

BHARAT COKING COAL LIMITED (A Subsidiary of Coal India Limited) Office of the General Manager(MM) Koyla Bhawan : Koyla Nagar Dhanbad : 826 005 GRAM ; KOKINGKOL (Phone No. 0326 – 2230181 (Fax No. 0326 -2230183)

Ref. No. Pur/612119/Spares/EX 300/12-13/228

dtd 26.02.2013

To, M/s. Telco Construction Equipment Company Limited Ground Floor SHQ Building Next to SBI Telco Campus Branch,Telco Jamshedpur 831004 PURCHASE ORDER REGD. POST/SPEED POST Vendor Code: 1/22/M/T/047

FAX: (0657 2285567)

Sub: Supply of Spares for EX 300 Shovel Ref: i) Our tender no. Pur/612119/MB2012-13/EX 300/12-13/71 opened on 31.10.2012 ii) Offer No.Telcon/Pur/612119/MB2012-13/EX300/12-13/71A dtd 25.10.2012 and subsequent letter no JSR/SCV/BCCL/SP/141212/1 dtd 14.12.2012

Dear Sirs,

With reference to above we, for and on behalf of BCCL, we hereby place order for supply of Spares for EX 300 Shovel at the following item description, part no, rate ,value and terms & conditions:-

			<u>Qty</u>	<u>Unit</u>	<u>Ext</u>
SI	Description	Pt no	<u>(nos)</u>	price(Rs)	Value(Rs)
1	LINK	3026104	2	7837.00	15674.00
2	COUPLING	4216944	2	19086.00	38172.00
3	LINK	8026311	2	11084.00	22168.00
4	CENTRE JOINT	9062438	1	52350.00	52350.00
5	PUMP SINGLE	9075752	2	429538.00	859076.00
	TRACK	9079811			
_	ADJUSTER		_		
6	ASSY		2	69875.00	139750.00
	TRAVEL	9082057			
7	MOTOR		2	793207.00	1586414.00
	LINK WITH	TD01624			
8	BUSHING		2	41557.00	83114.00
	COUPLING	TD02721/4191663			
9	ASSY		2	25184.00	50368.00
	CENTRE JOINT	TE02409			
10	SEAL KIT		2	8372.00	16744.00
11	PUMP DEVICE	TK70001	1	177190.00	177190.00

	TRAVEL DEVICE WO MOTOR &	TK70003			
12	SPROCKET		2	497489.00	<u>994978.00</u>
					4035998.00
				<u>VAT@14%</u>	<u>565039.72</u>
				Total	<u>4601037.72</u>

Rounded of to **Rs 4601037.00**

(Rupees Forty Six Lakhs One Thousand and Thirty Seven only)

TERMS & CONDITIONS

01	Price	Firm and FOR destination basis. (Packing, Forwarding, Frt & Insurance – Inclusive)
02	VAT	Extra @ 14% as indicated above against VAT Invoice.
03	Payment	100% payment within 30 days of receipt and acceptance of materials or from the date of receipt of Bill whichever is later at Consignee's end.
04	Delivery	Within Three months from the date of receipt of purchase order.
05	Fitment Guarantee	The firm should give a guarantee of fitment of the item in Ex 300 LCH without any alteration i.e. addition or deletion. The item must be as per design of OEM.
06	Logo	Item supplied will be embossed/identification tag of the firm, if any in a convenient place where there is no wear of the component.
07	Warranty	The items will carry warranty of 12 months from the date of fitment or 18 months from the date of delivery and acceptance, whichever is earlier. In case of premature failure the defective parts will be replaced free of cost on intimation.
08	Price Fall & L.D. Clause	Applicable as per Annexure-I(enclosed)
09	Security Deposit	The firm is required to deposit security money in the form of Bank Draft drawn in favour of "Bharat Coking Coal Limited" payable at Dhanbad, or by way of Bank Guarantee of any schedule Bank for 10% value of the order (value means F.O.R destination price) i.e. Rs 4,60,103.00 within 15 days from the date of receipt of order. In case they fail to deposit the same, the order shall be cancelled and the case shall be processed to order elsewhere and the firm's performance is to be kept recorded for future dealings with them. For unsatisfactory performance and/or contractual failure the security money shall be forfeited. The BG for SD should be valid for three month beyond the delivery period .
10	After Sales Service	To be provided by the firm to end user.
11	Submission of Bills	100% value of bill duly stamped & pre-receipted in Six copies as per terms of the order should be submitted for payment to the paying authority through consignee. Bill should be submitted along with challan, packing list if any, guarantee/warranty certificate, fitment guarantee certificate, and other relevant document as specified in the order
12	Consignee	Depot officer, Central Stores, Jealgora, BCCL Dhanbad
13	Paying Authority	GM(Fin) MM- Purchase Finance, HQ, BCCL, Dhanbad
14	Inspection	By the representative of Consignee at Consignee's end.
15	Mode of Dispatch	By Road on freight paid basis.
16	Inspection	The purchaser or its authorized representative shall have the right to inspect and/or

