

No 5794/DGQA/Adm-16TC/1449/D(QA)
GOVERNMENT OF INDIA
MINISTRY OF DEFENCE
DEPTT OF DEF PROD & SUPPLIES
DHQ PO NEW DELHI - 110011
Dated 16Oct2002

To.

The Director General
Quality Assurance
Ministry of Defence
New Delhi-110011

INSPECTION CHARGES : LEYYING OF

Sir.

In supcrcession of Order No. 57941/ DGQA/ Adm-16TC/ 1343/D(QA) dated 31 May 99. Order No. 57941/ DGQA' Adm-16TC/ 2485/D(QA) dated 19 Sep 2000 and Order No. 57941/ DGQA/ Adm-16TC/ 194S/D(QA) dated 04 Oct 2001. the levy of Inspection Charges b> DGQA. on stores indented by outside agencies, without affecting the inflow of Defence equipment, shall be regulated as under :-

(a) Inspection Charges shall not be levied for inspection of stores indented by. Armed Forces. Coast Guard and Director General Border Roads.

(b) Inspection Charges shall not be levied on Central Police Organisations (CPOs) under Ministry of Home Affairs, such as BSF. CRPF. ITBP, for supplies made by Ordnance Factories, when DGQA is called upon for inspection.

(c) Inspection charges shall be payable by CPOs under Ministry of Home Affairs for supplies made through PSUs / Defence PSUs' Private Sector etc. when DGQA is called upon to inspect stores indented.

(d) All state Government Departments and Public/Private Sector Undertakings shall be levied Inspection Charges for supply indented on Ordnance Factories. PSUs/ Defence PSUs/ Privare Sector etc. if DGQA is called upon to inspect the stores.

2. Inspection Charges shall be levied as per the rates given below except for stores for which inspection charges have been fixed by a Board of Officers periodically

- a) Armaments
- b) Stores
- c) Electronics 4%
- d) Warship Projects

- e) Vehicles
- f) Engineering 2%
- g) Naval
 - (i) Naval Stores which are of general nature used in manufacturing of various equipment like timber, cables electrical/electronic components, chemicals, paints brushes, textiles, rubber items electrical bells etc. 2%
 - (ii) Complete electrical equipment like ventilation blowers, switchboards, switchgears, distribution boards, junction boxes, conversion machineries, and other complete assemblies/systems including submarine-batteries.
 - (iii) Electronic equipment/systems like radar, communication equipment, sonars, weapon control systems, electronic warfare systems, computers and monitoring and control systems broadcasts, telephone exchange etc
 - (iv) Weapon mountings such as gun Mountings, missile launchers torpedo Launchers etc.

y For providing QA facility by the establishments of DGQA organisation against export orders as and when called upon by the export agencies a uniform charge of 2% of the value of stores inspected will be levied by the organisation. However Ordnance Factories are exempted from payment of said Inspection Charges on export orders

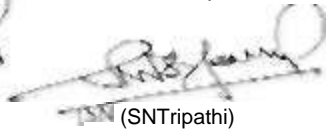
4. Inspection Charges will be recovered from the Indentor alongwith the cost of stores by Ordnance Factories and then boot transferred to DGQA Accounts for adjustment by the concerned Controller of Defence Accounts through the Local Audit Officer under Major Head-0076. Defence Services Army, Minor head-108 Inspection Organisation, under intimation to the Inspecting Officer for supplies made by Ordnance Factories.

5. In other cases the Inspection Charges shall be recovered from the Indentor and Credited in Treasury / State Bank through MROs by concerned SQAE / QAE for adjustment by the Controller of Defence Accounts through the Local Audit Officer under Major Head-0076. Defence Services Army. Minor head-1 OS Inspection Organisation, under intimation to the Inspecting Officer in respect of indents / orders placed by CPOs under Ministry of Home Affairs. State Government Departments. Public / Private Sector Undertaking on PSUs / Defence PSUs and Private Sector if DGQA is called upon to inspect the stores.

6. The provisions of this letter will come into effect from the date of issue of this letter and will remain operative for a period of THREE years or till the charges are revised, whichever is earlier.

7. This letter issues with the concurrence of Integrated Finance vide their ID No. 1210/FIN (DS) dated 26 Aug 2002

Yours faithfully



(SN Tripathi)

Deputy Secretary to Government of India

Copy to :-

DADS

All CsDA

DCDA Meerut

Sr DDADS

DGQA/Adm-16TC

- 200 copies

DGoF

- 50 copies

IF/DP-II