

Ref. No. 2B/R-50/9056

04/03/11

To,
Shri Vijay Shankar Pandey, IAS
Principal Secretary,
FDA, Govt. of UP,
Lucknow

Subject: - Irrationality of proposal for Increasing Licensing Fee from Rs. 10 to Rs. 10,000 under PFA Act.

Sir,

Indian Industries Association has come to know that there is a proposal before the Govt. of UP to increase the licensing fee under PFA act. As per media reports, the Govt. proposes to increase the fee from present Rs. 10 to Rs 10,000 and also making it mandatory to obtain license for 5 years in one go i.e. licensee needs to pay Rs. 50,000 as the fee for 5 years at a time.

This will be an anti promotional activity for the existing Food Processing Industries and will act as a deterrent to new entrants in the food processing sector of UP. As there are a large number of Small Scale Industries operating in this sector in UP and they can not bear to pay an amount of Rs.50,000 at a time because of their limited financial resources.

This proposal will directly multiply the current license fee 1,000 folds, which is not at all rational from the point of view of Small Scale Industries. It will not only hamper their growth and expansion prospects but will have adverse effect on the Govt. Tax revenue also.

Keeping in view the facts stated above, we are approaching you with the request that the proposal for increase in License fee may not be accepted in the overall interest of large number of Small Scale Industries and the Tax revenue of the State Government.

Looking forward for a favorable action.

Thanking You,

Yours Truly,

Manish Goel
Vice-President
&
Chairman-EAC

Ref. No. 2B/R-50/9059

04/03/11

To,
Km. Nita Chaudhary
Principal Secretary,
Deptt. of Medical Health,
Govt. of UP, Lucknow

Subject: - Irrationality of proposal for Increasing Licensing Fee from Rs. 10 to Rs. 10,000 under PFA Act.

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Manish Goel
Vice-President
&
Chairman-EAC

Ref. No. 2B/R-50/9060

04/03/11

To,
The Principal Secretary,
Deptt. of Food Processing,
Govt. of UP,
Room no-4, Sachiv Bhawan,
Secretariat, Lucknow

Subject: - Irrationality of proposal for Increasing Licensing Fee from Rs. 10 to Rs. 10,000 under PFA Act.

Sir,

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