

MUMBAI PORT TRUST

DOCKS DEPARTMENT

SHIP BREAKING ACTIVITY IN MUMBAI PORT

No. TM/B/10-15/39 of 1986-87

13th March 2009

Iron, Steel Scrap & Shipbreakers Association of India.

The Indian Ship Breakers Association.

All Ship Breakers

Dear Sirs,

Sub : Ship Breaking activity in Mumbai Port.

In order to overcome the issues related to air, sea and noise pollution in a metro like Mumbai, the Ministry of Shipping, Road Transport & Highways has directed that the ship breaking activity should be carried out at suitably identified places only. Accordingly, a decision has been taken by Mumbai Port Trust to limit the ship breaking activity to 06 plots at Lakri Bunder South so as to meet the requirement of the trade and carry them out under strict monitoring by MPCB and MbPT.

2. Of late, it is observed that the demand for ship breaking plots is increasing as a result of current economy recession. All concerned are hereby informed that as per the decision taken by the Port, the **ship breaking activity will be allowed only at 06 plots at Lakri Bunder South.** In case, when six ships are undergoing breaking, beaching of maximum two additional ships will be considered subject to condition that breaking permission will be granted only on completion of breaking of one of the ships undergoing breaking. In other words, at any given time only six ships will be allowed breaking. The permission for beaching of ships will be granted strictly on 'first come first serve basis' on receipt of application together with documents shown in enclosed Annex-A.

3. When ships are allowed to beach under these conditions, the ship breakers after beaching of the ship are expected to complete the documentation and be in readiness for obtaining breaking permission so as to commence breaking immediately on availability of vacant plot. In case the ship breaker of the first beached and waiting ship fails to complete the documentation and obtain breaking permission upto 10 days from the date of availability of vacant plot, the next waiting ship will be granted breaking permission if ready with documents. A list of documents required for obtaining breaking permission is enclosed as Annex-B.

4. The Ship-Breakers are, therefore, advised to check the availability of plots for beaching/breaking of ships and the number of pending applications if any, before calling the ships at Mumbai Port for the purpose of breaking.

Yours faithfully,

(M.B.I. KAZI) ADDL.DOCKS MANAGER

D.A.: Annex A & B.

Annexure A (13.03.2009)

List of documents required for obtaining Beaching permission

- (1) Memorandum of Agreement (MOA) issued by the buyers and sellers.
- (2) Vessel Survey/Port Worthiness Certificate issued by surveyors.
- (3) Light Displacement Tonnage Certificate by surveyors.
- (4) Physical Delivery Certificate issued by the Agent and Master of vessel.
- (5) <u>Undertaking</u> in the prescribed format (enclosed).
- (6) Gas Free Certificate issued by Inspector of Explosives for Hot work (For all tanker vessels prior to beaching and for other vessels prior to breaking).
- (7) Customs NOC for beaching.
- (8) Custom Noted Bill of Entry.
- (9) Ship Registry/Tonnage Certificate.
- (10) Authorization letter issued by the Maharashtra Pollution Control Board (MPCB).

Annexure B (13.03.2009)

List of documents required for obtaining Ship-breaking permission

- (1) Bill of Sale.
- (2) Commercial Invoice issued by the Seller.
- (3) Payment receipt of Port department's charges.
- (4) Bill of Entry duly endorsed by the Customs as "Passed out of Customs charges"
- (5) NOC/Permission to break the vessel for home consumption issued by the Customs.
- (6) NOC by the Director, Pollution Control Cell, MbPT.
- (7) Confirmation of LDT of the vessel by Dy. Conservator, MbPT.
- (8) Inventory of Hazardous material on board the vessel issued by the Master of the vessel.
- (9) Gas Free Certificate for Hot work issued by Inspector of Explosives.
- (10) Breaking Plan
- (11) Deposit receipt of 90 days ship breaking charges.