

F.No. 1-8/2017/LFP-I
Government of India
Ministry of Communications
Department of Telecommunications
(Licensing Finance Policy Wing)
20, Ashok Road, Sanchar Bhawan,
New Delhi-110001

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Dated: 17.04.2017

To


All Pr. CsCA/CsCA
Telecom Circles in India.

Sub: Procedure for termination/surrender of license and release/refund of Bank Guarantee-regarding.

After considering the relevant clause of the license agreement regarding termination of license agreement, set-off clause and release of Bank Guarantee, it is observed that there is no pre-requisite to ask for No-dues certificate during the termination/acceptance of surrender of license.

2. Besides, it is observed that the release of Bank Guarantee is totally a different matter with respect to the Termination/Surrender/Revocation of license. Further, the set-off considers that any other claim recoverable from or payable by the licensee under any contract can be deducted or adjusted against any amount/sum of money/security. Further, dues can be ascertained only when the date of surrender/termination has been taken on record.

3. Considering the above and in the interest of good governance, ease of administration and ease of doing business, it has been decided with the approval of competent authority that the License agreement may be terminated/surrendered/revoked immediately by the AS, CS and DS wing, as and when required after observing usual formalities, without linking it with the Dues status and release of Bank Guarantee. The Bank Guarantees shall be released only after satisfaction of the LF wing of the DoT. The LF wing shall issue the order for release/refund of Bank Guarantee considering all the Dues status/No dues certificate from the concerned quarters against the Licensee Company.


(Pradeep Kumar Shukla)
Director (LFP-I)
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Copy to: -

1. DDG (LFA)/ DDG (WPF)/ DDG (Accounts) / Sr. DDG (AS)/ DDG (CS)/ DDG (DS) / Wireless Advisor/ Sr. DDG (TERM) HQ.
2. All Directors in LFA wing.
3. ADG (LFP-II)/ ADG (LFP-III)
4. AUSPI/COAI/ACTO/ISPAI.
5. Guard File.