

19.10.2020

All Freight Forwarders and NVOCC Operators,

RENEWAL OF FREIGHT FORWARDER AND NVOCC OPERATOR LICENSE 2021

This is to inform that all licenses should be renewed for the year 2021 to continue to function as Freight Forwarder/ NVOCC Operator and applications should be complied with the provisions as specified in the regulation bearing government gazette notification extraordinary No. 1877/26 dated 28th August 2014 promulgated under the Licensing of Shipping Agents, freight forwarders, NVOCC Operators and Container Operators Act No 10 of 1972 as amended.

Please note that this Renewal Notice consists of following annexures.

- Annexure 1 - List of Requirements
- Annexure 2 - Specimen Application Form
- Annexure 3 - Specimen Bank Guarantee
- Annexure 4 - Details of Shareholders
- Annexure 5 - Details of Bank Accounts
- Annexure 6 - Specimen of Certificate of Conformity
- Annexure 7 - Checklist for submission of documents for Category “A” FF/NVOCC
- Annexure 8 - Checklist for submission of documents for Category “B” License

Application for the renewal of Freight Forwarders and NVOCC Operators license along with relevant documents in one single envelope should be sent to reach on or before 06th Nov.2020, to the below address. Please indicate as “ Renewal of FF/NVOCC License “ on the top left corner of envelope.

Director General,
Merchant Shipping Secretariat,
1st Floor, Bristol Building,43-89, Colombo 01.

The receipt of acknowledgement of documents will be sent via e mail to relevant companies within 1-week period.

Thank You.
Yours Sincerely,

A.W. Seneviratne
Director General of Merchant Shipping

Copy: Secretary General of SLFFA, CEYFA & SLANA – For circulating this notice to members

List of Requirements

Category A

1. Duly filled application as per the schedule (Annexure 2)
2. Copy of Bank slip of Licensing Fee paid in favour of Secretary, Ministry of Ports & Shipping
Account Name :7040299 , Bank of Ceylon, Taprobane Branch
 - a. The annual fee payable for a license is LKR 10,000/-
 - b. The stamp fee payable for a license is LKR1,000/-
3. Written statement stating that the applicant company shall make arrangements within 14 days to inform the Director General of Merchant Shipping regarding any change of Directors of the company.
4. Bank Guarantee for Rs.500, 000/- obtained from a bank approved by Central Bank of Sri Lanka (Annexure 3)
5. A letter to confirm the availability of the staff officer bearing a minimum of five years experience in the field of international transportation services.
6. Following documents should be submitted to fulfill the requirements of Exchange Control regulations.
 - a. Details of shareholders of company (annexure 4)
 - b. Details of all bank account(s) maintained by company (annexure 5)
 - c. Audited Statement of Accounts and Audit Report for the latest financial year
 - d. Certificate of Conformity (Annexure 6).
7. The Insurance Liability Cover obtained from an Insurance Company registered under the Insurance Board of Sri Lanka.
US\$100,000 for All Risk Liability
US\$50,000 for Errors and Omission
8. A letter to confirm the availability of two employees who have completed professional training as per the section 8 (e) of the said regulation.

(3) Category B

01. Duly filled application as per the schedule (annexure 2)
02. Copy of Bank slip of Licensing Fee paid in favour of Secretary, Ministry of Ports & Shipping

Account Name :7040299 , Bank of Ceylon, Taprobane Branch

The annual fee payable for a license is LKR 10,000/-

The stamp fee payable for a license is LKR 1,000/-

03. Written statement stating that the applicant company shall make arrangements within 14 days to inform the Director General of Merchant Shipping regarding any change of Directors of the company.
04. Bank Guarantee for Rs.250, 000/- obtained from a bank approved by the Central Bank of Sri Lanka (Annexure 3)
05. Following documents should be submitted to fulfill the requirements of Exchange Control regulations,
- a) Details of shareholders of the company (annexure 4)
 - b) Details of the all bank account(s) maintained by the company (annexure 5)
 - c) Audited Statement of Accounts with Audit Report for the latest year
 - d) Certificate of Conformity (annexure 6)

Please note that all documents should be certified and dated page by page by an authorized person

SPECIMEN APPLICATION FORM

(TO BE TYPED ON THE COMPANY LETTER HEAD)

**APPLICATION FOR A LICENCE OR FOR RENEWAL OF A LICENCE TO CARRY ON
BUSINESS AS A FREIGHT FORWARDER/ NVOCC OPERATOR**

Category: Class A **NVOCC operator**

Class B

1. Name of the Applicant:
2. Registered Address:
4. Number and the Date of Incorporation under Companies Act, No. 7 of 2007.
 - (i) Company Registration No. :
 - (ii) Date of Incorporation:
5. Contact details of a Director:
Name: E mail Address: Mobile No.
6. State whether Private or Public Company:
7. Paid-up Capital of the Company:
8. Particulars of Foreign shareholding if any:
9. Particulars of bank guarantee:
10. Name(s) of, Addresses and nationality of Directors:
11. Name of the staff officer referred to in paragraph (b) of regulation 5 and his experience in the field of international transportation service.
12. Particulars of previous License No. (If applicable): Year:
13. The volume of cargo handled in Sri Lanka by applicant Freight Forwarder/NVOCC Operator in the last three years (Include a separate break down in respect of each year)

We hereby undertake to notify the Director-General of Merchant Shipping, of any changes to the Board of Directors and contact details of the company.

