



PERFORMANCE SECURITY

To ensure due performance of the contract, Performance Bank Guarantee (PBG) or Security Deposit (SD), hereafter referred as performance security (PS). PS shall be submitted to BHEL by successful bidder awarded the contract.

The BG should be on Non-Judicial Stamp paper/e-stamp paper of appropriate value as per Stamp Act prevailing in the State(s) where the BG is submitted or is to be acted upon or the rate prevailing in the State where the BG was executed, whichever is higher. The Stamp Paper/e-stamp paper shall be purchased in the name of Contractor/sub-contractor /vendor/ Bank issuing the guarantee.

The Performance Security is waived for Central/ State PSUs/ Government depts. / Autonomous/ Educational/ Research institutions directly participating in tender.

The total amount of Performance Security applicable for this tender is five percent (5%) of the contract value. The same shall be valid till the warranty period of the contract plus 03 months.

Performance Security is to be furnished by successful contract awarded bidder within specified date (i.e, within 14(fourteen) days from the date of Drawing Approval) and it should remain valid for a period of 03 (Three) months beyond the date of completion of all contractual obligations of the supplier, including warranty obligations.

PS will be refunded to the contractor/supplier/vendor without interest, after he/she/they duly performs and completes the contract in all respects but not later than 03 Months of completion of all such obligations including the warranty under the contract.

The Performance Security shall not carry any interest.

Vendor/ Sub Contractor to ensure that Bank Guarantees shall be confirmed by the issuing bank directly to Beneficiary Bank through SFMS (Structured Financial Messaging System) as it provides an RBI supported integrated platform for Bank Guarantee verification. SBI Bank (BHEL township branch IFSC Code SBIN0020075) has been designated as BHEL's bank for receiving the SFMS messages.

For SFMS, BHEL's Bank details are as follows;

BHEL Account No: 62048154115

Bank Name: State Bank of India

Branch Name: BHEL Township Branch, Ramachandra Puram, Hyderabad.

IFSC Code: SBIN0020075

Same Process has to be followed for any verification of BG amendment as well.

Modes of deposit:

Performance security may be furnished in the following forms:

- Local cheques of Scheduled Banks (subject to realization)/ Pay Order/ Demand Draft/ Electronic Fund Transfer in favour of BHEL.
- Bank Guarantee from Consortium Banks listed in the Annexure A. The Bank Guarantee format shall be as per enclosed Annexure VII. Changes to the BG Format is not acceptable.
- Fixed Deposit Receipt issued by Scheduled Banks / Public Financial Institutions as defined in the Companies Act (FDR should be in the name of the Contractor, a/c BHEL).
- Securities available from Indian Post offices such as National Savings Certificates, Kisan Vikas Patras etc. (held in the name of Contractor furnishing the security and duly endorsed/ hypothecated/ pledged, as applicable, in favour of BHEL).
- Insurance Surety Bond.

(Note: BHEL will not be liable or responsible in any manner for the collection of interest or renewal of the documents or in any other matter connected therewith)

Forfeiture of Performance Security:

- The performance security will be forfeited and credited to BHEL's account in the event of a breach of contract by the supplier/Vendor.

ANNEXURE 'A'

List of Consortium Banks (As on 22.02.2017)			
	Nationalised Banks		Nationalised Banks
1	Allahabad bank	19	Vijaya Bank
2	Andhra bank		Public Sector Banks
3	Bank of Baroda	20	IDBI
4	Canara Bank		Foreign banks
5	Corporation bank	21	CITI Bank N.A
6	Central bank	22	Deutsche Bank AG
7	Indian Bank	23	The Hongkong and Shanghai Banking Corporation Limited
8	Indian Oversea Bank	24	Standard Chartered Bank
9	Oriental bank of Commerce	25	J P Morgan
10	Punjab National Bank		
11	Punjab & Sindh Bank		Private banks
12	State Bank of India	26	Axis Bank
13	State Bank of Hyderabad	27	The Federal Bank Limited
14	Syndicate Bank	28	HDFC
15	State Bank of Travancore	29	Kotak Mahindra Bank
16	UCO Bank	30	ICICI
17	Union Bank of India	31	Indusind Bank
18	United Bank of India	32	Yes Bank