



Bharat Heavy Electricals Limited
(A Govt. Of India Undertaking)
PROJECT ENGINEERING MANAGEMENT

ANNEXURE-I

THERMAL INSULATION- CERMIC FIBRE PACKAGE

Price Variation Clause:

Ex-works prices shall be variable as per PVC formula given below:

$$\text{Current Price} = \text{Order Price} * (0.15 + 0.45 * M1/M0 + 0.15 * F1/F0 + 0.25 * L1/L0)$$

Where

M0 = INDICES AS PER RBI BULLETIN TABLE 21 SL NO.: 1.3.13.2 (REFRACTORY PRODUCTS) FOR MONTH OF ORDERING.

M1 = INDICES AS PER RBI BULLETIN TABLE 21 SL NO.: 1.3.13.2 (REFRACTORY PRODUCTS) FOR 1 MONTH PRIOR TO DESPATCH.

F0 = INDICES AS PER RBI BULLETIN TABLE 21 SL NO.: 1.2 (FUEL & POWER) FOR MONTH OF ORDERING.

F1 = INDICES AS PER RBI BULLETIN TABLE 21 SL NO.: 1.2 (FUEL & POWER) FOR 1 MONTH PRIOR TO DESPATCH

L0 = INDICES AS PER RBI BULLETIN TABLE 19 (CONSUMER PRICE INDEX FOR INDUSTRIAL WORKERS) FOR MONTH OF ORDERING.

L1 = INDICES AS PER RBI BULLETIN TABLE 19 (CONSUMER PRICE INDEX FOR INDUSTRIAL WORKERS) FOR 1 MONTH PRIOR TO DESPATCH

Total PVC shall be limited to $\pm 10\%$ of Ex-Works Value.

Note: RBI Indices considered for refractory, Fuel & Power are as per base year 2011-12 and for Industrial worker as per base year 2001 of RBI Bulletin. The above PV Clause is subject to change based on latest RBI Bulletin.

All other terms shall be as per BHEL GCC Rev-06 / NIT / project SCC.

Handwritten signature
13/10/12