

A) Clause No. 1.1 of Annexure C (page no. 8)**1. RATE & PRICE VARIATION**

In case of award of contract, the hiring charges shall remain firm for a period of two years i.e. the ENTIRE PERIOD OF CONTRACT. However, price variation due to increase / decrease in the price of fuel (normal diesel as available at Petrol Pumps in Delhi) shall be effective from the date of variation in the price of diesel as per formula given below. BHEL would allow price variation due to increase / decrease in diesel rates for the 60% component.

$$\begin{array}{l} \text{\% Increase / decrease} \\ \text{in hiring charges} \end{array} = \frac{\begin{array}{l} \text{[Revised rate of diesel - base rate of diesel on} \\ \text{the date of original tender submission]} \times 0.60 \times \\ 100 \end{array}}{\begin{array}{l} \text{Base rate of diesel on the date of original} \\ \text{tender submission} \end{array}}$$

Price variation clause shall not be applicable for item nos. A(4), A(6) and B(4) of the Price Bid Format (Annexure-"N"), i.e., extra charge per hr. and night halt charges per night.

Should be read as

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$$\begin{array}{l} \text{\% Increase / decrease} \\ \text{in hiring charges} \end{array} = \frac{\begin{array}{l} \text{[Revised rate of diesel - base rate of diesel on} \\ \text{the date of original tender submission]} \times 0.60 \times \\ 100 \end{array}}{\begin{array}{l} \text{Base rate of diesel on the date of original} \\ \text{tender submission} \end{array}}$$

Price variation clause shall not be applicable for item nos. A(4), A(5) and B(4) of the Price Bid Format (Annexure-"N"), i.e., extra charge per hr. and night halt charges per night.

The schedule of Price given in Price bid format (ANNEXURE-"N") is based on the current price of diesel in Delhi (i.e. ₹41.32). Any increase/decrease of hiring rates (after 05/09/2012) shall be as per the PVC formula above which shall be based on this price of diesel (₹ 41.32) as the base price (applicable from the date of publishing of the tender i.e. 05/09/2012).

Note: This document shall be treated as part of the tender document and hence shall be duly signed and stamped by the bidder.

माधव