

CONDITIONS OF CONTRACT (GCC):

1.	SECURITY OF THE RAW MATERIALS ISSUED TO THE BIDDER: Only the required raw materials will be issued by BHEL under the BHEL's Special Contingency Policy to the Contractor on loan basis (by weight) as per applicable GST rules, for which the contractor shall give the receipt. However, BHEL's special contingency policy does not absolve the contractor from the responsibility of safe custody and use of its material at their end. These raw materials will be returned by the contractor to BHEL, Rudrapur as finished goods, scrap, fresh material if any etc. by weight after taking into consideration 2% process loss. Before entering in to contract Bank Guarantee shall be submitted by the bidder towards the raw material issued by BHEL, valid till completion of contract period. In case of failure of party to renew the BG, the amount towards BG value will be recovered from their dues. Amount of Bank Guarantee shall be equivalent to 100% of the raw material being provided.
2.	BG will be returned after successful completion of PO. Any deposit against contract will not carry any interest.
3.	Payment terms: 100% payment after receipt of finished material by BHEL with documents like TC/GC, delivery challan if any and original bills, within 45 days subject to acceptance from BHEL quality till 90% of the PO value is paid. The balance 10% of the PO value shall be paid on submission of GST Challan, submission and acceptance of material accountal statement by BHEL each PO-wise and clearance of any quality deficiency (like packing) in the supplied lot. In case of reduction of PO quantity or balance PO value is less than 10%, the difference shall be recovered from any other dues of the BIDDER to complete retention money equal to 10 % of PO value. Payment shall be made based on Drawing weight. In no case interest for overdue period shall be borne by BHEL if there is delay on the part of BIDDER in submitting, necessary documents / accountal statement to the BHEL. Any deviation in payment terms will be loaded @ SBI prime lending rate (as applicable on the date of price bid opening) +6% annual interest for comparing standing.
4.	Late Delivery Penalty: The delivery of goods shall be made strictly as per time limit specified in delivery schedule. Failure to supply within this period will make the supplier liable to a penalty of ½% (half percent) of the total order value per week of delay or part thereof subject to a maximum of 10% of the total order value for the reasons attributable to the party.
5.	No further subcontracting of BHEL job work shall be allowed beyond the premises of BIDDER. If at any point of time during order, it is found by BHEL that further subcontracting is being done by the BIDDER(s), the contract with said BIDDER(s) will be terminated with immediate effect & BHEL will delist such BIDDER(s).
6.	Delivery of the material shall have to be done at BHEL Rudrapur in 15 days' time or as per the time mentioned in Purchase Order from the date of receipt of raw material/drawings.
7.	Delivery terms shall be F.O.R. BHEL, Rudrapur INCLUSIVE OF TO & FRO TRANSPORTATION . Quoted rate against the tender shall be on labour basis, inclusive of preparation of components and all machining, fabrication, packing.
8.	Raw material is having 3mm to 5mm machining tolerance in all dimensions, Contractor has to inspect the raw material carefully and machining allowance before lifting of raw material. Packing shall be done with the help of Bubble Wrap Sheet / Wood / Plastic Sheet / Thermocol box.

