

SRI LANKA TOURISM DEVELOPMENT AUTHORITY

MINIMUM REQUIREMENTS FOR THE REGISTRATION OF A BUSINESS OF A TRAVEL AGENT

A. GENERAL TRAVEL AGENT

- 1. The agency should satisfy the definition of a travel Agent as indicated in the order under section 48(1) of the Ceylon tourist board Act No: 10 of 1966.
- 2. An Agency, which is a sole proprietorship or a partnership, should produce a certificate of registration from the Registrar of Business Name. (This requirement will not apply to any Agency carrying on business under the name of the Proprietor) An Agency that is a Limited Liability company should Produces a certificate of Incorporation from the Registrar of companies.
- 3. An agency which has not completed one year in travel business on the date of publication of the travel agents code in the gazette or which intends to commence business should:
 - a. In the case of limited Liability Company have a paid up capital of not less than Rs. 1 million on the date of application for registration.
 - b. In the case of sole proprietorship or partnership have a capital contribution of not less than Rs.1.2 million on the date of application for registration.

- 4. The sole business of a sole proprietorship , Limited Liability company or other body seeking registration should be that of a travel Agent and majority shares in the capital contribution or paid -Up capital should be held by citizens of SriLanka Provided that where a travel Agency has been engaged continuously in travel business during a period of not less than 10 years immediately preceding the date of publication of the travel Agents code in the Gazette, the competent Authority may waive this requirement for a period to be determined by him with the approval of the Sri Lanka Tourism Development Authority.
- 5. The Agency should maintain a current account in a Bank in Sri Lanka in its own Name.
- 6. The Agency should furnish a Guarantee from a Bank in Sri Lanka for an amount of not less than 10% of the Paid -up capital or the capital contribution of the firm to ensure fulfillment of obligation
- 7. The Agency should have an adequately furnished and an equipped office with telephone in its own name installed therein for transaction of its business.
- 8. The Agency should employ minimum three professionally Qualified or experienced staff in matter regarding transport, accommodation, currency, outcome regulation, reservation of Air Line ticketing and general information about Travel and Tourism related services. However, greater emphasis may be given to effective communication skills and knowledge of foreign language other than English.
- 9. The minimum office space should be of 250sq.ft. Besides the office may be located in the neat and clean surroundings and equipped with telephone, fax and computer reservation system etc. There should be sufficient space for reception and easy access to toilets.
- Tour operator should employ only Guides who trained and licensed by the Sri Lanka Tourism Development Authority.
- 11. The tour operator shall contract/use approved specialized agencies in the field of Adventure Options and related services for the tourists.
- 12. The Agency or any person employed or proposed to be employed in the business should during the period of five years immediately preceding the date of application for registration not have been convicted of an offence under the monetary law act, the Exchange Control Act, the foreign Exchange Entitlement certificate Act No;28 of 1968, the customs ordinance , the control of imports and export act, or an offence Involving moral turpitude or use of the premises of the business of the Agency for an illegal purpose.

Provided that in a n appropriate case, the Competent Authority may in his absolute discretion wave compliance with any of the requirements above enumerated under heads (A) and (B)

Following documents should be forwarded with the application.

- A Guarantee from a Bank in Sri Lanka, for an amount of not less than 10 % to the paid -up capital or the capital contribution or the firm to endure fulfillment of obligations. Bank Guarantee for Limited liability Companies should be Rs.100,000/= and Bank Guarantee for sole proprietorship or partnership should be Rs.120, 000 (This guarantee should be issued in the name of the Sri Lanka Tourism Development Authority as per the specimen)
- B A certified statement of paid up capital from recognized Auditors in the case of a company (Chartered Accountant certification)
- C A certified statement of the capital contribution (equity) by a recognized Auditor (chartered accountant certification) in the case of a sole proprietorship or partnership.
- D A declaration of non- Conviction as per specimen. (Should be certified by a lawyer)
- E List of Activities of the Company as per the Specimen in the company letterhead.
- F List of staff with Name, designation, experience and copies of ID cards or passports in the company Letterhead signed by a Director of the company.
- G Deed or lease agreement of the premises.(one year lease agreement can be excepted by lawyer's Certification lease agreement more than one year and all deeds must register in the land registry before Submitted.
- H Form No. 1 issued by registrar of Companies and Form No. 13 (if the Location of the company is changed after the registration)
- I Copy of Articles of association certified by the company secretary. (Objectives at the company should Clearly mention in the articles)
- J Brochures and a Schedule itineraries or Confidential Tariff.
- K Form 06 for the limited liability company certified by the company secretary.

