

Company: Sol Infotech Pvt. Ltd.

Website: www.courtkutchehry.com

# SOLVENT-EXTRACTED OIL, DE-OILED MEAL AND EDIBLE FLOUR (CONTROL) ORDER, 1967

#### **CONTENTS**

- 1. Short title and commencement
- 2. Definitions
- 3. <u>Power to regulate production of solvent-extracted oil, de-oiled</u> <u>meal and edible flour</u>
- 4. Application for grant of licence
- 5. Period of validity of licence
- 6. <u>Application for renewal of licence</u>
- 7. Cancellation of licence, etc
- 8. Appeal
- 9. Power to regulate manufacture, sale, use, etc
- 10. Prohibition of manufacture, etc. of sub-standard solvent
- 11. Power to issue directions for packing, marking, etc
- 11A. Power to prescribe monthly returns
- 12. Powers of inspection, entry, search and sampling
- 13. Procedure for drawing samples, conducting analysis, etc
- 14. Compliance of orders
- 15. Delegation of powers
- 16. Forfeiture

**SCHEDULE 1:-** THE SCHEDULE

**SCHEDULE 2:-** THE SCHEDULE

**SCHEDULE 3:-** THE SCHEDULE

**SCHEDULE 4:-** Standards of quality for de-oiled meal

**SCHEDULE 5**:-Standards of quality for solvent-extracted edible

flours

**SCHEDULE 6:-** THE SCHEDULE

**SCHEDULE 7:-** THE SCHEDULE

# SOLVENT-EXTRACTED OIL, DE-OILED MEAL AND EDIBLE FLOUR (CONTROL) ORDER, 1967

G.S.R. 410, dated 17th March, 1967 1. -In exercise of the powers conferred by Sec. 3 of the Essential Commodities Act, 1955 (10 of 1955), the Central Government hereby makes the following Order,

#### namely:

#### 1. Short title and commencement :-

- (1) This Order may be called the Solvent-Extracted Oil, De-oiled Meal and Edible Flour (Control) Order, 1967.
- (2) It shall come into force at once.

#### 2. Definitions :-

In this Order, unless the context otherwise requires,-

- (a) "Controller" means the person appointed as the Vegetable Oils and Vegetable Oil Products Controller for India by the Central Government and includes any person authorised by the Controller to exercise all or any of the powers of the Controller under this Order;
- (b) "de-oiled meal" means the residual material left over when oil is extracted by a solvent from any oil bearing material;
- (c) "edible flour" means the edible ground material prepared from de-oiled meal which is derived from oilcakes or oilseeds or oil bearing materials as a result of solvent extraction of oil from such materials;
- (d) "factory" means any premises (including the precincts thereof) wherein, or in any part of which, one or more of the following is ordinarily manufactured, namely solvent extracted oil, de-oiled meal or edible flour;
- (e) "licensee" means a producer to whom a licence is granted under this Order;
- (f) "licensing officer" means an officer appointed by the Central Government to exercise the powers of the licensing officer under this Order;
- (g) "producer" means a person carrying on the business of manufacturing one or more of the following namely, solventextracted oil, de-oiled meal or edible flour, either in his own factory or in the factory of any other person, acting on his behalf;
- (h) "refining" means a process by which a solvent extracted oil is de-acidified-
- (i) with alkali, or

- (ii) with physical refining, or both, or
- (iii) by miscella refining using permitted foodgrade solvent, followed by bleaching with adsorbent earth or carbon or both of them and de-odorised with steam.
- (i) "registered user" means:
- (i) in relation to solvent-extracted oil, a person carrying on the business of
- (ii) in relation to edible flour, a person carrying on the business of using either edible groundnut flour or edible coconut flour, or both, in the manufacture of blended and processed food and is registered as such with the Controller under such terms and conditions as the Controller may specify in this regard and includes any agent or person acting on behalf of such registered user;
- (j) "sample" means a sample taken under this Order and includes a part thereof;
- (k) "Schedule" means a Schedule annexed to this Order,
- (I) "solvent-extracted oils" means vegetable oils in any form obtained by the use of solvent;
- (m) "vegetable oils" means oils produced from oilcakes of oilseeds or oil bearing materials of plant origin and containing glycerides;
- (n) "vegetable oil products" the term shall have the meaning as assigned to it in the Vegetable Oil Products (Control) Order, 1947 as amended from time lo time.]

## 3. Power to regulate production of solvent-extracted oil, de-oiled meal and edible flour:

- (1) No person shall carry on the business of a producer except under and in accordance with the terms and conditions of a valid licence granted to him under this Order, in the form set out in the First Schedule.
- $\mathbf{1}$ [(2) The licences issued under sub-clause (1) shall be of the following categories, namely:
- **2**[(i) Category "A"-in respect of a producer whose factory is, in addition to being equipped with a solvent extraction plant, also equipped for pre-cleaning oilseeds, and, except where oilseeds are

subjected to direct extraction, is further equipped, for pre-expelling oil therefrom prior to solvent extraction];

