

PARADIP PORT AUTHORITY  
FINANCE AND ACCOUNTS DEPARTMENT

NO. FA/eOffice/558

Date:15-04-2024

CIRCULAR

As per communicaton received from IPA vide Number:IPA/MSD/WPI/2024 dtd.30.03.2024, the Annual Indexation Factor towards SOR is 0%. Hence the Scale of Rates which were effective upto 30-04-2024 will remain unchanged from 01-05-2024 to 30-04-2025.



FA & CAO  
Paradip Port Authority

Copy to all HODs, PPA.



# Indian Ports Association

Ref: IPA/MSD/WPI/2024

Dated: 30.03.2024

To  
The Chairperson  
All Major Port Authorities

**Sub: Escalation factor for ARR computation and computation of indexed SOR by Major Port Authorities under Tariff Policy for Major Port Authorities, 2021**

Madam/Sir,

As per the clauses 2.3, 2.8.1 and 2.8.2 of the Tariff Policy for Major Port Authorities. 2021 (TP) issued by the Ministry of Ports, Shipping and Waterways (MOPSW) vide letter No. PD-14024/5/2020-PD-I (e343443) dated 03 November 2021, Indian Ports Association (IPA) or any other Competent Authority decided by the Government is required to announce the indexation factor considering the variation in average of the monthly Wholesale Price Index (WPI) of all commodities occurring between January to December announced by the Ministry of Commerce and Industry under the Government of India, so as to enable the Major Port Authorities to draw the indexed SOR to be applicable during the year 2024-25 and for computation of indexed ARR while revising the SOR.

2. In this context, in pursuance of the Tariff Policy 2021 and adopting the methodology earlier followed by TAMP for announcing annual indexation factor under the then applicable Tariff Guidelines. 2018, the WPI occurring between the relevant dates i.e. January 2023 to December 2023 and year preceding to the previous year i.e. January 2022 to December 2022 were ascertained from the Ministry of Commerce and Industry, Government of India. Considering variation in WPI occurring between January 2023 and December 2023, IPA has approved the following indexation factors:

- a) Indexation factor of 0.00% for computation of indexed ARRs as per Clause 2.3 of the Tariff Policy for Major Port Authorities, 2021 for the year 2024-25
- b) Automatic annual indexation of SOR as per clause 2.8.1 of the Tariff Policy for Major Port Authorities, 2021 considering 60% of variation in WPI occurring between 1 January 2023 and 31 December 2023 is 0.00%
- c) As per Clause 2.8.2 of the Tariff Policy for Major Port Authorities 2021, Major Ports are eligible for annual indexation in the SOR @100% of the WPI variation as against annual indexation factor @60% of the variation in WPI on achievement of Performance Standards committed by Major Ports



# Indian Ports Association

The annual indexation factor at 100% of variation in the WPI under clause 2.8.2 for annual indexation in the SOR for Major Ports who achieved performance standards shall be 0.00%

3. A copy of the calculation sheet of indexation factors is enclosed herewith (Annexure I)

4. The Major Ports may, therefore, index their SOR by applying the applicable indexation factor for the year 2024-25 effective from 01 May 2024. The indexed SOR shall be effective from 01 May 2024 and shall be valid upto 30 April 2025.

Yours faithfully,

(Balbir Singh)

Chief Administrative Officer (i/c)

Encl: As stated above

Copy for kind information to

1. The Joint Secretary (Ports), MoPSW
2. The Advisor (Statistics), MoPSW
3. The FA&CAO, Major Port Authorities
4. Director, TAMP