	test clause	to test the goods to confirm their conformity to the contract. The purchaser shall notify the supplier in writing of the identity of any representative retained for these purposes.
		 ii) If the inspections and tests is conducted on the premises of the supplier or its subcontractor(s) at point of delivery and/or at the goods final destination when conducted on the premises of the supplier or its subcontractor(s), all reasonable facilities and assistance, including access to drawings and production data, shall be furnished to the inspectors at no charge to the purchaser.
		iii) Should any inspected or tested Goods fail to conform to the specifications, the purchaser may reject them and the supplier shall replace the rejected goods and make all alternatives necessary to meet specification requirements free of cost to the Purchaser.
		iv) The materials will be inspected on arrival at site by the consignee, which will be considered as final. This shall in no way be limited or waived by reason of the Goods
	ļ	having previously been inspected, tested and passed by the Purchaser or its
	ļ	representative's i.e. third party prior to the dispatch of the Goods.
		v) Nothing in these documents shall in any way release the supplier from any warranty or other obligations under this contract.
17	Force	If the execution of the contract/supply order is delayed beyond the period
	majeure	stipulated in the contract/supply order as a result of out-break of hostilities,
	Clause	declaration of an embargo/curfew or blockade or fire, flood, acts of nature or any other contingency bayond the supplier's control due to get of God then PCCL may
	ļ	other contingency beyond the supplier's control due to act of God then BCCL may
	ļ	allow such additional time by extending the delivery period, as it considers to be justified by the circumstances of the case and its decision shall be final. If and
	ļ	when additional time is granted by BCCL the contract/supply order shall be read
	ļ	and understood as if it had contained from its inception the delivery date as
	ļ	extended. Further this clause state that:
	ļ	a) The successful bidder will, in the event of his having to resort to this clause by a
	ļ	registered letter duly certified by the local Chamber of Commerce or statutory
	ļ	authority, the beginning and end of the causes of the delay, within fifteen days of
	ļ	the occurrence and cessation of such Force Majeure Conditions. In the event of
	ļ	delay lasting out of Force Majeure, BCCL will reserve the right to cancel the
		contract and provisions governing termination of contract, as stated in the bid documents will apply.
	ļ	b) For delays arising out of Force Majeure, the bidder will not claim extension in
	ļ	completion date for a period exceeding the period of delay attributable to the
	ļ	causes of Force Majeure and neither BCCL nor the bidder shall be liable to pay
		extra costs provided it is mutually established that Force Majeure Conditions did actually exists.
	ļ	c) If any of the force Majeure conditions exists in the place of operation of the
	ļ	bidder even at the time of submission of bid, he will categorically specify them in
	ļ	his bid and state whether they have been taken into consideration in their
	[quotations.
18	Price certificate	The Firm will certify on their Bills that the prices charged to BCCL is lowest and same as charged to other CIL subsidiaries/Govt. Under Taking/ Deptt and others.
19	Integrity Pact	You have signed Integrity pact issued with NIT . Justice Ashok Kumar
	i act	Chakraborty (Retired) ,BB-69 Sector I, Salt Lake,Kolkata-700064, will be
	ļ	independent external monitor against this contract/order.

ALL OTHER REMAINING COMMERCIAL TERMS & CONDITIONS AND TECHNICAL SPECIFICATIONS ALONG WITH SCOPE OF SUPPLY WILL STRICTLY BE AS PER OUR NIT AS CONFIRMED IN YOUR OFFER AND YOUR SUBSEQUENT LETTERS.

N.B:- This purchase order/ contract is issued with the approval of the Competent Authority. This contract is concluded with the issuance of this order. Supply Order is being forwarded to you. You are advised to confirm the receipt of acceptance of the order within 15 days from failing which this order shall be deemed to have been accepted for execution. Indent Nos. & date:

Indent no : MB EX300/Spares/2012-13/55 dt 22.06.12 (IR no. 612119) dtd 10.08.2012 Budget certification No. & date: BCCL/HQ/Pur-Fin/Rev-budget/2012-13/156 dt 9.07.12 for Rs 43,92,707.28 & 472 dt 23.02.13 for Rs 2,08,330.44 FC no 315 dt 23.02.13 for Rs 46,01,037.72 Encl : As above.