- **3**[(ii) Category "B"-in respect of producer whose factory is, in addition to being equipped with a solvent extraction plant, also equipped for refining;
- (iii) Category "C"-in respect of a producer whose factory is equipped with a solvent-extraction plant;]
- (iv) Category "D"-in respect of a producer falling in Category "C", who is also
- 4[(v) Category "E" in respect of producer-
- (a) whose factory though not equipped with a solvent-extraction plant, is still engaged in the business of manufacturing solvent-extracted oil or de-oiled meal in the factory of any other producer from out of the oilcake produced by him in his own oil mill or from oilseeds imported by him;
- (b) who is not equipped with his own oil mill, but if permitted by the Controller, with the prior concurrence of the Central Government, by order in writing and on being satisfied that there are sufficient grounds for so doing, to process oil-bearing material procured by him in the factory of any other producer;
- ${\bf 5}$ [(c) whose factory though equipped with a solvent-extraction plant, is permitted by the Controller, with the prior concurrence of the Central Government, by order in writing and on being satisfied that there are sufficient grounds for so doing, to process oil-bearing materials, procured by him, in the factory of any other producer]:
- **6**[any permission under sub-paragraph (b) or sub-paragraph (c)] except on the following conditions, namely :
- (a) that such processing is done with the prior concurrence of the Controller;
- (b) that no oil-bearing material other than that specified by the Controller would be so processed;
- (c) that the processing of the oil-bearing material specified by the Controller under Cl. (a), shall to the extent specified by the Controller be in the premises of such factory/factories as may be specified by the Controller; and

- (d) that the processing shall be completed within the period specified 'by the Controller <sup>7</sup>[unless permitted otherwise by the Controller;]
- **8** [(vi) Category "F"-in respect of a producer whose factory though not equipped with solvent-extraction plant is still engaged in the business of processing of oils restricted to vanaspati manufacture, industrial hard oils, fat splitting or fatly acid manufacture from oil bearing materials subjected to direct solvent extraction in the factory of any other producer and the oil so processed is not sold or otherwise transferred to any other person, but is used by him in his own premises for the manufacture of any other commodity.]
- 1. Ins. by G.S.R. 1939, dated the 30th December, 1967.
- 2. Subs. by G.S.R. 432 (E), dated the 9th October, 1972.
- 3. Subs. by G.S.R. 378 (E), dated the 9th April, 1987 (w.e.f. 9th April, 1987).
- 4. Ins by G.S.R. 653 (E), dated 30th November, 1979.
- 5. Ins. by G.S.R. 653 (E), dated 30th November, 1979.
- 6. Subs. by G.S.R. 327 (E), dated the 2nd April, 1979.
- 7. Added by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987)
- 8. Ins. by G.S.R. 177 (E), dated 18th March, 1978.

## 4. Application for grant of licence :-

- (1) Every person who intends to carry on the business of a producer may make an application, in duplicate, for the grant of a licence referred to in Cl. 3, to the licensing officer in the form set out in the Second Schedule;  ${}^{1}[***]$
- (2) In the case of application for grant of licence falling under more than one category it shall be sufficient if a single application is made for all such licences.
- <sup>2</sup>[(2-A) In the case of applications for the grant of licence falling under Category "D" <sup>3</sup>[or Category "F"] the number of producers in whose factories the applicant proposes to refine or manufacture solvent-extracted oil or de-oiled meal shall not exceed three <sup>4</sup>[unless permitted otherwise by the Controller].
- (3) The licensing officer may, by order, for reasons to be recorded in writing, refuse to grant a licence to an applicant and shall, as soon as possible after such refusal, furnish to him a copy of the order of refusal.

- (4) Where a producer proposes to operate or operates more than one factory, separate application for grant of licence shall be made in respect of each such factory.
- **5**[(5) Every application for the grant or renewal of a licence shall be accompanied by a fee of five hundred rupees;]

- **7**[(7) The amount specified under sub-clause (5) shall be payable by a crossed demand draft on any of the local banks at New Delhi/Delhi drawn in favour of the Pay and Accounts Officer, Ministry of Food and Civil Supplies (Department of Civil Supplies), New Delhi;]
- **8** [(8)] The fee paid for grant of a licence under this Order shall not be refundable unless the application for grant of the licence is rejected.
- 1. Omitted by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987).
- 2. Ins. by G.S.R. 1774, dated the 7th October, 1970.
- 3. Ins. by G.S.R. 177 (E), dated the 18th March, 1978, pp. 240, 241.
- 4. Added by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987).
- 5. Subs. by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987).
- 6. Omitted by G.S.R. 378 (E).
- 7. Subs. by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987).
- 8. Renumbered by G.S.R. 1939, dated 30th December, 1967.

## 5. Period of validity of licence :-

Every licence issued under this Order shall be valid for a period of thirty-six calendar months commencing from the month of issue, and may be renewed for a like period, on application therefor being made in accordance with the provisions of Cl. 6:  $^{1}$  [\* \* \*].

1. Omitted by G.S.R. 378 (E).

## 6. Application for renewal of licence :-

(1) Every application for renewal of a licence shall be accompanied by the licence which is sought to be renewed and shall be made not less than thirty days before the date of expiry of such licence

.

- (2) The provisions of Cl. 4 shall, so far as may be, apply in relation to an application for renewal of a licence as they apply in relation to an application for grant of a licence <sup>1</sup> [the licence issued earlier shall continue to be in force till a decision on the application for renewal is taken by the licensing officer.]
- 1. Ins. by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987).

