

**CIRCULAR NO.3/95**

Sub:- C.S. Rationing – Appointment of A.W.Ds/A.R.Ds under K.R.O. 1966 –  
Financial stability of the applicants ensuring of – Instructions issued.

Ref:- Board’s Circular No.10/83 dated 05.05.83.

One of the important pre-requisites for appointment as dealer under the KRO 1966, is the financial capacity to lift the allotted stock from the F.C.I godowns or wholesale depot as the case may be, arrange transportation, keep it in ideal storage condition and distribute it to the retailers/cardholders promptly and effectively and for that reason the dealers must be financially sound and stable. Although instructions are already in force as to ensure the financial stability of the applicants seeking appointment of dealers under KRO 1966, oflate, these instructions are not strictly and properly enforced by the appointing authority before selection is made. As a result, several instances of failure of the dealers in lifting the allotted stock and distribute it to the cardholders have come to the notice of the Board and the Board feels that the dealers appointed under KRO 1966 should be financially sound and capable of lifting the allotted stock on time and distribute the same to the cardholders as per the instructions issued by the Departmental authorities. The Board also feels that the parametres for ascertaining the financial status of applicants seeking dealership under KRO 1966 should be enhanced in pace with the present value of the stock to be lifted and distributed. With the above objectives in view the following instructions are issued.

1. The applicants seeking appointment as dealers under KRO 1966 should furnish to the appointing authority concerned solvency certificate of value as noted below.

ARDs	AWDs
30,000	6,00,000
(Rs. Thirty thousand)	(Rs. Six Lakhs)

2. The Notification inviting applications for dealership should invariably contain the above information.
3. There will not be any other change regarding the registration of surety bond of third parties, and the present practice on this, will continue.
4. The Solvency Certificate should be registered in favour of the appointing authority within one week of his appointment as a dealer.

These instructions should be strictly followed by the appointing authority concerned.

The receipt of the circular should be acknowledged.

Sd/-

Commissioner of Civil Supplies