

ANNEXURE - 1

COMMERCIAL TERMS AND CONDITIONS:

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