



**BHARAT HEAVY ELECTRICALS LIMITED
TIRUCHIRAPPALLI 620 014
OUTSOURCING DEPARTMENT**

**NIT: 2025OVM005
NIC TENDER ID: 2025_BHEL_49896_1
CORRIGENDUM**

Clause 19.5 - Letter of Credit (LC) Payment Terms

Applicable Revised Clause 19.5 of Section I of NIT with respect to Letter of Credit (LC) is given below:

Non-MSME Vendors shall be given an option to choose the existing Payment Term of 90 Days Credit Period **or** Usance LC with 120 Days Credit Period which is detailed as below:

- **Payment Method:** Payments will be made through an irrevocable Usance Letter of Credit (LC) for 100% of the Bill, based on the accepted contract value.

Usance LC with 120 Days credit will be opened one month prior to material readiness and negotiation period will be **21 Days or within the validity period of LC**, for the value of despatches planned.

Hence, supplier will be required to intimate the material readiness along with copy of IR /equivalent document for opening the LC.

- **Timeline:** Payment will be released 120 Days after the beneficiary bank receives the complete set of required documents.
- **Required Documents:**
 1. GST Tax Invoice (e-Invoice)
 2. Summary level invoice taken from B2B portal along with applicable Annexures (Fabrication Annexure – B2B, Shot Blasting Annexure – B2B, Painting Annexure – B2B, Crating Charges / ODC / Freight Deduction if any – B2B)
 3. LR with Site Acknowledgement
 4. Original Inspection Report with Qty. & Weight signed by BHEL QC inspector/TPI and fabricator
 5. Delivery Challan mentioning Qty. & Weight.
 6. Performance Bank Guarantee availability certification from OS
- **Validity period:** Validity of the LC will be linked with PO delivery date (Or Actual delivery date) and will be 90 days and for any extension within the contractually agreed delivery period, applicable charges will be to suppliers account. Further, based on the shipment, LC may be opened in splits after confirmation from the supplier.
- **Charges:** All charges related to the Letter of Credit will be borne by the bidder. LC opening and retirement charges shall be debited to Vendor's account in the LC bill. For any amendments requested by supplier after LC establishment, charges are to supplier account and amendment will be done in 7 to 10 working days.