GOVERNMENT OF INDIA
MINISTRY OF RAILWAYS
RAILWAY BOARD

No. F(X)II-94/PD/1 New Delhi, dated 26-9-1994

The General Managers
All Indian Railways, and
Production Units.

Sub: Productivity Tests in respect of works costing Rs. 1 crore and above.

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Para 243 FI read with para 248 FI, as amended vide ACS No. 2FI lays down that works costing Rs.1 crore and above, and undertaken with the definite objective of increasing earnings or reducing expenditure or both, should invariably be subjected to Productivity Test to determine whether the financial return anticipated from a project at the estimated stage is actually realised in due course or not. This test was also required to be conducted for Elec. Projects vide Board's letter no. F(X)II-89/PD/1, dt. 15/5/89 (Copy enclosed). In addition instructions have also been issued in specific cases while sanctioning the estimate, to carry out the Productivity Test. Every Year during Works Programme, the need for productivity tests have been reiterated. Despite these instructions productivity tests/Review are not being conducted for any of the projects and the codal provisions as well as the administrative instructions have fallen in disuse.

It is desired that the prescribed productivity test may be carried in respect of all works due for such test. While these tests may be carried out and reports furnished to the Board in due course, it is desired that productivity tests in respect of the following Gauge Conversion projects may be taken up immediately on top priority basis and reports furnished to the

....2/-

Board immediately:-

i) Sitapur-Barhwal/NER

ii) Sawai Madhopur-Jaipur-Phulera-Jodhpur combined with Merta Road-Lalgarh. WR/NR

iii) Manmad-Aurangabad-Parbbhani/SCR

iv) Dindigul-Maniachi-Tuticorin-Tirunavelli/SR.

As the results have to be furnished to the Standing Committee, immediate compliance is indicated.

Please acknowledge receipt of this letter.

Hindi version will follow.

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(SHANKER BANERJEE)
DIRECTOR FINANCE(EXP.)

Copy to :

The FA&CAOs for information and necessary action.