# 7. Cancellation of licence, etc :-

1) The licensing officer may, without prejudice to any other action that may be taken against the licensee under the Essential Commodities Act, 1955 (10 of 1955), by order in writing, cancel a licence for the breach of any term of condition of the licence or for contravention of any provision of this Order or for failure of the licensee to comply with any order or direction made under this Order:

Provided that no such action to cancel the licence shall be taken unless the licensee has been given a reasonable opportunity of showing cause against the action proposed to be taken against him.

### **8.** Appeal :-

Any person aggrieved by an order made under Cl. 4, Cl. 6 or Cl. 7 may, within thirty days of receipt of a copy of the order by him, prefer an appeal to the Central Government and thereupon the Central Government may confirm, reverse or modify such order.

## 9. Power to regulate manufacture, sale, use, etc:

- (1) No person shall manufacture, stock for sale, sell or offer for sale, any solvent-extracted oil for the purposes of direct human consumption, unless-
- **1**[(i) the oil is manufactured by a producer holding a Category "B" or Category "D" or Category "E" licence under this Order or by a registered user engaged in the business of refining solvent-extracted oil];
- (ii) the oil bearing materials subjected to the extraction process and the solvent used in the. said process comply with the requirements of sub-clauses (7) and (8), respectively:
- (iii) the oil conforms to the standards or quality for the "refined" grade of the appropriate solvent-extracted oil specified in Part I of

the Third Schedule

- (2) No producer shall manufacture, stock for sale, sell or offer for sale, any solvent- extracted oil not conforming to the standards of quality for "refined" grade solvent- extracted oil specified in Part I of the Third Schedule, and no registered user shall refine, use, stock, buy or offer to buy, any such solvent-extracted oil, unless-
- (i) the producer holds a licence under this Order;
- (ii) the oil-bearing materials subjected to the extraction process and the solvent used in the said process comply with the requirements of sub-clauses (7) and (8), respectively;
- (iii) in the case of oil intended for refining for the purposes of direct human consumption or for use in the manufacture of vanaspati, such oil conforms to the standards of quality for "semi-refined" or "raw, grade I" grade of the appropriate solvent-extracted oil specified in Part II of the said Schedule  $^2$ [or it conforms to the appropriate standards of quality laid down under any statutory Act or Order.]

(3)

- (a) Every sale or movement of stocks of solvent-extracted oil referred to in sub- clause (2), by the producer thereof shall be a sale or movement of stocks directly to a registered user and not to any other person, and no such sale or movement shall be effected through any third party.
- (b) Every quantity of solvent-extracted oil purchased by a registered user shall be used by him in his own factory entirely for the purpose intended and shall not be re-sold or otherwise transferred to any other person :

<sup>3</sup>[Provided that nothing in this sub-clause shall apply to the sale or movement of the solvent-extracted oils specified below, namely :

- (i) karnjia oil;
- (ii) kusum oil;
- (iii) mahua oil;
- (iv) neem oil;
- (v) rice bran oil;

**4**[(vi) tamarind seed oil].

- (5) No person shall manufacture, stock for sale, or sell or offer for sale, de-oiled meal unless-
- (i) the producer holds a licence under this Order,
- (ii) the oil-bearing materials subjected to the extraction process and the solvent
- **1**[(iii) in the case of meal intended for use as livestock feed, such de-oiled meal conforms to the standards of quality for the appropriate de-oiled meal specified in the Fourth Schedule.]
- 7[(6) No producer shall manufacture, stock for sale, or offer for sale any edible flour and no registered user shall use, stock, buy or offer to buy edible groundnut flour and/or coconut flour unless (sic) 8[.

## **9** [(6A)

- (a) Every sale or movement of stocks of edible groundnut flour or edible coconut flour, or both, referred to in sub-clause (6) shall be sold or movement of stocks thereof be made directly to a registered user only and not to any other person and no such sale or movement shall be effected through any third party;
- (b) Every quantity of edible groundnut flour or edible coconut flour, or both purchased by a registered user shall be used by him in his own premises entirely for the purpose intended and shall not be resold or otherwise transferred to any other person:
- (6B) Nothing contained in sub-clauses (6) and (6-A) shall apply in relation to the sale to, or the purchase or use of any edible flour referred to in sub-clause (6) by a registered user for a period of forty-five days from the commencement of the Solvent-Extracted Oil, De-oiled Meal and Edible Flour (Control)Amendment Order, 1970.
- (7) The oil-bearing materials subjected to the extraction process for the manufacture of solvent-extracted oil and de-oiled meal shall be clean and sound, free from dirt and extraneous matter such as castor cake, castor husk, mahua cake, fibre, iron or other metallic pieces, rancidity or visual fungal or insect infestation.

- (8) The solvent used in the extraction process for the manufacture of solvent-extracted oil, de-oiled meal and edible flour shall conform to the standards of quality specified in the Sixth Schedule.
- 1. Subs. by G.S.R. 1939, dated the 30th December, 1967.
- 2. Ins. by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987).
- 3. Added by G.S.R. 1774, dated the 7th October, 1970.
- 4. Added by G.S.R. 432 (E), dated the 9th October, 1972.
- 5. Omitted by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987).
- 7. Subs. by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987).
- 8. Should be "unless permitted" Editor.
- 9. Subs. by G.S.R. 378 (E), dated 9th April, 1987 (w.e.f. 9th April, 1987).

