# THE TELANGANA [REGULATION OF TRADE IN INDIAN MADE FOREIGN LIQUOR, FOREIGN LIQUOR] ACT, 1993.

## (ACT NO. 15 OF 1993.)

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### THE TELANGANA [REGULATION OF TRADE IN INDIAN MADE FOREIGN LIQUOR, FOREIGN LIQUOR] ACT, 1993.1

#### ACT NO. 15 OF 1993.

(1) This Act may be called the <sup>2</sup>Telangana <sup>3</sup>[Regulation Short title, extent of Trade in \*[Indian Made Foreign Liquor], Foreign Liquor] Act, 1993.

and commencement.

- (2) It extends to the whole of the State of Telangana.
- (3) It shall come into force on such date as the Government may, by notification, appoint and they may appoint different dates for different areas and for different provisions.
- 2. In this Act, unless the context otherwise requires,-

Definitions.

(1) "appointed date" means the date appointed under sub-section (3) of section 1.

<sup>1.</sup> The Andhra Pradesh (Regulation of Wholesale Trade and Distribution and Retail Trade in Indian Liquor, Foreign Liquor, Wine and Beer) Act, 1993 received the assent of the President on the 4<sup>th</sup> September, 1993. The said Act amended from time to time and in force in the combined State, as on 02.06.2014, has been adapted to the State of Telangana, under section 101 of the Andhra Pradesh Reorganisation Act, 2014 (Central Act 6 of 2014) vide. the Notification issued in G.O.Ms.No.7, Revenue (Excise-II) Department, dated 06.01.2016.

<sup>2.</sup> Substituted by G.O.Ms.No.7, Revenue (Excise-II) Department, dated 06.01.2016.

<sup>3.</sup> Substituted by Act No.24 of 2005.

<sup>\*</sup> Throughout the Act for the words "Indian Liquor" the words "Indian Made Foreign Liquor" substituted by Act No.17 of 2006.

Act XVII of 1968.

- (2) "Commissioner" means the Officer appointed under section 3 of the "Telangana Excise Act, 1968.
- <sup>4</sup>[(2-a) "TSBCL" means Telangana State Bevarages Corporation Limited.]
- (3) The words and expressions used but not defined in this Act shall have the meaning assigned to them in the \*Telangana Excise Act, 1968, and the rules made thereunder.

Act XVII of 1968.

Termination of licences to sell \*[Indian Made Foreign Liquor] etc., in wholesale.

Act XVII of 1968.

3. (1) Notwithstanding anything contained the \*Telangana Excise Act, 1968 and the rules made thereunder, the Indian Contract Act, 1872 or any judgment, decree or order of any Court, Tribunal or other authority or the terms and conditions of any agreement entered into with the licensing authority under the "Telangana Excise Act, 1968 and a licence prior to the appointed date or any other law for the time being in force, every import permit, export permit, transport permit and licence granted to sell \*[Indian Made Foreign Liquor], Foreign liquor, Wine and Beer in wholesale and remaining in force on the appointed date shall stand terminated with effect on and from the appointed date and thereupon the licensing authority shall be free from all obligations arising out of such permit and licence and accordingly no suit or other proceeding shall be entertained or continued in any Court against the licensing authority or any person or authority whatsoever for the enforcement of any terms and conditions of such permit or licence so terminated or for any damages or compensation on the

<sup>#</sup> The Andhra Pradesh Excise Act, 1968 has been adapted as the Telangana Excise Act, 1968 (Act XVII of 1968) under section 101 of the A.P.Reorganisation Act, 2014 (Central Act 6 of 2014) vide. G.O.Ms.No.162, Revenue (Excise-II) Department, dated 10.09.2015.

<sup>4.</sup> Inserted by G.O.Ms.No.7, Revenue (Excise-II) Department, dated 06.01.2016.

ground that any loss is sustained by the termination thereof before its expiry.

(2) Within a period of one month from the date of commencement of this Act the Government shall, takeover the entire stock of \*[Indian Made Foreign Liquor], Foreign liquor, Wine and Beer which on the date of such commencement is in the possession of any holder of a permit or licence which stood terminated under sub-section (1) on such terms and conditions as may be prescribed.

EXPLANATION:— For the purpose of this sub-section, the expression stock of \*[Indian Made Foreign Liquor], Foreign liquor, Wine and Beer which on the date of such commencement, is in the possession of any holder of a permit or licence which stood terminated under sub-section (1) shall include stock in movement on the date of commencement of this Act consequent on the orders placed by such holder with the appliers in pursuance of permits granted by the competent authority under the \*Telangana Excise Act, 1968 and the rules made thereunder.

Act XVII of 1968.