We hereby confirm that we are fully conversant with the provisions of the Licensing of Shipping Agents, Freight Forwarders, NVOCC Operators and Container Operators Act No 10 of 1972 as amended, the regulations promulgated under the said Act and the law relating to the activities covered by this license.

We hereby declare that we will not provide any service to any company, partnership, individual or corporation purporting to act as Shipping Agent or Container Operator other than under the authority of a license issued under the Licensing of Shipping Agents, Freight Forwarders, Non Vessel operating Common Carriers and Container Operators Act, No 10 of 1972.

We declare that, to the best of our knowledge and belief, all the statements contained in this application are true and correct.

Names and signatures of the directors:

Date:

SPECIMEN OF BANK GUARANTEE

Whereas Companyherein after called “The Principal” has agreed to enter in to contract with the Director General, Merchant Shipping Secretariat , Ministry of Ports and Shipping, No.43-89, York Street, Colombo 01, herein after called “The Beneficiary” for “**due performance**” to the value of **Rs. 500,000/-** (Rupees FIVE HUNDRED THOUSAND)

We theBank, a banking company duly incorporated in the Republic of Sri Lanka under the companies Act No. 07 of 2007 and having its registered office atand the Branch Herein after called “The Bank” hereby guarantee and undertake to pay on first written demand the Beneficiary a sum not exceeding Rs. 500,000/- (Rupees FIVE HUNDRED THOUAND ONLY) in the event the Principal fails or neglects to perform the business of Freight Forwarder/ NVOCC Operator as required by the beneficiary.

A demand addressed to us under the hand of the Beneficiary (so far as we the Guarantor are concerned) be conclusive evidence that we are liable to pay the sum demanded but not exceeding the amount aforesaid and accordingly, we the Guarantor shall not be entitled to dispute in any manner any demand made on us under the hand of the Beneficiary. Every payment made by us in response to such demand, which shall be paid in Colombo, shall be deemed to be in discharge pro tanto to our liability.

This guarantee shall be valid from to

Details of the shareholders of the company carrying out business as a Freight Forwarder or a NVOCC Operator

Submitted by:

Name of the Freight Forwarder or a NVOCC Operator:

Registered Address:

Company Registration No. :

**(A) Details of the Shareholding Structure# as at 30th September 2020
(Please use separate sheet if the space provided here is not sufficient.)**

	<u>Name of the Shareholder</u>	<u>NIC/ Comp.Reg.No.</u>	<u>R*/NR</u>	<u>R**/NR</u>	<u>No of Shares held</u>	<u>% held</u>
1						
2						

#R refers to "Resident in Sri Lanka" and NR refers to "Resident outside Sri Lanka" within the meaning of the Gazette (extraordinary) No. 15,007 dated 21.04.1972 under the Exchange Control Act. No. 24 of 1953

(B) Shareholding Summary

	<u>No of Shares held**</u>	<u>% held**</u>
No of shares held by persons residents in Sri Lanka
No of shares held by persons residents outside Sri Lanka
Total		100.00%

*Individual resident in Sri Lanka or any business entity registered/incorporated in Sri Lanka

**If the shareholder listed above is a company registered in Sri Lanka, please indicate the residential status of the ultimate shareholder.

(C) Please provide details if you have obtained any approval from Board of Investment Sri Lanka in respect of foreign shareholding of your company. (please attach copy of such approvals, if any)

.....

I/We, as registered Secretaries / Auditors / Chartered Accountants of			
hereby confirm that the details given above is true and correct.			
.....
Name	Signature	Date	Rubber Stamp

Details of the all bank account/s maintained by company as a Freight Forwarder/NVOCC Operator

Name of the Freight Forwarder/NVOCC Operator:

Registered Address:

Details of the all bank account/s maintained by our company as a Freight Forwarder/NVOCC Operator, on behalf of our principal/(s) are given below.

(Please use additional sheet/s if necessary)

##	Name of the Bank Account (as appeared in the Bank statements)	Type of Account	Bank	Branch	Account No.	Type of Currency (i.e. LKR, USD)	On behalf of: (Name of the principal & country)
1							
2							
3							
4							
5							

Please provide below the details of the bank account/s, your company credits "Agency Commission" which are transferred from the bank accounts maintained On behalf of the Principal/s

We here by confirm you that we have declared details of all bank account/s maintained by our company as a freight forwarder/NVOCC Operator, on behalf of the principal/s and also confirmed the accuracy of the details given above.

.....