## 10. Prohibition of manufacture, etc. of sub-standard solvent :-

- (1) No person shall manufacture, stock for sale, sell or offer for sale, any solvent for use in the extraction of vegetable oils, and no producer shall buy, offer to buy, use or stock for use, any solvent unless it complies with the requirements of sub-clause (8) of Cl. 9.
- (2) Every container in which the solvent is packed shall, at the time of sale by the manufacturer or dealer thereof, bear the Indian Standards Institution Certification Mark: Provided that where any quantity of solvent is transported in bulk in rail tank-wagons or road tankers, it shall be sufficient if it is accompanied by a certificate conforming compliance with the provisions of the Standards Institution (Certification Marks) Act, 1952, and the rules and regulations made thereunder.

### 11. Power to issue directions for packing, marking, etc :-

- (1) Every container in which solvent-extracted oil or de-oiled meal or edible flour is packed for sale shall, at the lime of sale by the producer, bear the following particulars in English or Hindi (Devnagari script):
- (a) the name, trade name, if any, or description of the solventextracted oil or de-oiled meal or edible flour, as the case may be;
- (b) in the case of oil not conforming to the standards of quality for "refined" grade solvent-extracted oils specified in Part I of the Third Schedule, a declaration in

- (i) "not for direct edible consumption", in the case of oils complying with the requirements for the "semi-refined" or "raw, grade I" grades of oil specified in Part II of the said Schedule;
- (ii) "for industrial non-edible uses only", in the case of oils not complying with the requirements under item (i);
- (c) the name and business particulars of the producer;
- $\mathbf{1}$  [(d) the category and number of the licence held by the producer, or the registration number of the registered user, as the case may be :
- (e) the net weight of the contents in the container;
- (f) the batch number, month and year of manufacture:
- (2) Every particular or declaration required under sub-clause (1) shall be either printed on the label affixed to the container or lithographed or stencilled thereon with indelible ink and, unless otherwise provided in this Order, shall be in a type-size of not less than 3 mm.
- 1. Subs. by G.S.R. 1939, dated the 30th December, 1967.

#### 11A. Power to prescribe monthly returns :-

Every producer shall furnish to the Controller monthly returns in the forms set out in the Seventh Schedule showing-

- (a) the stocks held, and the quantities and varieties of solvent-extracted oil, de-oiled meal or edible flour or all of them, as the case may be, manufactured or despatched by him during each calendar month;
- (b) the stocks held, and the quantities and varieties of oil-bearing materials and of solvent used during the month, and the source from which the solvent was obtained;
- (c) the names and addresses of the registered users to whom each variety of solvent-extracted oil, that is "semi-refined" "raw, grade I", "raw, grade 2", was despatched during the month, and the quantities so despatched;
- (d) the names and addresses of the persons to whom  $^{1}$  [edible groundnut flour was despatched during the month, and the quantities so despatched.]
- 1. Subs. by G.S.R 432 (E), dated the 9th October, 1972.

#### 12. Powers of inspection, entry, search and sampling :-

The Controller may,-

- (a) direct any producer or registered user to maintain such records as he may
- (b) inspect any books or documents or any .stocks of solvent, oil-bearing material, solvent-extracted oil, de-oiled meal or edible flour held by belonging to or under the control of a producer or registered user;
- (c) enter and search any factory or the premises of a producer or registered user;
- (d) draw samples of any solvent, oil-bearing material, solvent-extracted oil, de-oiled meal or edible flour from stocks thereof held by, belonging to, or under the control of, a producer or registered user, for purposes of examination;
- (e) inspect stocks of any solvent manufactured for use in the extraction of the vegetable oils, held by, belonging to, or under the control of, the manufacturer of such solvents and to draw samples therefrom for purposes of examination;
- (f) if he has reason to believe that in respect of any place, premises, vehicle or vessel, any of the provisions of this Order has been, is being, or is attempted to be contravened,-
- (i) enter, inspect, break open and search such place, premises, vehicle or vessel;
- (ii) draw samples from stocks of any oil or flour manufactured or stored therein or exposed for sale, for purposes of examination, and seize such stocks; and
- (iii) require the owner, occupier or any other person in charge of such place, premises, vehicle or vessel to produce any books, accounts or other documents as he may specify or to furnish such information as he may require.]

## 13. Procedure for drawing samples, conducting analysis, etc:

(1) Subject to the provisions of  ${}^{1}$ [sub-clauses (d), (e) and (f) of Cl. 12] the Controller, when drawing the sample, shall follow the procedure as hereunder- .

