

ANNEXURE - 1

COMMERCIAL TERMS AND CONDITIONS:

1. **PAYMENT TERMS:** 100% payment of supplies shall be made within 90 days from receipt of material and against submission of performance bank guarantee for 10% of total item value valid till the guarantee period & commissioning report.
2. Vendor to quote price **FOR BHEL, Bhopal** basis. Transit insurance will be by BHEL for which vendor to fax / email dispatch documents immediately after despatch.
3. Entire material should be despatched in one lot. Part despatches not permissible.
4. **Penalty:** In case of late delivery a penalty @ ½ % (Half percent) per week subject to maximum 10% of total item value will be levied.
5. Prices quoted should be valid for 120 days from the date of tender opening. Price shall remain firm till execution of the contract.
6. BHEL has option to conduct reverse auction for the tendered item.
