20/- per BL	0	0
	(iii) Ready to Drink Beverages.	28/- per BL	30.80/- per BL	0	0
	(iv) Wine	22/- per BL	24.20/- per BL	0	0
39	Assessed Fee on L-1(CSD)				
	(i) Rum	147/- per PL	147/- per PL	0	0
	(ii) IMFL	420/- per PL	420/- per PL	0	0
	(iii) Wine	25/- per BL	25/- per BL	0	0
	(iv) Cider	15/- per BL	15/- per BL	0	0
	(v) Beer (Light & Strong)	85/- per BL	85/- per BL	0	0
	(vi) Imported Foreign Liquor (other than Wine, Cider and Beer)	430/- per PL	430/- per PL	0	0
	(vii) Ready to Drink Beverages	25/- per BL	25/- per BL	0	0
40	Assessed Fee on L-1CRPF and ITBP				
	(i) Rum	147/- per PL	147/- per PL	0	0
	(ii) IMFL	420/- per PL	420/- per PL	0	0
	(iii) Wine	25/- per BL	25/- per BL	0	0
	(iv) Cider	15/- per BL	15/- per BL	0	0
	(v) Beer (Light & Strong)	85/- per BL	85/- per BL	0	0
	(vi) Imported Foreign Liquor (other than Wine, Cider and Beer)	430/- per PL	430/- per PL	0	0
	(vii) Ready to Drink Beverages	25/- per BL	25/- per BL	0	0
41	Assessed Fee on L-12C (supply form L-1)				

Sr. No.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)

	(i) Indian Made Foreign Liquor	425/- per PL	0	0	0
	(ii) Wine	28/- per BL	0	0	0
	(iii) Cider	6/- per BL	0	0	0
	(iv) Beer (Light & Strong)	63/- per BL	0	0	0
	(v) Ready to drink beverages	33/- per BL	0	0	0
	(vi) Liquor Imported from abroad	425/- per PL	0	0	0
42	Assessed Fee on L-12C (supply form L-2)				
	(i) Indian Made Foreign Liquor	70/- per PL	77/- per PL	0	0
	(ii) Wine	11/- per BL	12.10/- per BL	0	0
	(iii) Cider	6/- per BL	6.60/- per BL	0	0
	(iv) Beer (Light & Strong)	17/- per BL	18.70/- per BL	0	0
	(v) Ready to drink beverages	6/- per BL	6.60/- per BL	0	0
	(vi) Liquor Imported from abroad	70/- per PL	77/- per PL	0	0
43	Special License Fee on PML and IMFL per PL	5/-	0	0	0
44	Excise duty on PML at manufacturing level	0	107/- per PL		
45	Excise Duty on L-2 and L-14 Stage				
	(i) PML (per PL)	329/- per PL	53/- per PL	0	0
	(ii) IMFL (per PL)	359/- per PL	0	0	0
	(iii) Beer (per BL)	57/- per BL	0	0	0
	Excise Duty on L-1 and L-13 Stage				
	(i) Excise duty on IMFL (per PL)	Excise duty at different rates on the basis of EDP range as mentioned in Excise Policy	0	0	0
	(ii) Excise duty on PML (per PL)	35/- per PL or as per formula given in the Excise Policy	0	0	0
46	PERMIT FEE				
	(i) IMFL and IFL (per PL)	2/-	2/-	0	0
	(ii) Permit Fee on L-1 to L-1 Transfer of IMFL and Beer	2/-	2/-	0	0
	(iii) Beer (per BL)	2/-	2/-	0	0
	(iv) Denatured Spirit (per BL)	0.35/-	0.35/-	0	0
	(v) Denatured Spirit for alcohol based industries (per BL)			0	0
	(vi) Denatured Spirit when imported from other States/Union Territory (Per BL)	0.70/-	0.70/-	0	0
	(vii) RS/ENA per B.L. transfer from D-2 to BWH-2 for manufacture of IMFL meant for sale in Punjab	(i) (4/- per BL up to 650 EDP (ii) 12/- per BL above 650	i) Rs. 4.20/- per BL upto Rs. 650/-EDP per case ii) Rs. 12.60/- per BL above	0	0

Sr. No.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)

