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WFD/1000/WPC-sp ch /FBG/02-2004-WFD
Government of India
Ministry of Communications
Department of Telecommunications
(WPF Branch)

Dt 19. 05. 2011

To

All the Pr. Cs CA/ Cs CA

Sub:- Decentralisation of work of Maintenance and renewal of FBG in respect of spectrum charges to the O/o CCA from 1-4-2011.

Madam/ Sir,

Kindly refer to this office letters of even no dated 22nd 23rd of March 2011 on the above subject vide which the work of maintenance and renewal of FBG in respect of spectrum charges has been decentralized to the O/o CCA wef 1-4-2011. In this regard queries have been received from different o/o CCA seeking clarification on various issues related to FBGs. It is clarified that :-

- (1) Submission of FBGs by the Licensees who have not rolled out their services.
Clauses 21.3 of license agreement may be referred in this regard which is reproduced as

" The fees, charges and royalties for the use of spectrum and also for possession of Wireless telegraphy equipment shall be separately securitized by furnishing FBG of an amount equivalent to the estimated sum payable annually in the proforma annexed, to WPC, valid for a period of one year, renewable from time to time till final clearance of all such dues."

There is no provision for submission of FBG for an initial and minimum amount. Clarification has been sought from the concerned wing of DOT and the same will be intimated as and when it is received.

- (2) Submission of FBGs by the Licensees who have not rolled out their services:- The operators who have rolled out their services and have not submitted FBG may be requested to submit same in view of clause 21.3 of License Agreement.

- (3) Calculation of amount for FBG:- Amount for FBG will be worked out as under:

Amount of FBG:- $\frac{(\text{Spectrum charges payable for the last 4Qtrs}) \times 2}{4} .20$

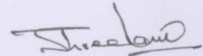
It is further clarified that preference for consideration of AGR for the purpose of calculation of spectrum charges will be in order of Audited AGR, Actual AGR and estimated AGR.

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(4) Periodicity for the review for amount required: The amount of FBG will be reviewed on six monthly basis. FBG for additional amount is to be submitted by the Licensee accordingly.

It is reiterated that all the instructions issued by LF wing of DOT from time to time may be referred in this regard

This issues with the approval of Sr. DDG (WPF).



(Shree Ram)
ADG (WR)
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