

KARNATAKA STATE BEVERAGES CORPORATION LIMITED

Circular No.266

Date : 21.03.2020

Sub:-Amendment to Circular No.225 towards Insurance of Stocks held at KSBCL Depot's and In Transit and disbursement of amount received from Insurance Company against the Stock claims.- Reg.

Ref:- (1) Liquor Sourcing Policy Circular No. 133, dated 19.06.2007

(2) Circular No.146, dated 17.09.2007

(3) Circular No.225, dated 22.01.2014

(4) Minutes of the 80th Board of Directors Meeting held on 21st March, 2020 vide subject No. 80/21

The Board in its 80th meeting held on 21st March, 2020 has approved the amendment to the Circular No. 225 dated 22.01.2014. The amended clause 8.01(a) is added under para no. 8.01.

1. Para No:6.02 and Para No: 8.01 of Liquor Sourcing Policy issued vide Circulars dated 19.06.2007 and 17.09.2007referred above are amended and the amended Para's are as below.-

A. ParaNo:6.02:-"All risks during transit of liquor(like broken bottles, short receipts, etc.,) from the premises of the supplier till the stocks are unloaded and stacked in the depot shall be borne by the manufacturer / supplier alone and the Corporation shall not be responsible for the same. Transit insurance shall be the responsibility of the supplier / manufacturer and insurance charges towards stock in the KSBCL depots shall also be borne by the manufacturer / supplier alone and the Corporation shall not be responsible for the same".

B. Para No: 8.01:-"Manufacturers / Suppliers may note that supply of liquor to the Corporation against Order for Supplies shall be construed as an agreement to sell under sub-section 3 of Section 4 of sale of Goods Act. 1930. The sale by the supplier / manufacturer and the purchase by the Corporation shall conclude only when the liquor

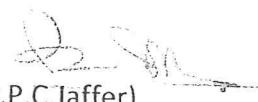
is delivered on sale to the retailers by the Corporation. To the extent of such purchases each day, supplier-wise purchase vouchers shall be raised in the H.O., in Annexure-XX. The Corporation would take necessary care of the stocks held for sale as is reasonably possible and expected of it. However, the Corporation would arrange for insurance of stocks held at the Depots and the cost of such insurance shall be borne by the manufacturer/suppliers".

The newly amended para 8.01(a) is as below :

Para No. 8.01(a):- "The Stock Insurance, the Standard Fire and Special Fire & Special Perils Policy will be taken on behalf of suppliers/manufacturers under goods held in trust in various depots"

"Any claim arising out of fire or storm, tempest, flood and inundation or due to any perils covered under the Standard fire and special perils policy for the stocks held in the respective depots will be reimbursed to the supplier/manufacturer accordingly or in proportion to the insured amount received from the Insurance Company towards the damages. All other risks other than the claim reimbursed by the Insurance Company shall be borne by the supplier/manufacturer."

2. The other terms and conditions mentioned in the Liquor Sourcing Policy remains unaltered.
3. The above amendment will be effective from the F.Y. 2019-2020.


(Dr.P.C.Jaffer)
Managing Director

To,

- 1) All Manufacturers & Suppliers
- 2) All Primary & Composite Distilleries
- 3) Executive Directors
- 4) GM's/C.S
- 5) DGM
- 6) All Managers
- 7) All IML Depot Managers
- 8) Circular- Master File & Spare Copies.