- (a) he shall give notice in writing to the producer or the registered user, or the manufacturer of the solvent, [or the owner, occupier or any other person in charge of such place, premises, vehicle or vessel as described in sub-clause (f) of Cl. 12] as the case may be, of his intention to draw the sample for purposes of analysis;
- (b) he shall draw the sample in the presence of the producer or the registered user or the manufacturer of the solvent,  $^{2}$ [or the owner, occupier or any other person in charge of such place, premises vehicle or vessel as described in Sub-
- (c) he shall separate the sample then and there into three parts, put each part in a separate container and mark and seal each container;
- (d) he shall-
- (i) deliver one of the parts to the producer or registered user or manufacturer of the solvent <sup>3</sup> [or the owner, occupier or any other person in charge of such place, premises, vehicle or vessel as described in sub-clause (f) of Cl. 12] as the case may be, or to his duly authorized representative in whose. presence the sample has been drawn;
- (ii) send another part for analysis to a laboratory authorized by the Collector to analyse the sample; and
- (iii) retain the third part for production before the Court in case any legal proceedings are taken, for further analysis at a second laboratory authorised for the purpose by the Controller.
- (2) The laboratory shall make a report to the Controller of the results of analysis of the sample sent to it for analysis.
- (3) Where any person prosecuted for contravention of any provision of this Order, desires that the third part of the sample produced in Court should be sent for further analysis, he may apply to the Court for sending it for such analysis, to second laboratory authorized by the Controller for the purpose; and the certificate issued by the second laboratory on such analysis, shall then supersede the report given by the first laboratory mentioned in sub-paragraph (ii) of para. (d) of sub-clause (1) and shall be final and conclusive evidence of the facts stated therein.
- (4) The cost of the analysis made by the second laboratory referred to in sub-clause (3) shall be paid by the person at whose instance

the analysis is called for, as directed by the Court.

- 1. Subs. by G.S.R. 1774, dated 7th October, 1970.
- 2. Ins. by G.S.R. 1774 (E).
- 3. Ins. by G:S.R. 1774, dated 7th October. 1870.

### 14. Compliance of orders :-

Every producer or registered user or manufacturer of a solvent, to whom any order or direction is issued under this Order, shall comply with such order or direction,

### 15. Delegation of powers :-

The Central Government may, by notification in the Official Gazette, direct that all or any of the powers conferred on the Controller by this Order shall, subject to such restrictions, exceptions and conditions, if any, as may be specified in the direction, be exercisable also by-

- (a) any officer or authority of the Central Government;
- (b) a State Government or any officer or authority of a State Government.

#### 16. Forfeiture :-

Any Court trying a contravention of this Order may, without prejudice to any other sentence which it may pass, direct that any stock of oil-bearing material, solvent, solvent extracted oil, de-oiled meal or edible flour, as the case may be, in respect of which the Court is satisfied that this order has been contravened, shall be forfeited to the Government.

## SCHEDULE 1 THE SCHEDULE

#### business of refining solvent-extracted oil, namely.]

\\\\Or not equipped with a solvent extraction plant but is equipped with an oil mill and who is also engaged in the business of manufacturing solvent-extracted oil and de-oiled meal from the oilcake produced by him, in the factory/factories of the undermentioned producer (s) of the categories specified against each :

[Or not equipped with a solvent extraction plant, is still engaged in the business of processing of oils, restricted to vanaspati manufacture, industrial hard oils, fat splitting or fatty acid extraction manufacture from oil bearing materials subject to direct solvent extraction in the factory of any other producer and the oil so processed is not sold or otherwise transferred to any other person, but is used by him in his own premises for the manufacture of any other commodity.

[Or who is equipped with his own oil mill, but is permitted by the Controller, with the prior concurrence of the Central Government, by order in writing and on being satisfied that there are sufficient grounds for so doing to process, oil-bearing material procured by him in the factory/factories of the undermentioned producer (s) of the categories specified against each:

[Or whose factory though equipped with a solvent-extraction plant, is permitted by the Controller, with the prior concurrence of the Central Government, by order in writing, and on being satisfied that there are sufficient grounds for so doing, to process oil-bearing material, procured by him, in the factory/factories of the undermentioned producer/producers of the categories specified against each:

who commenced production of solvent-extracted oil prior to/during the period of twelve calendar months immediately preceding the date of application and whose production of solvent-extracted oil during the period of twelve calendar months immediately preceding the date of application has been stated therein to be.....tonnes \ \ \ \Or whose capacity for production of solvent-extracted oil during and twelve calendar months has been assessed as.....tonnes along with the requisite fee of Rs. 250/500, and the same having been found in order, I, Shri....., (name and designation) being an officer duly authorized under the said Order to issue a licence thereunder, hereby issue this licence in category......to the said...... in accordance with the provisions of Cl. 3 (1) of the said Order, authorizing him to carry on the business of manufacturing solvent-extracted oil/de-oiled subject to the correctness of the facts stated by the applicant in his application, and to the provisions of the Solvent-Extracted Oil, De-oiled Meal and Edible Flour (Control) Order, 1967, all of which shall, along with any order or direction made thereunder, be complied with by the licensee. (b) It will be valid for the period commencing from the date of its issue and ending with.....; and an application for its renewal, which should be accompanied by this licence in original, should be made at least thirty days before the date of its expiry. 3. This licence is also subject to the following further conditions namely: (1) The manufacture and despatch of different grades of solvent-extracted oil, de- oiled meal or edible flour, as the case may be, shall be effected strictly in accordance with the provisions of Cls. 9 and 11 of the Solvent-Extracted Oil, De-oiled Meal and Edible Flour (Control) Order, 1967. (2) In particular, the licensee shall ensure that- (a) barring "refined" grade oil, that is to say, oil which has been neutralized, bleached and deodorized, and conforms to the standards of quality laid down in Part I of the Third Schedule, no solvent-extracted oil is despatched from this factory except