4. (1) Notwithstanding anything contained in the \*Telangana Excise Act, 1968 the right to carry on whole sale trade and distribution of \*[Indian Made Foreign Liquor], Foreign liquor, Wine and Beer shall on and from the appointed date solely vest in the Government and subject to such rules as may be made in this behalf the <sup>5</sup>[Telangana State Beverages Corporation Limited], a Corporation wholly owned and controlled by the Government shall have the exclusive privilege of importing, exporting and carrying on the wholesale trade and distribution of \*[Indian Made Foreign Liquor], Foreign liquor, Wine and Beer on behalf of

Taking over of wholesale trade in \*[Indian Made Foreign Liquor].

<sup>5.</sup> Substituted by G.O.Ms.No.7, Revenue (Excise-II) Department, dated 06.01.2016.

the Government, for the whole of the State of Telangana and no other person shall be entitled to any privilege of importing, exporting and supplying the same in wholesale or distributing the same for the whole or any part of the State.

**Explanation:**— For the removal of doubts it is hereby declared that the <sup>6</sup>[Telangana State Beverages Corporation Limited] shall, while carrying the wholesale trade and distribution of <sup>\*</sup>[Indian Made Foreign Liquor], Foreign liquor, Wine and Beer under this section shall be deemed to be an authority acting on behalf of the Government for purpose of section 68A of the Telangana Excise Act, 1968.

- (2) The <sup>6</sup>[Telangana State Beverages Corporation Limited] shall open its branches in the State in such place and subject to such conditions as the Commission may specify.
- (3) Until the date on which the <sup>6</sup>[Telangana State Beverages Corporation Limited] commences supplying, by whole sale, <sup>\*</sup>[Indian Made Foreign Liquor], Foreign liquor, Wine and Beer retail dealers or till the date of the expiry of a period of two months commencing on and from the appointed date whichever is earlier, the Government shall as an interim measure, effect supply, by whole sale, of <sup>\*</sup>[Indian Made Foreign Liquor], Foreign liquor, Wine and Beer to Bars, Clubs and Military Canteens and the retail dealers directly through the officers of the Government.

Levy of Trade margin, Privilege fee etc.

<sup>7</sup>[4-A. The Government shall from time to time, specify the Trade margin, Privilege Fee or any other levy, by whatever

<sup>6.</sup> Substituted by G.O.Ms.No.7, Revenue (Excise-II) Department, dated 06.01.2016.

<sup>7.</sup> Sections 4-A, 4-B & 4-C inserted with marginal headings by Act No.5 of 2012 w.e.f.21.07.1993.

name called, to be collected by the <sup>8</sup>Telangana State Beverages Corporation Limited from the holders of licences.

4-B. The amount realized under section 4A, being the income of the Government, shall be remitted by the <sup>8</sup>Telangana State Beverages Corporation Limited to the Government in the manner specified by the Government.

Remittance to the Government.

4-C. Notwithstanding anything contained in this Act, the \*Telangana Excise Act, 1968 and the rules made there under or any order issued by the Government or the Commissioner of Prohibition and Excise, all amounts paid by the Corporation from 21-07-1993 to the Commissioner of Prohibition and Excise or the Government as Privilege Fee or Special Privilege Fee or any other fee or cess, by whatever name called, in consideration of the privilege conferred on the Corporation, as per the provisions of sections 23(1), 23-A and 23-B of the \*Telangana Excise Act, 1968 shall be deemed to be and always deemed to have been the income of the Government and due payment for the relevant years in terms of section 4B.]

Privilege fee etc., under sections 23(1), 23-A and 23-B of the \*Telangana Excise Act to be the income of the Government.

5. Notwithstanding anything contained in the Telangana Act XVII of 1968 and the rules made thereunder, the Indian Contract Act, 1872 or any judgment, decree or order of any Court, Tribunal or other authority or the terms and conditions of any agreement entered into with the licensing authority under the "Telangana Excise Act, 1968 and the licence prior to the appointed date or any other law for the time being in force, every licence granted to sell \*[Indian Made Foreign Liquor], Foreign liquor, Wine and Beer in retail and remaining in force on the appointed date shall stand terminated with effect on and from the appointed date

Termination of licences to sell \*[Indian Made Foreign Liquor] in retail.
Central Act IX of 1872.

Act XVII of 1968.

