

Ref.: **BHE/PW/PUR/WR-QAE/1594/Corrigendum 02**

DT: 03/02/2016

To

ALL BIDDERS

**Sub: Issue of Corrigendum 02 issue of Tender Conditions**

**Job: PROVIDING FIELD QUALITY ASSURANCE SERVICES IN THE FIELD OF CIVIL, STRUCTURAL, BOILER & AUXILIARIES, ELECTRICAL AND C&I, TURBINE & GENERATOR AT PSWR POWER PROJECT SITES ON RATE CONTRACT BASIS.**

**T.S.No: BHE/PW/PUR/WR-QAE/1594**

Bidders to kindly take note of the following:

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**AA) Issue of Tender conditions (Reverse auction Guidelines)**

**Broad Terms & Conditions of Reverse Auction**

In continuation to **Clause 18.0 of NIT (Notice Inviting Tender)** following are the broad terms and conditions of Reverse Auction:

1. Against this enquiry for the subject item/ system with detailed scope of supply as per enquiry specifications, BHEL may resort to "REVERSE AUCTION PROCEDURE" i.e., ON LINE BIDDING (THROUGH A SERVICE PROVIDER). The philosophy followed for reverse auction shall be English Reverse (No ties).
2. BHEL reserves the right to go for Reverse Auction (RA) instead of opening the sealed envelope price bid, submitted by the bidder. This will be decided after techno-commercial evaluation. All bidders to give their acceptance for participation in RA. Non-acceptance to participate in RA may result in non-consideration of their bids. In case BHEL decides to go for Reverse Auction, only those bidders who have given their acceptance to participate in RA will be allowed to participate in the Reverse Auction. Those bidders who have given their acceptance to participate in Reverse Auction will have to necessarily submit „online sealed bid" in the Reverse Auction. Non-submission of „online sealed bid" by the bidder will be considered as tampering of the tender process and will invite action by BHEL as per extant guidelines in vogue.
3. For the proposed reverse auction, technically and commercially acceptable bidders only shall be eligible to participate.
4. Those bidders who have given their acceptance for Reverse Auction (quoted against this tender enquiry) will have to necessarily submit 'online sealed bid' in the Reverse Auction. Non-submission of 'online sealed bid' by the bidder for any of the eligible items for which techno-

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- commercially qualified, will be considered as tampering of the tender process and will invite action by BHEL as per extant guidelines in vogue.
5. BHEL will engage the services of a service provider who will provide all necessary training and assistance before commencement of on line bidding on internet.
  6. In case of reverse auction, BHEL will inform the bidders the details of Service Provider to enable them to contact & get trained.
  7. Business rules like event date, time, bid decrement, extension etc. also will be communicated through service provider for compliance.
  8. Bidders have to fax the Compliance form (annexure IV) before start of Reverse auction. Without this, the bidder will not be eligible to participate in the event.
  9. In line with the NIT terms, BHEL will provide the calculation sheet (e.g., EXCEL sheet) which will help to arrive at "Total Cost to BHEL" like Packing & forwarding charges, Taxes and Duties, Freight charges, Insurance, Service Tax for Services and loading factors (for non-compliance to BHEL standard Commercial terms & conditions) for each of the bidder to enable them to fill-in the price and keep it ready for keying in during the Auction.
  10. Reverse auction will be conducted on scheduled date & time.
  11. At the end of Reverse Auction event, the lowest bidder value will be known on auction portal.
  12. The lowest bidder has to fax/e-mail the duly signed and filled-in prescribed format for price breakup including that of line items, if required, (Annexure VII) as provided on case-to-case basis to Service provider within two working days of Auction without fail.
  13. In case BHEL decides not to go for Reverse Auction procedure for this tender enquiry, the Price bids and price impacts, if any, already submitted and available with BHEL shall be opened as per BHEL's standard practice.
  14. Bidders shall be required to read the "Terms and Conditions" section of the auctions site of Service provider, using the Login IDs and passwords given to them by the service provider before reverse auction event. Bidders should acquaint themselves of the "Business Rules of Reverse Auction", which will be communicated before the Reverse Auction.
  15. If the Bidder or any of his representatives are found to be involved in Price manipulation/ cartel formation of any kind, directly or indirectly by communicating with other bidders, action as per extant BHEL guidelines, shall be initiated by BHEL and the results of the RA scrapped/ aborted.
  16. The Bidder shall not divulge either his Bids or any other exclusive details of BHEL to any other party.
  17. In case BHEL decides to go for reverse auction, the H1 bidder (whose quote is highest in online sealed bid) may not be allowed to participate in further RA process.

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All other Terms and conditions of the Tender Specification shall remain unaltered unless expressly amended by BHEL in writing.

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Bidders are requested to submit as a part of Technical Bid, a copy of this corrigendum duly countersigned by the authorized signatory and stamped with the Official seal as a token of Bidder's unqualified acceptance of this corrigendum.

This letter is hosted as file titled "Corrigendum-02" against NIT-26134 in BHEL web page ([www.bhel.com](http://www.bhel.com)→Tender Notifications → View Corrigendum).

Thanking you,

Yours faithfully,

AGM (Purchase)