

F.No. 24-1/2016/LFP-I  
Ministry of Communications  
Department of Telecommunications  
Sanchar Bhavan, 20 Ashoka Road, New Delhi-110001  
(LF-Policy wing)

Dated: 14.09.2016

To  
All Pr.CsCA/CsCA

Subject: Clarifications regarding review/revision of FBG and securitization of LF/SUC dues.

Considering the different clauses of UAS/CMTS license and Unified License and keeping in view the fact that the migration/renewal of licenses under Unified license envisages the continuity of business, the following clarifications regarding review/revision of FBG and securitization of LF/SUC dues are issued:

i. The existing Financial Bank Guarantee (FBG) submitted under the UAS/CMTS/NLD/ILD/ISP-IT License for the purpose of securitization of License Fee (LF) dues may be re-assigned/re-validated under Unified License with relevant authorizations and the same may be clubbed with the already existing initial Financial Bank Guarantee submitted under Unified License with relevant authorizations. Hence, any further revision of the FBG against License Fee under Unified License is required to consider the FBGs submitted under UASL and Unified License as one and the same. This shall be adapted to the clause 21.2, 21.3, 21.4 and 21.5 of the Unified License agreement.

ii. The existing Financial Bank Guarantee (FBG) submitted under the UAS/CMTS License for the purpose of securitization of Spectrum Usage Charges (SUC) dues may be re-assigned/re-validated under Unified License and the same may be used for the securitization of SUC dues against auctioned spectrum. This shall be adapted to the clause 21.2, 21.3, 21.4 and 21.5 of the Unified License agreement.

iii. In case of UAS/CMTS licensee having the auctioned spectrum apart from the administrative assigned spectrum, the existing Financial Bank Guarantee (FBG) submitted under UAS/CMTS License for the purpose of securitization of Spectrum Usage Charges (SUC) dues may be used for securitization of SUC dues against auctioned spectrum also. This shall be adapted to the relevant clause of UAS/CMTS license.

iv. This issues with the approval of the competent authority.

  
(Manish Kumar Gupta)  
Director (LFP-I)  
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Copy to:

1. PS to Hon'ble MoS(IC), MoC Sanchar Bhavan
2. PS to Secretary (T), Sanchar Bhavan
3. PS to Member (F), Sanchar Bhavan
4. DDG (LFA)/DDG (WPF)/ DDG (Accounts)/ DDG (AS-I)/DDG (CS)/ DDG (DS)/ Wireless Advisor/ Sr.DDG (TERM), HQ
5. AUSPI/COAI/ACTO/ISPAI
6. All Directors of LFA/LFP/WPF wing
7. Director (IT) for uploading on the DoT website
8. Guard File.