<sup>8.</sup> Incorporated a new corporation in the name and style of Telangana State Beverages Corporation Limited (TSBCL) vide G.O.Ms.No.187, Revenue (Excise-II) Department, Dated 16.05.2014 r/w. G.O.Ms.No.246, Revenue (Excise-II) Department, Dated 29.05.2014.

and thereupon the licensing authority shall be free from all obligations arising out of such licence and accordingly no suit or other proceeding shall be entertained or continued in any court against the licensing authority or any person or authority whatsoever for the enforcement of any terms and conditions of such licence so terminated or for any damages or compensation on the ground that any loss is sustained by the termination thereof before its expiry:

Provided that the licensing authority shall refund any licence fee paid as earnest money or otherwise which is found to be in excess of the amount due to the Government in proportion to the duration of the licence enjoyed by the licence before its termination under this section.

Regulation of Sale in Shop, Bar and by in-house Licence.

<sup>9</sup>[6. On and from the appointed date, the sale by Shop, Bar or in-house in \*[Indian Made Foreign Liquor] and Foreign Liquor shall be regulated by rules made by the Government in that behalf and notwithstanding anything contained in section 5, it shall be competent for the Government to provide in such rules any transitional arrangements for carrying on the trade by Shop, Bar or in-house until such trade as regulated under such rules comes into being and also with regard to the stocks of \*[Indian Made Foreign Liquor] and Foreign Liquor remaining on the appointed date with Shop, Bar or In-house.]

Prohibition of private trade in \*[Indian Made Foreign Liquor] etc.

- 7. (1) No person shall import, export or otherwise carry on wholesale trade in \*[Indian Made Foreign Liquor], Foreign Liquor, Wine and Beer or carry on retail trade in \*[Indian Made Foreign Liquor], Foreign Liquor, Wine and Beer in contravention of the provisions of this Act.
- (2) Any person who contravenes the provisions of subsection (1) shall be punishable with imprisonment which

<sup>9.</sup> Substituted with marginal heading by Act No.24 of 2005.

shall not be less than two years but which may extend upto five years or with fine which shall not be less than ten thousand rupees but which may extend upto twenty five thousand rupees or with both.

8. (1) If the person committing an offence under this Act is a company, the company as well as every person incharge of and responsible to the company for the conduct of its business at the time of the commission of the offence shall be deemed to be guilty of the offence and shall be liable to be proceeded against and punished accordingly:

Offences by Companies.

Provided that nothing contained in this sub-section shall render any such person liable to any punishment, if he proves that the offence was committed without his knowledge or that he exercised all due deligence to prevent the commission of such offence.

(2) Notwithstanding anything contained in sub-section (1), where any offence under this Act has been committed by a company and it is proved that the offence has been committed with the consent or connivance of or that the commission of the offence is attributable to any neglect on the part of, any director, manager, secretary or other officer of the company, shall also be deemed to be guilty of that offence and shall be liable to be proceeded against and punished accordingly.

Explanation: — For the purposes of this section,—

- (a) 'Company' means any body corporate, and includes a firm or other association of individuals; and
- (b) 'Director' in relation to a firm, means a partner in the firm.

Abatement of applications.

Act XVII of 1968.

9. Notwithstanding anything contained in the \*Telangana Excise Act, 1968 or the rules made thereunder or in any judgment, decree or order of any court, tribunal or other authority every application made for the grant of renewal of any permit or licence of the nature referred to in sections 3 and 5 and pending before the Commissioner or before the State Government or any other authority on the appointed date and every action taken, or enquiry made, in respect of such application, shall abate and all fees paid in connection therewith (including the application fee and licence fee, if any) already paid shall be refunded.

Act not to apply to Canteen Stores Department.

<sup>10</sup>[10. Nothing contained in this Act shall apply to Military Canteen Stores Department dealing in \*[Indian Made Foreign Liquor.]

Overriding effect.

Act XVII of 1968.

11. The provisions of this Act shall have effect notwithstanding anything contained in the \*Telangana Excise Act 1968.

Power to make rules.

- 12. (1) The Government may, by notification make rules for carrying out all or any of the purposes of this Act.
- (2) Every rule made under this Act shall immediately after it is made, be laid before the Legislature of the State if it is in session and if it is not in session, in the session immediately following for a total period of fourteen days which may be comprised in one session or in two successive sessions, and if before the expiration of the session in which it is so laid or the session immediately following, the Legislature agrees in making any modification in the rule or in the annulment of the rule, the rule shall, from the date on which the modification or annulment is notified, have effect only in such modified form or shall stand annulled, as the case may be, so however that any such

<sup>10.</sup> Substituted with marginal heading by Act No.24 of 2005.

modification or annulment shall be without prejudice to the validity of anything previously done under that rule.

13. The Andhra Pradesh (Regulation of Wholesale Trade and Distributor and Retail Trade in Indian Liquor, Foreign Liquor, Wine and Beer) Ordinance, 1993 is hereby repealed.

Repeal of Ordinance 5 of 1993.

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