

Copy of letter No. RT-11036/13/97-MVL dated 24th July 1998
from Ministry of Surface Transport, New Delhi to Transport
Commissioners/Secretaries of All State Governments and Union
Territories.

Sub:- Registration of vehicles designed to carry 6/12
passengers plus driver.

I am to say that it has been brought to the notice
of this Ministry by some vehicle manufacturers that the vehicles
with carrying capacity of six to twelve passengers and procured
by them for use by their officers in connection with their
official duty are being treated/registered as transport vehicles.
As a result of this categorization such vehicles require permit
and cannot be conveniently used by such executive while commuting
from one state to other. It has been represented that such
vehicles should be registered as non-transport vehicles since
these are not being used for hire or reward.

2. I am to further say that the matter has been examined
in detail. It is seen that any such vehicle falling under the
definition of private service vehicle as per Section 2(33) of
the Motor Vehicle Act can also be registered as non-transport
vehicle if there is a clear indication by the applicant company
that the vehicle will be used for private purposes only,
unconnected with any hire or reward.

3. It is once again clarified that all such vehicles if
registered in the name of any company should be categorized
as non-transport vehicles. As a matter of further caution
registering authorities may take an undertaking from the
applicant that such a vehicle shall be used only for private
purposes and not for any hire or reward. However the registering
authorities may use their discretion in case of applications
from any company having a tourist travel business.

Sd/-

(K.R. BHATI)

Joint Secretary to the Govt. of India.

Tel. No. 371 0140

Copy to:

The Executive Director,
Association of Indian Automobile Manufacturers,
5th Floor, Indian Habitat Centre
Lodi Road, New Delhi-110 003

Sd/-

(H.R. Kapoor)

Under Secretary to the Govt. of India.

Tel. No. 371 4324

Encl. No. C1-11447/TC/98 dtd: 20-8-98.

Copy forwarded to all DTCs, RTOs, Jt. RTOs, & M.V.I, Checkpost
for information and necessary action.

Copy to: Secretary, STA, Sr. DTC (Tax), ATC, L.O.

Sd/-

Sr. Dy. Transport Commissioner (Tax)
For Transport Commissioner.

Approved for issue

Senior Superintendent.