		EDP to 1500 EDP (iii) 22/- per BL above 1500 EDP to 5000 EDP (iv) 35/- per BL above 5000 EDP	Rs. 650/- to Rs. 1500/-EDP per case iii) Rs. 23.10/- per BL above Rs. 1500/- to 5000 EDP per case iv) Rs. 36.75/- per BL above Rs.5000 EDP per case		
	(viii) RS/ENA per B.L. to be used within D-2 (Distillery) premises for manufacture of IMFL meant for sale in Punjab	(i) (4/- per BL up to 650 EDP (ii) 12/- per BL above 650 EDP to 1500 EDP (iii) 22/- per BL above 1500 EDP to 5000 EDP (iv) 35/- per BL above 5000 EDP	i) Rs. 4.20/- per BL upto Rs. 650/-EDP per case ii) Rs. 12.60/- per BL above Rs. 650/- to Rs. 1500/-EDP per case iii) Rs. 23.10/- per BL above Rs. 1500/- to 5000 EDP per case iv) Rs. 36.75/- per BL above Rs.5000 EDP per case	0	0
47	Bottling Fee on IMFL and Beer	EDP/EB P per case (a) Upto Rs. 650/- (b) from Rs. 651 to Rs. 2000 /- (c) above Rs. 2000 /-	Rs. per BL 1.00/- 1.25/- 1.50/- 1.25/- per BL	0	0
48	EXPORT FEE				
	(i) Indian Made Foreign Liquor of any degree	4.00/- per PL	2.00/- per PL	0	0
	(ii) Ready to Drink beverages up to 20 ^o proof strength	0.10/- per BL	0.10/- per BL	0	0
	(iii) Rum 75 ^o for troops sold through Canteen Store Department	0.10/- per BL	0.10/- per BL	0	0
	(iv) Country Liquor of any degree	0.40/- per PL	0.40/- per PL	0	0
	(v) Beer	0.50/- per BL	0.50/- per BL	0	0
	(vi) Rectified Spirit/ENA	0.20/- per BL	0.20/- per BL	0	0
	(vii) Malt Spirit	0.25 /- per BL	0.25 /- per BL	0	0

Sr. No.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)
	(viii) Denatured Spirit	0.25 /- per BL	0.25 /- per BL	0	0
	(ix) Industrial Alcohol	0.25 /- per BL	0.25 /- per BL	0	0
	(x) Bhang (per 10 Kilograms or less)	50 /- per BL	50 /- per BL	0	0
	(xi) Liquor Imported from abroad.	0.25 /- per BL	0.25 /- per BL	0	0
49	IMPORT FEE				
	(i) Indian Made Foreign Liquor of any degree.	i) Upto 5000 EDP-30.00/- per PL ii) above 5000 EDP- Rs. 36.00 per PL	i) Upto 5000 EDP-30.00/- per PL ii) above 5000 EDP- Rs. 36.00 per PL	0	0
	(ii) Liquor Imported from abroad	36.00/- per PL	36.00/- per PL	0	0
	(iii) Ready to Drink beverages up to 20 ⁰ proof strength.	1 /- per BL	1 /- per BL	0	0
	(iv) Potable Malt and fruit based Spirits of all types (in bulk) used for blending IMFL.	6 /- per BL	6 /- per BL	0	0
	(v) Potable Rectified Spirit/ Extra Neutral Alcohol (in bulk)	15 /- per BL	3 /- per BL	0	0
	(vi) Wine	1 /- per BL	1 /- per BL	0	0
	(vii) Beer of all types	11 /- per BL	11 /- per BL	0	0
	(viii) Canned Beer	11 /- per BL	11 /- per BL	0	0
50	(i) Brand Registration fee per Label for IMFL, Beer & RTD	115000	1,25,000	0	0
	(ii) Brand Registration fee for wine and cider	1000	2,000	0	0
	(iii) Brand Registration fee for PML including Rum/Gin/ Whisky of any degree.	30000	40,000	0	0
	(iv) (a) Brand Registration fee per Label for Imported Foreign Liquor (BIO)	60000	1,00,000	0	0
	(b) Brand Registration fee per Label for Imported Foreign Liquor (BIO) having volume less than 200 cases	20000	30,000	0	0
	(iv) For Export (for each state on IMFL/Beer/CL)	15000	25,000	0	0
	(v) Subsequent change in all the approved label during the year except wine and cider.	10000	20,000	0	0
	(vi) Brand Registration fee for hotels of 3-star and above category in respect of liquor imported from abroad of which brands are not already approved by the Excise Commissioner, Punjab.	1000	10,000	0	0
51	Excise & Taxation Department Development Cess on IMFL & Imported Foreign Liquor (Per PL)	2/-	2/-	0	0