to registered users (an up-to-date list of whom may be obtained from the Controller on request); and the sale and movement of stocks of the oil is effected directly to the registered user, and not through any third party; [(b) Only "semi-refined" and "raw, grade I" oil conforming to the standards of quality laid down in Part II of the said Schedule are supplied to registered users engaged in the business of refining such oil for purposes of direct human consumption or manufacturing vanaspati, unless permitted otherwise by the Controller; [(c) no edible groundnut flour or edible coconut flour, or both, is despatched from his factory except to registered users thereof, an upto-date list of whom may be obtained from the Controller on request, and the sale and movement of stocks of the edible groundnut or edible coconut flour, or both, is effected directly to the registered user and not through any third party.] [(3) Monthly returns, as may be prescribed by the Controller in the form S.E.O. (1) to (6), set out in the Seventh Schedule and specified in column (1) of the Table given below, shall be submitted by producers of the categories specified against each in column (2) thereof, to the Controller by the seventh day of the following calendar month.] [TABLE

(4) Full particulars in regard to any material addition or alteration made, since the date of submission of the application for licence, in respect of- (a) the plant capacity, specifications of the equipment of flow-chart relating to (i) the solvent extraction plant, (ii) equipment for pre-cleaning oilseeds and preexpelling oil therefrom (if any) and (iii) the refining plant (if any); and (b) the facilities for testing the oil, de-oiled meal or edible flour or all of them, as the case may be, shall be intimated to the licensing officer within seven days of the carrying out of such addition or alteration. [For Categories "D" and "E" licensees only.-(1) The refining of the solvent extracted oil produced by the licensees/the manufacture of solvent extracted oil and de-oiled meal from the oilcake produced by the licensee in his oil mill, may be carried out only in the factory/factories of the producers, specified in para. I, and not in any other factory. (2) Notwithstanding the place of refining/manufacture referred to in (1) above, it will be the responsibility of the licensee to ensure that- [(i) No solvent-extracted oil is offered by him for sale for the purpose of direct human consumption unless it has been refined and conforms to the standards of quality specified in the Part 1 of the Third Schedule; (ii) no solvent-extracted oil is offered by him for sale for purpose of refining for direct human consumption, or for manufacture of vanaspati unless it conforms to the standards of quality specified in Part II of the Third Schedule; and (iii) no deoiled meal is offered by him for sale for use as livestock feed unless it conforms to the standards of quality specified in the Fourth Schedule.] For Category "A" Licensees only [(1) The licensee shall equip his factory with facilities for pre-cleaning oilseeds, and except where oilseeds are subjected to direct extraction also for pre-expelling the oil therefrom by single pressing immediately prior to subjecting the oilcake so obtained, to the solvent extraction process]. (2) It will be the responsibility of the licensee to ensure that no edible flour is offered by him for sale for human consumption unless it has been prepared from good quality edible oilseeds which have been precleaned and are free from infected or otherwise damaged materials and extraneous matter, and that the same conforms to the standards of quality specified in the Fifth Schedule. For Category "B" Licensees only [(1) The licensee shall equip his factory with facilities for refining. It shall be the responsibility of the licensee to ensure the maintenance thereof in his working condition and optimum efficiency to the satisfaction of the Licensing Officer. (2) It shall be the responsibility of the licensee to ensure that no oil is offered by him for sale for purposes of direct human consumption unless it conforms to the standards of quality specified in Part I of the Third Schedule.] (Seal) Signature of Licensing Officer. [For Category "F" Licensees only- (1) The

manufacture of solvent extracted oil and de-oiled meal from the oil bearing materials subjected to direct solvent extraction may be carried out only in the factory/factories of the producers specified in para. 1, and not in any other factory. (2) Notwithstanding the place of manufacture referred to in (1) above, it will be the responsibility of the licensee to ensure that,- (i) solvent extracted oil is not sold or otherwise transferred to any other person, but is used by him in his own premises for the manufacture of any other commodity; (ii) no de-oiled meal is offered by him for sale or for use as livestock feed unless it conforms to the standards of quality specified in the Fourth Schedule.] [ In the case of persons holding Category "E" Licence issued under sub-paragraph (b) or (c) of para. (v) of sub-clause (2) of Cl. 3 only]- (1) The manufactured of solvent-extracted oil and de-oiled meal from the oil bearing material procured by him may be carried out only in the factory/factories of the producers specified in para. 1, and not in any other factory. (2) Notwithstanding the place of manufacture referred to in (1) above, it will be the responsibility of the licensee to ensure that: (a) such processing is done with the prior concurrence of the Controller; (b) no oil-bearing material other than that specified by the Controller would be so processed; (c) the processing of the oil-bearing material specified by the Controller shall, to the extent specified by Controller, be in the premises of such factory/factories as may be specified by the Controller; and (d) the processing shall be completed within the period specified by the Controller. [(3) The licensee would further ensure that : (i) no solvent extracted oil is offered by him for sale for purposes of direct human consumption unless it has been refined and conforms to the standards of quality specified in Part I of the Third Schedule 1 (ii) no solvent-extracted oil is offered by him for sale for purpose of refining for direct human consumption, or for manufacture of vanaspali unless it conforms to the standards of quality specified in Part II of the Third Schedule; and (iii) no de-oiled meal is offered by him for sale for use as livestock feed unless it conforms to the standards of quality specified in the Fourth Schedule.]