Director/CEO

.....

Date

.....

Rubber Stamp

Specimen of Certificate of Conformity

DGMS
.....
.....

Dear Sir/Madam,

Certification from the Auditors/Chartered Accountants for the purpose of renewal the license to carry out business as a shipping agent / a freight forwarder and NVOCC operator

We, (*firm*), as the Auditors/Chartered Accountants of (*name of the company*) wish to certify that Is in full compliance / non-compliance / partially compliance with the relevant regulatory requirements*. Further, during our examinations the following deficiencies/non compliances were identified and have already brought the attention of the Board of Directors.

- 1.
- 2.
- 3.

(Auditor/Chartered Accountant)

*including minimum agency fees, receipts of all dues from the as due, shares held by persons resident outside Sri Lanka (direct and indirect),

FF

Only repatriable funds have been remitted within approved limit for foreign shareholders
All dues from foreign counter parts has been received within months
Approved limit of shares held by persons resident outside Sri Lanka

Checklist for submission of documents for Renewal of Freight Forwarder / NVOCC Operator License (Category A) -2021

Name of the Company:.....

Contact Details:

Name of the officer:..... Contact Number :.....

E- mail.....

	Document	Mark a (√) for documents being submitted (by Company)	For MSS Office use only
1	Dully filled Application		
2	Receipt of License Fee		
3	Written Statements for change of Director		
4	Bank Guarantee (Original)		
5	Insurance Liability Cover (Original)		
6	A letter to confirm availability of staff officer who has experience in the shipping field		
7	A letter to confirm availability of 2 officers who have completed professional training		
8	Details of Shareholders		
9	Details of Bank ACs		
10	Audited Accounts		
11	Certificate of Conformity		

Checklist for submission of documents for Renewal of Freight Forwarder / NVOCC Operator License (Category A) -2021

Name of the Company:.....

I hereby acknowledge the receipt of the below documents submitted to renew FF License for the year 2021.

	Document	Mark a (√) for documents being submitted	Remarks
1	Dully filled Application		
2	Receipt of License Fee		
3	Written Statements for change of Director		
4	Bank Guarantee (Original)		
5	Insurance Liability Cover (Original)		
6	A letter to confirm availability of staff officer who has experience in the shipping field		
7	A letter to confirm availability of 2 officers who have completed professional training		
8	Details of Shareholders		
9	Details of Bank ACs		
10	Audited Accounts		
11	Certificate of Conformity		

.....
Signature

Checklist for submission of documents for Renewal of Freight Forwarder License (Category B) -2021

Name of the Company:.....

Contact Details:

Name of the officer:.....Contact Number :

E mail.....

	Document	Mark a (√) for documents being submitted (by Company)	For MSS Office use only
1	Dully filled Application		
2	Receipt of License Fee		
3	Written Statements for change of Director		
4	Bank Guarantee (Original)		
5	Details of Shareholders		
6	Details of Bank ACs		
7	Audited Accounts		
8	Certificate of Conformity		

.....
Checklist for submission of documents for Renewal of Freight Forwarder License (Category B) -2021

Name of the Company:.....

I hereby acknowledge the receipt of the below documents submitted to renew FF License for the year 2021.

	Document	Mark a (√) for documents being submitted (by Company)	For MSS Office use only
1	Dully filled Application		
2	Receipt of License Fee		
3	Written Statements for change of Director		
4	Bank Guarantee (Original)		
5	Details of Shareholders		
6	Details of Bank ACs		
7	Audited Accounts		
8	Certificate of Conformity		

.....
 Signature

	<p><i>Merchant Shipping Secretariat</i> <i>Ministry of Ports & Shipping</i></p>	<p><i>MSS</i></p>
---	---	-------------------

MERCHANT SHIPPING SECRETARIAT

Ministry of Ports & Shipping

EVALUATION 2020- The Process of Renewal of Freight Forwarders/ NVOCC Licenses- Feedback Form

Please take a few moments to provide us with some important feedback about our process of Renewal of Licenses. This information will be used to improve the existing process.

<i>Aspects</i>		<i>Grade</i>	<i>Remarks</i>
01	<i>Current services offered (Working Procedure)</i>		
02	<i>Payment System</i>		
03	<i>Clarity and Provision of relevant Information</i>		
04	<i>Ability to meet your requirement (satisfied)</i>		
05	<i>Timeliness and reliability of services provided (Time consume)</i>		
06	<i>Regularity and means of communication with our division</i>		
07	<i>Environment & Staff</i>		

Grades A- Excellent B - Good C - Average D - Below Average

Comments or suggestions

.....

.....

.....

.....

.....

.....

.....

.....

Thank You for your feedback.

DOI:2017-09-13	Rev. No	00	Forms & Checklist		Prepared By : MR
Page 01 of 01	DOR:		DOC. NO.	LI/FO/FF/001	Reviewed and Approved By: DGMS
Issue No. 01			SEC. NO.	Annex- 13	LICENSING UNIT