Yours faithfully,

(A.D.Santhish) Chief Manager (MM)

Copy to:-

- 1. GM (Excv.), Koyla Bhavan
- 2. GM (F) MM, Pur- Fin., Koyla Bhawan, Dhanbad
- 3. Depot Officer, Central Stores, Jealgora, BCCL, Dhanbad
- 4. Tech. Cell. MM Divn. Koyla Bhavan
- 5. Office Copy/Master Copy
- 6. Justice Ashok Kumar Chakraborty (Retired) ,BB-69 Sector I, Salt Lake,Kolkata-700064

ANNEXURE-I

The time and date of delivery of stores stipulated in Purchase order shall be deemed to be of the essence of the contract and delivery of the stores must be completed by the date specified. No materials should be supplied beyond the specified delivery period, unless specific approval has been obtained from the purchaser.

In the event of failure to delivery or dispatch the stores within the stipulated date/ period in accordance with the samples and/or specification mentioned is the supply order, and in the event of breach of any terms and conditions mentioned in the supply order. Bharat Coking Coal Limited reserves the right:

a) To recover from successful tenderer, as agreed liquidated damages, a sum not less than 0.5% (half percentage) of the price of the stores which successful tenderer has not been able to supply (for this purpose part of a unit supplied will not be considered) as aforesaid for each week or part of a week during which the delivery of such stores may be in arrears limited to 10%. Where felt necessary the limit of 10% can be increased to 15% at the discretion of Head of the Materials Management Division.

b) To purchase elsewhere, after due notice to the successful tenderer on the account and at the risk of the defaulting supplier the stores not supplied or others of a similar description without canceling the supply order in respect of consignment not yet due for supply or

c) To cancel the supply order or a portion thereof, and if so desired to purchase the store at the risk and cost of the defaulting supplier and also

d) To extend the period of delivery with or without penalty as may be considered fit and proper. The penalty, if imposed shall not be more than the agreed liquidated damages referred to in clause (a) above.

e) To en-cash any Bank guarantee which is available for recovery of the penalty or

f) To forfeit the security deposit full or in part.

g) Whenever under the contract a sum of money is recoverable from and payable by the supplier, BCCL shall be entitled to recover such sum by appropriating, in part or whole by deducting any sum or which at any time thereafter may be due to the successful tenderer in this or any other contract with Bharat Coking Coal Ltd. or any subsidiary of Coal India Ltd. Should this sum be not sufficient to cover the full amount recoverable, the successful tenderer shall pay BCCL on demand the remaining amount. The supplier shall not be entitled to any gain under this clause.

The bidder must confirm the acceptance of this Penalty clause, which will not be altered. <u>PRICE FALL CLAUSE</u>

i)The prices charged for the stores supplied under the contract by the supplier shall in no event exceed the lowest price at which the supplier offer to sell the stores of identical description to any other organization from date of offer till completion of supply under the contract.

ii) If at any time during the said period the supplier offers lower sale price of such stores to any other organization at a price lower than the price chargeable under this contract, the supplier shall forthwith notify such reduction or sale to the consignee concerned under intimation to CGM(MM),Bharat Coking Coal Limited , Commercial Block , Level –III , Koyla Bhawan , Koyla Nagar , Dhanbad and the price payable under the contract for the stores supplied after the date of coming into force of such reduction or sale, shall stand correspondingly reduced. The above stipulated will not, however apply to exports by the supplier.

Format of BG for SD M/s. Bharat Coking Coal Ltd. Koyla Bhawan Koyla Nagar Dhanbad – 826005 may be caused to suffered by Purchaser by reason of any breach or breaches by the said supplier or any of the terms and conditions contained in the said Contract and to unconditionally pay the amount claimed by the Purchaser on demand and without demur to the extent aforesaid.

We, the Bank Limited further agree with the Purchaser that the Purchaser, shall have the fullest liberty without our consent and without affecting in any manner our obligations hereunder to vary any of the terms and conditions of the said Contract or to extend the time of delivery of the specified items in the Contract from time to time or to postpone for any time or from time to time any of the powers exercisable by the Purchaser against the said supplier and to forebear or enforce any of the terms and conditions relating to the said contract we shall not be relieved from our liability by the reason or any such variations or extension being granted to the said Supplier or for any forbearance act or omission on the part of the Purchaser or any indulgence by the Purchaser to the said Supplier or by any such matter or thing whatsoever which under the law relating to sureties would but for this provision have effect of so relieving us the Bank further agrees that in case this Guarantee is required for a longer period and it is not extended by the Bank beyond the period specified above. The Bank shall pay to the Purchaser the said sum of or such lesser sum as may then be due to the Purchaser and as the Purchaser may demand.

We, the Bank Limited lastly undertakes not to revoke this Guarantee during this currency except with the previous consent of the Purchaser in writing.

The Bank has under its constitution power, to give this Guarantee and Mr. Manager who has signed it on behalf of the Bank has authority to do so.

This Bank Guarantee will not be discharged due to the change in the constitution of the Bank or the Supplier.

Datedday of For Bank Limited. Signature of the authorized person For and on behalf of the Bank.