## SCHEDULE 2 THE SCHEDULE

(See Cls. 4 and 6) Application for grant or renewal of licence under the Solvent-Extracted Oil. De-oiled Meal and Edible Flour (Control) Order, 1967, for the period 1. Name, designation and address of the applicant ["producer" as defined in Cl. 2 (g)}. Name: Designation: Address: [2. Name and address of the factory (or oil mill in the case of applicants for licence under Category "E": Name: Postal address: Telegraphic address: Telephone No.: 3. Fixed assets of the factory (or oil mill in the case of applicants for licence under Category "E"), i.e., investment in land, building and machinery: Land: Building: Machinery: 4. (i) Whether the applicant holds an industrial licence for the manufacture of- (a) vegetable oils other than cotton-seed oil and solvent-extracted oil, (b) cotton-seed oil, (c) solventextracted oil, [(d) vanaspali. Industrial hard oils, fat splitting or fatty acid;] or is registered with the D.G.T.D. for (a), (b) and (c). (ii) If so, the number and date of the licence or registration and the capacity for which licensed or registered, as the case may be, in terms of oilseed and/or rice-bran per day of 24 hours, separately for (a), (b) [(c) and (d)] under sub-item (i). (iii) If not, whether an application for licence/registration has been made, and capacity stated therein, separately for (a), (b) [(c) and (d)] under sub-item (i). 4-A. (i) Whether the factory is equipped with- (a) an oil mill, (b) a solvent extraction plant, (c) equipment for refining solvent-extracted oil; (ii) If so, the date(s) on which the installation of each was completed; (iii) if

not, the date(s) on which the installation of each is expected to be completed; [4-B. In the case of new producers, the date on which the applicant proposes to commence production.] 5. Category of licence applied for.] 6. (i) Whether the application is for issue of the licence for the first time; or (ii) for renewal of an existing valid licence. If so, number and date. 7. Types of solvent-extracted oil-extracted oil, de-oiled meal or edible flour which the applicant wishes to manufacture for sale [or for captive use] and the types of oil-bearing material proposed to be employed therein. (State "Yes" or "No" against each item under each column)

- [(a) In the case of applicants for licence under Category "D", particulars of the producers of Category "B", or of registered users, as the case may be, in whose factories the applicant proposes to refine the solvent-extracted oil produced by him:
- (b) In the case of applicants for licence under Category "E" [or Category "F"] particulars of the producers in whose factories the applicant proposes to manufacture solvent-extracted oil and de-oiled meal from the oilcake produced by him:
- 8. Production of each type of solvent-extracted oil, de-oiled meal and edible flour during the period of twelve calendar months immediately preceding the date of application. Period: From to
- [(a) In the case of applicants for licence under category particulars of the producers of Category "B" or of registered users as the case may be, in whose factories the above-mentioned quantity of refined solvent-extracted oil is manufactured by the applicant.]
- (b) In the case of applicants for licence under Category "E", particulars of the producers in whose factories the above-mentioned quantities of solventextracted oil and de-oiled meal were manufactured by him:
- [9. Production of oil mill during the twelve-month period referred to in item 8 (in tonnes):
- 10. Nature of equipment installed: (strike out entry not applicable) [(1) Solvent-extraction plant/Miscella Refining Plant- (i) Continuous/Semicontinuous/Batch;] [(i-a) Annual capacity in metric tonnes;] (ii) Maker's name (iii) Distinguishing features, if any. [(iv) Any other equipment (Furnish details including operating conditions of (i), (ii), (iii) and (iv)]. (2) Pre-cleaning/Pre-expelling equipment. Equipment for pre-cleaning of oilseeds: Yes/No Normal operating conditions of oil-mill (for single-pressing of oil) Temperature: Percentage of residual oil in the oilcake: Pressure: (3) Processing equipment- (a) for oil- (i) Neutralization: Yes/No (ii) Bleaching: Yes/No (iii) Deodorization: Yes/No Normal operating conditions of (iii): Temperature: Pressure: (b) for meal- Desolventisation: Yes/No Normal operating conditions: Temperature: Pressure: or grant or for renewal. (4) Testing equipment: State whether equipped with an analytical laboratory to carry out the tests specified in the [Indian Standard Specifications indicated in the Third, Fourth and Sixth Schedules and the standards indicated in the Fifth Schedule [(Full particulars should be furnished with every application). I/We hereby certify that the above statements are true and correct to the best of my/our knowledge and belief. I/We hereby undertake to comply with all the provisions of the Solvent-Extracted Oil, De-oiled Meal and Edible Flour (Control) Order, 1967 as well as with any order or direction made under the said Order. I/We have paid the required licence fee of