L Photographs of the following areas in the office should be annexed with the application

*Name Board

*Reception

* Office area (operation) with staff

*Pantry

*Toilets

M The total payment for entire registration process would be Rs.43, 000. However, you are advised to make the payments in two installments as given below.

First Installment- Administration fee to be paid with application - Rs.10, 000/=

Second Installment- Registration & license fee to be paid after the inspection and approved the agency by SLTDA officials - Rs. 33,000/=

SPECIMEN (BANK GURANTEE)

(Name and Address of Bank)

Competent Authority, (Director General) Sri Lanka Tourism Development Authority No.80, Galle Road, Colombo 03

Dear Sir,

LETTER OF GUARANTEE NO:

We are the (name of bank)	Do her	by stand						
guarantee for sum of Rs		(Amount in						
words)	On behalf of the	fulfillment or						
otherwise discharging of all its obligations prescribed by the travel Agents code 1973, Published in the Sri								
Lanka Government Gazette No 79 of 28th September 1973 read with the minimum requirements								
published there under in the Sri Lanka Government Gazette No 168 of 1	3 th June 1975.							

A demand under the hand of the competent authority within the meaning of the above mentioned travel agents code, tor the time been shall (so far as we the bank are concerned) be conclusive evidence that we are liable to pay the sum demanded but not exceeding the amount aforesaid and accordingly, we the bank shall not be entitled to dispute in any manner, any demand made on us under the hand of the competent Authority aforesaid.

We the (Name of Bank)Specifically agree that the aforesaid competent Authority s h a l l be at liberty either in one action to issue us (Name of the Agency)......Or any other guarantor / guarantors or surety or sureties and also any other persons jointly and severally or proceeds in the first instance against us only and further that we hereby expressly renounce our right to claim that (name of Agency)......Should be excused or proceeded against by action in the first instance and the right to the amount claimed and all other right, benefits and privileges to which guarantors or sureties are or may in law be entitled it being expressly agreed and understood that we the Bank shall be liable in all respects hereunder as principal debtor to the Extent aforementioned including the liability to be sued before recourse is had against (Name of agency).....

Yours faithfully

Manager

(To be printed on the Bank letter Heads)

(To be print on the company letter Heads)

SPECIMEN (LIST OF ACTIVITIES)

.....(Date)

The Competent Authority Sri Lanka Tourism Development Authority. No: 80, Gall Rd. Colombo-03

Sir

ACTIVITES OF THE COMPANY

At a meeting	of the	Board	of Directors	held	on	it	was resolved	that the
Company viz					Located	at	••••••••••••••••••	
will be confine	ed solely	to the f	ollowing					

- a) The issue of transport tickets or booking of seats on any means of transport
- b) The reservations of accommodation in hotel rest houses guest houses and other places providing lodging and refreshment.
- c) Provision of reception at ports of entry, assistance in the securing of travel documents such as passports, visas, exchange control permits and the clearing and transport of baggage
- d) The organization of excursions or tours either on an all-inclusive basis or on the basis of a commission on the sale of travel tickets and the provision of services and facilities connected with such excursions or tours.

Signature & Name of Company Secretary Signature & name of Managing Director of the Company

(To be printed on the Company letter Head)

SPECIMEN (DECLERATION OF NON - CONVICTION)

COMPETENT AUTHORITY

I/We hereby declare and confirm that no director / Partner/ Proprietor or any person employed or business our proposed to be employed in the or travel Agency namely has during the period of five years immediately Preceding the date of application for registration / renewal of license for the period been convicted of an offence under the monetary law act, the exchange Control Act, the foreign Exchange Entitlement certificate Act no;28 of 1968, the customs ordinance or the control of imports and Exports Act or of an offence involving the use of the premises of such business for an illegal purpose or of an offence involving moral turpitude

Name & Designation of Signatory Signature of Proprietor for an on behalf of

Date -----

Name of travel Agency

(The above should be signed by Chairman/ Managing Director/ General Manager or Proprietor) (Should Be Printed on the Company Letter Head with lawyer's certification)