

*All communications should be addressed to the Government of India. Ministry of Industry, by title. NOT by name.*  
**Fax : 011-23062626**

No.15(7)/2011-DBA-II/NER-Vol-II  
**Government of India**  
**Ministry of Commerce & Industry**  
**(Deptt. of Industrial Policy & Promotion)**  
**Udyog Bhawan, New Delhi -110 011**

**Dated: 04<sup>th</sup> July, 2014**

To,  
Principal Secretary (Industries),  
Government of Meghalaya,  
Myntdu (Additional Secretariat) building,  
Shillong-793 001, Meghalaya

**Subject: Transport Subsidy Scheme, 1971- applicability to North Eastern Region (NER).**

Sir,

The undersigned is directed to invite reference to notification dated 24<sup>th</sup> May, 1988 on TSS, 1971, thereby amending para I (i) of order dated 17<sup>th</sup> March, 1987 and allowing Transport Subsidy on inter-state movement of finished goods within North Eastern Region and also to this Department's letter dated 04.10.2013 wherein it has been clarified that as per the provision of Transport Subsidy Scheme, 1971, subsidy is not admissible for the transportation cost incurred for inter-state movement of finished goods within North East States beyond the railway station nearest to the final destination. Subsequently, several representations have been received in this Department, wherein requests have been made to review the decision relating to admissibility of finished goods for transport subsidy under Transport Subsidy Scheme (TSS), 1971 on its inter-state movement within the NER.

2. The matter has since been examined in this Department in consultation with the Integrated Finance Wing (IFW) and the office of Chief Controller of Accounts, DIPP and after careful examination, it has now being clarified that in case of inter-state movement of finished goods within the NER, the cost of transportation beyond the railway head nearest to the delivery point, where finished goods is being delivered, is also to be taken into account for subsidy under Transport Subsidy Scheme, 1971.

3. In such cases, the actual cost of transportation, or the cost of movement from the location of the industrial unit to the nearest Railway Station by road and thereafter by rail to the railway station nearest to the location where the finished goods is to be received and subsequently by road from that railway station to the location where finished goods has been received, whichever is less, will be taken into account.

4. Accordingly this Department's earlier letter of even number dated 04.10.2013, stands withdrawn.

5. It has also been decided that the claims which have already been settled need not be re-considered / re-opened.

Yours faithfully,



(Arun Kumar)

Under Secretary to the Government of India

Tel.No:2306 3096

**Copy to:**

1. Principal Secretary (Industries), Government of Assam, Arunachal Pradesh, Manipur, Mizoram, Nagaland, Sikkim and Tripura.
2. Director (Industries), Directorate of Industries, Government of Assam, Arunachal Pradesh, Manipur, Meghalaya, Mizoram, Nagaland, Sikkim and Tripura.
3. CMD, NEDFi, NEDFi House, GS Road, Guwahati, Assam.

**Copy also to:**

1. PSO to SIPP
2. PS to AS&FA, DIPP
3. PS to CCA, DIPP
4. PS to Director (IFW), DIPP
5. ✓ NIC, Udyog Bhawan for uploading on the website of the Department.
6. Hindi section, DIPP for making available the translation in Hindi.



(Arun Kumar)

Under Secretary to the Government of India

Tel.No:2306 3096