

PRICE VARIATION CLAUSE OF ENQUIRY NO - E

1. In case, items called in the NIT are covered under metal index Price Variation Clause (PVC), Vendors to quote on PVC basis with base rate and factor as per NIT otherwise the offers shall be rejected.
2. FORMULA: $P = P_o + F (X - X_o)$
Where,
P = Basic price payable shall be adjusted in accordance with above formula
Po = Basic price as mentioned in BHEL PO
F = PVC factor as mentioned in BHEL PO/Enquiry
X = As per SI no. 3 & 4 below
Xo = Base rate as mentioned in BHEL PO/Enquiry
3. Agency for rates for metals shall be as below:
Copper- HCL Copper Cathode Full
Silver - BULLION SILVER(1 KG)- CLOSE MUMBAI DELIVERY of ETIG for silver,
Steel- JPC for Mumbai City as per as per item description
Aluminum – NALCO Grade as per item description
4. Rates prevailing on the first calendar day of the month of scheduled or actual delivery whichever is lower shall be used for PVC calculation. In case of early delivery on BHEL request, rates prevailing on the first calendar day of the month of actual delivery shall be used for PVC calculation.
5. Delivery date of every lot in PO shall be the last working day of BHEL for the month.
6. In case of NITs issued as per techno-commercial MOUs, PVC clause shall be as per MOU.