

MUMBAI PORT TRUST

Docks Department

No. TM/B/10-15/08 of 86-87

Date : 2nd May, 2009

CIRCULAR

Iron, Steel Scrap & Shipbreakers Association of India.

The Indian Ship Breakers Association.

All Ship Breakers

Dear Sirs,

Sub : Ship Breaking activity in Mumbai Port.

Ref : This office circular Nos.

- (i) TM/B/10-15/39 of 86-87 dated 13th March, 2009,
- (ii) TM/B/10-15/40 of 86-87 dated 24th March, 2009 and
- (iii) TM/B/10-15/5 of 86-87 dated 16th April, 2009.

Due to current economic recession, the demand for ship breaking activity has increased very substantially. It has, therefore, been decided that the ship breaking activity will be permitted at all 12 plots, as against 6 plots at present utilized, at Lakri Bunder (South) under strict monitoring of MPCB and MbPT.

2. In the event when all the plots are occupied, fresh beaching will be allowed as per the following procedure :

- (i) Fresh beaching can be considered only when 70% LDT of any one of the vessels broken or less than 800 LDT is balance to be broken, whichever is lesser, at the 12 plots.
- (ii) As per the existing Scale of Rates, regulated period of ship breaking is determined considering 800 LDT per month. Accordingly, a quantity of 800 LDT per month shall be reckoned as broken and pro rata tonnage will be considered as balance. However, the ship breaker is free to confirm higher percentage of rate of breaking of the vessel on his own.
- (iii) The beaching of vessels will be on first-cum-first serve basis. The beaching plot will be the one out of the 12 plots where the ship has least LDT to be broken. However, if the applicant is in possession of a plot already, he may be allowed to beach his next vessel, behind the existing ship under breaking, at his request, provided he is in turn for beaching.

5. Please note that applications for beaching and breaking of ship shall be required to be accompanied with documents specified in Annexure 'A' and 'B' (revised). The applications for beaching and breaking of ship will be "considered as accepted" when all required documents are submitted. The date of acceptance will be reckoned as the date of receipt of documents complete in all respect for beaching/breaking of ships.

D.A.: Annexures 'A' & 'B'
(revised).

Yours faithfully,

Sd/-
(R.B. DAWRE)
ADDL. DOCKS MANAGER

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**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) Undertaking 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).

Format of Undertaking
(On the Letterhead of company)

Date :

To
The Traffic Manager – MbPT,
The Deputy Conservator – MbPT,
Mumbai.

Dear Sir,

Sub : M.V. _____ for breaking at _____

We undertake as following.

1. To abide by the procedures and conditions stipulated in the circular No. TM/B/10-15/08 of 86-87 dated 2nd May, 2009.
2. To pay ship breaking charges from the date of beaching till completion of breaking and removal of all broken materials without dispute.
3. To pay all port dues in respect of the subject vessel as per MbPT Scale of Rates.
4. To complete breaking of the said vessel within regulated period.
5. To abide by the terms and conditions contained in Authorisation letter dated _____ issued to us by the Maharashtra Pollution Control Board.
6. To comply with the directives of the Hon'ble Supreme Court in Writ Petition No.657 of 1995 on Hazardous Waste.
7. To supply good quality personal protective equipments (PPEs) to workers engaged in shipbreaking activities and ensure that the PPEs are used by the workers during the shipbreaking work.
8. To use good quality Gas Detectors during the shipbreaking activities.
9. To comply with the provisions of Rule 43A of Petroleum Rules 2002 duly amended and published under GSR 61(E) dated 02.02.2007.
10. To submit copies of Form 3 of MPCB i.e. record of quantities of hazardous and non hazardous waste and in Form 4 of MPCB on completion of each shipbreaking but before their disposal, to the office of Asstt. Manager, I/c. Bunder.

Thanking you,
For (Name of Ship Breaker)

(Signature)
Name & Designation of
Authorised Signatory.

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**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) MPCB NOC for breaking and MPCB Certificate that ship has been properly decontaminated by removing hazardous material.
- 9) Inventory of Hazardous material on board the vessel issued by the Master of the vessel.
- 10) Gas Free Certificate for Hot work issued by Inspector of Explosives.
- 11) Plan of breaking.
- 12) Deposit receipt of 90 days ship breaking charges.