PART 1 [See Cl. 9 (1) (iii)] Standards of quality for "refined" grade of solvent-extracted oils [The "refined" grade Of solvent extracted oil shall be obtained from one of the undermentioned solvent-extracted oils.] (i) Coconut oil. (ii) Cottonseed oil. (iii) Groundnut oil. (iv) Nigerseed oil. (v) Rice-bran oil. (vi) Safflower oil. (vii) Sesame oil. (viti) Soyabean oil. (ix) Sunflower oil. [(x) Mustard oil.] [(xi) Any other solvent-extracted oil that may be notified as an edible oil by the Central Government from time to time.] 2. The oil shall be clear and free from rancidity, adulterants, sediment, suspended and other foreign matter, separated water and added colouring and flavouring substances. 3. The oil shall comply with the requirements specified against each in Table I hereto annexed. PART 2 [See Cl. (2) (iii)] Standards of quality for "semi-refined" and "raw, grade 1" grades of solvent-extracted oils [1. The semi-refined grade of solvent extracted oil shall be obtained from one of the undermentioned solvent extracted oils]- (i) Coconut oil. (ii) Cottonseed oil. (iii) Groundnut oil. (iv) Nigerseed oil. (v) Safflower oil. (vi) Sesame oil. [(vii) Mustard oil.] [(viii) any other solvent-extracted oil that may be notified by the Central Government from time to time.] 2. The "raw, grade 1" grade of solventextracted oil shall be one of the undermentioned solvent-extracted oils which has not been subjected to any refining process: (i) Coconut oil. (ii) Cottonseed oil. (iii) Groundnut oil. (iv) Nigerseed oil. (v) Rice-bran oil. (vi) Safflower oil. (vii) Sesame oil. (viii) Soyabean oil. (ix) Sunflower oil. [(x) Mustard oil.] [(xi) any other solvent-extracted oil that may be notified by the Government from time to time.] 3. In either case, the oil shall be clear, free from rancidity, adulterants, sediment, suspended and other foreign matter, separated water and added colouring and flavouring substance. 4. The "semi-refined" grade of oil shall comply with the requirements specified against each in Table II hereto annexed. 5. The "raw, grade I" grade of oil shall comply with the requirements specified against each in Table III here

#### **SCHEDULE 4**

Standards of quality for de-oiled meal

1. The de-oiled meal shall be obtained by extraction of oil by means of solvent from- . : (a) one of the undermentioned oilseeds, or the oilcakes obtained by mechanical expression oil from the [said oilseeds], namely- (i) Coconut oil. (ii) Cottonseed oil. (iii) Groundnut oil. (iv) Linseed. [(v) Nigerseed. (vi) Safflower.] [(vii) any other oil bearing material or oilcake that may be notified by the Government from time to time;] (b) rice-bran, that is to say, the pericarp or bran layer of rice obtained by the process of milling of rice. 2. The de-oiled meal shall be subjected to heat and steam treatment under controlled and regulated conditions so as to prevent denaturation of the protein and remove traces of solvent. 3. It shall be free from harmful constituent, castor cake or husk and mahua cake. It shall also be free from rancidity, adulterants, insect or fungus infestation and from musty odour. 4. It shall comply with the requirements specified against each in the Table annexed hereto:

#### SCHEDULE 5

Standards of quality for solvent-extracted edible flours

1. Solvent extracted edible flour shall be obtained by extraction of oil by means of a solvent from [oilcake or oil bearing material] immediately following the single pressing of one of the undermentioned [oilseeds or oil

bearing materials] of good quality which have been pre-cleaned and are free from infected or otherwise damaged materials, dirt, insect residues or other harmful or objectionable material, or by direct extraction of such oilseeds-(i) Cottonseed; (ii) Groundnut; [(iii) Sesame; (iv) Soyabean; [(v) Fresh coconut kernels/copra.] In the case of Soyabeans, the expelling operation shall be so conducted as to achieve the maximum protein quality and freedom from trypsin inhibitor; in case of direct extraction, the extracted flakes shall be roasted at suitable temperatures to destroy the trypsin inhibitiors. [In the case of coconut kernels/copra, the edible flour shall be made either from fresh coconut kernels or dry coconut copra of good quality free from mould, etc., either by the dry process or by the wet process.] 2. The edible flour shall have been subjected to such heat and steam treatment under controlled and regulated conditions as may be necessary to ensure removal of solvent without affecting the quality of the protein, and ground into a flour of uniform composition and of the desired degree of fineness. 3. It shall be free from insects, rodent half and excreta, fungal infection, objectionable odour and rancid taste. It shall also be free from toxin oilcakes such as castor and mahua cake. It shall contain added flavouring or colouring agents. 4. It shall comply with the requirements specified in the Table annexed:

## SCHEDULE 6 THE SCHEDULE

[See Cl. 9 (8)] Standards of quality for solvent employed in the solvent-extraction of vegetable oils 1. Only solvent hexane of food-grade shall be used for the extraction process. 2. The solvent shall be a petroleum distillate or petroleum product and shall be clear and free from sediment, suspended matter and moisture. 3. It shall comply with the requirements specified in the Table hereto annexed:

SCHEDULE 7
THE SCHEDULE