Sr. No.	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)

52	Excise & Taxation Department Development Cess on conversion quota of PML (Per PL).	2/- Per PL	0	0	0
53	Grant of L.O.I.				
	(i) Distillery	Discontinued	5 Crore	0	0
	(ii) Brewery	Discontinued	3 Crore	0	0
	(iii) BWH including Bottling Plant	Discontinued	Discontinued	0	0
	(iv) Winery including Bottling Plant	10,000/-	5,000/-	0	0
	(v) Malt manufacturing license	0	15 Lac		
	(b) Renewal of L.O.I.				
	(i) Distillery	1 st Renewal 50 lac 2 nd Renewal 75 Lac 3 rd Renewal 1.00 Crore	1st Renewal 35 lac 2nd Renewal 37.50 Lac 3rd Renewal 50 Lac	0	0
	(ii) Brewery	50.00 Lac	1st Renewal 35 lac 2nd Renewal 37.50 Lac 3rd Renewal 50 Lac	0	0
	(iii) BWH including Bottling Plant	15.00 Lac	7.50 Lac	0	0
	(iv) Winery including Bottling Plant	10,000	5,000	0	0
	(v) Malt manufacturing license	0	4.50 lac		
54	Social Security Surcharge	Maximum 10% on Excise Duty and License fee except on licenses L-1, L-13, L-2, L-14A, L-1(import) and L-1(BB)	0	0	0
55	Addl. Excise Duty/Infrastructure Development Fee (The nomenclature of this fee will be decided in consultation with the Finance Department)	i) Rs. 12/-per PL on PML. ii) Rs. 20/-per PL on IMFL. iii) Rs. 7/-BL on Beer (Indian and Imported). iv) Rs. 90/- per PL on IFL.	0	0	0
56	E-1				
	Grant of Ethanol license	i) Stand alone distillery for Ethanol- Rs. 5.00 lacs ii) Ethanol plant in the premises of existing distillery- Rs. 15 lacs in	i) Stand alone distillery for Ethanol- Rs. 5.00 lacs ii) Ethanol plant in the premises of existing distillery- Rs. 15 lacs in addition	0	0

Signature

Sr. No	Name of the Item	Rate of License Fee/Other Fees/Levies		Rate of Security	
		2021-22	2022-23	2021-22	2022-23
1.	2	3. (in Rs.)	4. (in Rs.)	5. (in Rs.)	6. (in Rs.)

		addition to D-2 license fee. Capacity enhancement/expansion of distillery only for Ethanol purpose- Rs. 5000 per KLPD	to D-2 license fee. Capacity enhancement/expansion of distillery only for Ethanol purpose- Rs. 5000 per KLPD		
57.	Special Excise Duty				
	On PML	10/- per PL	0	0	0
	On IMFL	20-40/- on EDP Ranges	0	0	0
	On Beer	10/- per BL	0	0	0
	Imported Foreign Liquor	40/- per PL	0	0	0

Devi

Indicative formula for determining minimum retail sale price (MRP) of PML, IMFL, IFL and Beer

S. No.	Type of liquor	Minimum Retail sale price for 2022-23	
1	PML-50 degree, 65 degree	EDP + Excise duty payable at Manufacture stage + {Excise duty + expenses/margin + VAT} payable at L-1(PML)+ L.Fee payable at L-14 A +22% marging of L-14A..... Total rounded off to the nearest Rupee	
2	IMFL, IFL and BEER	EDP/EBP Range	Minimum retail sale rate of Quart
		Upto 400	EDP x 4 /12
		401- 800	EDP x 3.5 /12
		801-1200	EDP x 3 /12
		1201-1600	EDP x 2.5 /12
		1601-3000	EDP x 2 /12
		Above 3000	EDP x 1.75 /12

Sham K