No.PT-11033/51/2014-PT Government of India Ministry of Shipping New Delhi

the 4th Sept, 2014

To,

The Chairmen All Major Ports

Sub: Guidelines on Priority berthing of coastal vessels at Major Ports-issue of –reg Sir/s,

As you are aware, a Committee was set up in this Ministry to review the extant guidelines on priority berthing to coastal vessels. Based on the recommendations of the said Committee, following guidelines on according priority berthing to coastal vessels are hereby issued for compliance by Major Ports:

- A. "Coastal Vessel" shall mean any vessel exclusively employed in trading between any port or place in India to any other port or place in India having a valid coastal licence issued by the Director General of Shipping/ competent authority.
 - B. In addition to the above, TAMP, in its Notification No.GNo.35 of 01.07.1998, has prescribed the following conditions under which other foreign going vessels will be treated as coastal vessels:
 - (a) A foreign going vessel of Indian flag having a General Trading Licence can convert to coastal run on the basis of a Customs Conversion Order.
 - (b) A foreign going vessel of foreign flag can convert to coastal run on the basis of a Coastal Voyage Licence issued by the Director General of Shipping.
 - (c) In cases of such conversion, coastal rates shall be chargeable by the load port form the time the vessel starts loading coastal goods.
 - (d) In cases of such conversion coastal rates shall be chargeable only till the vessel completes discharging operation; immediately thereafter, foreign going rates shall be chargeable by the discharge ports.
- II. Major ports shall accord priority berthing, at least on one berth, to dry bulk /general cargo coastal vessels to enable shippers to transport goods from one port in India to another port in India irrespective of origin and final destination of the cargo. This would be in addition to dedicated berth, for handling of Coastal Thermal Coal already existing in Major Ports, if any.

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- III. All Major Ports shall accord priority berthing through specific window to coastal container vessels keeping in view the concession agreements and existing allotment of window berthing at the private terminals and availability of container berths operated by the ports.
- IV. In respect of POL/Liquid cargo tankers, existing practices regarding such priorities as prevalent in various ports may continue.
- V. Coastal vessels which are be accorded priority berthing shall not be liable to pay priority berthing charges.
- VI. There will be no restrictions on berthing of coastal vessel, in addition to the coastal vessel berthed on priority as above, if the same is eligible under normal berthing policy of the port.
- VII. A coastal vessel shall be liable to pay port charges on coastal rates notwithstanding whether it was berthed on priority or otherwise.
- VIII. Ports should explore the possibilities of earmarking exclusive berths, storage areas and gates for coastal cargo outside the custom bonded area of the Ports to further facilitate movement of coastal cargoes.
- IX. Major Ports shall clearly work out the time limit within which a coastal vessel would be berthed in a particular port. This time limit may differ depending on the cargo and berth. Each Major Port should carry out a detailed exercise and issue a trade notice clearly indicating the upper time limit within which a coastal vessel would be given a berth in the port. As regards priority berthing through a specific window to coastal container vessels, Major Ports should have a detailed discussion with the PPP operator and publish the specific window for coastal container vessels. The above mentioned exercise and publication should be completed within 30 days from the date of issue of these guidelines.
- X. All Major Ports shall incorporate and notify the provisions for priority berthing in these guidelines in their respective Berthing Policy and Scales of Rates.
- XI. The MIS in the Port should capture data for coastal and foreign vessels/ cargoes separately. The data so captured shall be monitored and reported internally in the port as well as to IPA and Ministry in separate format for coastal and foreign vessels.

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- The above guidelines are issued in supercession of all other guidelines issued earlier on the subject and shall be complied with by all Major Ports.
- 3. This issues with the approval of competent authority.

Yours sincerely,

Tel No.23739621

(Dinesh Kumar)
Dy.Secy. to the Govt. of India

Copy to:-

- 1. Director General of Shipping, Mumbai
- 2. Chairman, Indian Coastal Conference Shipping Association, Mumbai.
- 3. Chairman, Tariff Authority for Major Ports, Mumbai.
- 4. Managing Director, Indian Ports Association, New Delhi.