

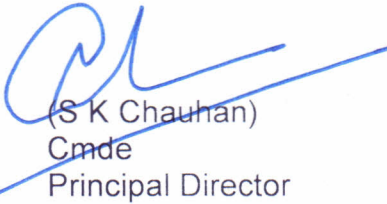
CLARIFICATION FOR SERVICE CHARGES (DGR SECURITY AGENCY SCHEME)

Implications of Court Order dt 21 Jun 2021.in WP No. 5920/2021 filed by M/s Lt. Col. Ramesh Chandra Shukla and Ors Vs UOI & Ors in the Hon'ble HC of Delhi

1. The Hon'ble High Court of Delhi had as an interim measure, stayed the execution of Para 13(g) (ii) of the new MoD OM dated 13 May 2021.
2. Subsequent to that, a corrective measure was adopted and a corrigendum was issued which made the retrospective application of revised rates of service charges as amended to the previous rates of service charge, i.e. 14% (fixed). The condition of stay therefore was met by way of administrative action & measures. In the course of hearing the Hon'ble High Court had taken note of the amendment to retrospective levy of service charges.
3. Apropos, in light of the above, Status quo ante will be maintained in respect of Service charges, @ 14% for all sponsorships made prior to the issue of the new MoD OM dated 13 May 2021. (For all cases where the contracts are already operational, under tendering and which have been sponsored prior to 13 May 2021- as per Hon'ble High Court of Delhi interim order dated 21 Jun 2021).
4. Service charges for all cases sponsored 13 May 2021 onwards will be at 10% (fixed) till migration of DGR Security Schemes to GeM Portal.



30 July 2021


(S K Chauhan)
Cmde
Principal Director
for DGR