



Bharat Heavy Electricals Limited

(A Govt. Of India Undertaking)

Power Sector, Eastern Region

BHEL BHAWAN, PLOT NO. DJ-9/1 , SECOTR II ,
SALT LAKE CITY , KOLKATA , WEST BENGAL, INDIA

Phone : 033-23216130-31,033-23216130 FAX : 033-23211960

Sub	TENDER CHANGE NOTICE (TCN-01) DATED: 20/03/2014
Job	"SUPPLY & APPLICATION OF THERMAL SPRAY INSULATION OF 110 MW TURBINE & PAD INSULATION OF PIPE LINES AT UNIT-2, MUZAFFARPUR TPS, KBUNL, KANTI, BIHAR."
Ref	TENDER NO.: PSER: PUR: MZP-S137:13: (ENQ:13:PP:0015:PUR:191) DTD. 03/03/2014.

1) With reference to above, following clarifications, relevant to tender, may please be noted and complied with while submitting the offer.

Sl. no.	NIT cl. no.	Bidder's Queries	BHEL's clarifications
1	Sl. No. 02, of Annexure - IA , Scope of work	What are the diameter(s) of omega pipe (Top & bottom)?	The diameter(s) of omega pipe (Top & bottom) is 250 mm.
2	Sl. No. 04, of Annexure - IA , Scope of work	Whether the area mentioned are total area or each nos. area?	The area mentioned is total area.
3	Sl. No. 06, of Annexure - IA , Scope of work	Whether the area mentioned are total area or each length area?	The area mentioned is total area.
4	Sl. No. 07, of Annexure - IA , Scope of work	What are the diameter(s) of Gland pipes connected to HP, IP, LP?	The diameter(s) of Gland pipes connected to HP, IP, LP turbine shall be of 60 mm, 80 mm & 100 mm respectively.
5	Sl. No. 17, 18 & 19 of Annexure - IA , Scope of work	What are the diameter(s)?	The diameter(s) shall be varying from 60 mm to 120 mm.
6	Sl. No. 20 & 21 of Annexure - IA , Scope of work	What are the temperature(s)?	The temperature(s) shall be 250 degree C.
7	% allocated column of Annexure - IA , Scope of work	What is the meaning of last column of scope of work where is mentioned "% allocated"?	% allocated is meant for facilitating of payment to vendor as per actual work completion against the individual item.

2) In addition to above, Annexure - Tax regarding taxes & duties is issued for compliance of vendors in their offer.

3) 'No deviation certificate' is attached. Bidder to submit their offer along with stamped & signed copy of this TCN & 'No deviation certificate' as per attached format only.

4) All other terms & conditions shall remain unchanged.

Thanking you,

Yours faithfully,
for BHARAT HEAVY ELECTRICALS LTD

SR. ENGINEER (PURCHASE)

(Signature, date & seal of authorized representative of the contractor)

Annexure- Tax

TAXES AND DUTIES :

TDS under Income Tax, VAT (prevailing rate 5 %) etc, shall be deducted at prevailing rates on Gross Invoice Value from the running bills unless Exemption Certificate from the appropriate authority/ authorities is/ are furnished

WORKS CONTRACT TAX / VAT :

All taxes excluding Service Tax , Educational Cess and other Cess , Works Contract Tax under state VAT Act, charges royalties, duties, Octroi, Cess, any State or Central levy and other taxes for materials obtained for the work and for the execution of the contract shall be borne by the contractor and shall not be payable extra.

Any increase of the same at any stage during execution of the contract shall have to be borne by the contractor. Quoted/ accepted rates/ price shall be inclusive of all such requirements after taking the Input Credit, if any, as per provisions of the State VAT Act. The contractor is responsible to furnish all documentary evidences towards payment of Works Contract Tax as & when required by BHEL. Submission of Tax Invoice is a **must** after Grossing up the Bills as the price is inclusive of VAT

The Bidder must note that Bidder is required to provide us **Tax -Invoice wherein VAT TAX on Materials used / consumed must appear with applicable Tax rate** . In other words , Tax Invoice would clearly show vivisection of Materials and Services value separately ..

The Bidder has to make their own arrangement at their cost for completing the formalities, if required, with State VAT Act Authorities, for bringing their materials, plants & machinery at site for execution of the works under this contract, Road Permit/ Way Bill, if required, shall be arranged by the contractor and BHEL will not supply any Road Permit/ Way Bill for this purpose. The contractor must be a Registered Dealer with the Sate VAT Act, if not registered yet and a copy of the said Registration Certificate along with TIN number must be provided to site RAO/ BHEL .

Contractor has to obtain Tax Clearance Certificate from the prescribed Authority in terms of SEC 42 OF BIHAR VALUE ADDED TAX ACT, 2005 read with Rule 28 of BIHAR VALUE ADDED TAX Rule , 2005 before issue of W.O to Contractor

Entry Tax : Contractor has to get Entry Tax Registration Certificate from Local Sales Tax Authority and has to pay Entry Tax for bringing scheduled goods to local area Muzzafarpur / Barauni etc for use, sale & consumption for this Project / Work Order . Entry Tax paid Challan / Invoice Copy shall be made available to BHEL-Site Finance on a monthly basis .

SERVICE TAX:

The subject service is "works contract" as per Sec. 65B (54) of the Finance Act, 1994. Service Tax as legally leviable & payable by you under the above provisions of Finance Act, 1994 shall be paid by BHEL . In case Service Tax is payable by BHEL under reverse charge mechanism vide Notification No. 30/2012-Service Tax dtd. 20-06-2012, shall be paid separately

The Bidder shall issue invoice complying with **Rule 4A of the Service Tax Rules 1994**. The invoice shall indicate the name, address and the registration number (PAN Based STC No.) of the Bidder; the name and address and the registration number(_AAACB4146PST005) of BHEL .; the description and value of taxable service provided; and the service tax payable thereon by the Bidder

You shall furnish proof of Service Tax registration (**ST-2**) with Central Excise Division covering the Services . Registration should also bear endorsement for the premises from where the billing shall be done by you on BHEL for this Project

BHEL will not be held to be responsible for non-compliance of various Service Tax Rules, being framed from time to time

The value of service in this works contract shall be determined in terms of Rule 2A of Service Tax (Determination of Value) Rules, 2006. The bidder shall be liable to pay tax at the applicable rate on the service portion determined @ 40% of the total amount charged for the works contract as the subject job is original works

The term "**Total amount**" means the sum total of the gross amount charged for the works contract and the fair market value of all goods and services supplied in or in relation to the execution of the works contract, whether or not supplied under the same contract or any other contract, after deducting-

- (i) the amount charged for such goods or services, if any; and
- (ii) the value added tax or sales tax, if any, levied thereon .

(Signature, date & seal of authorized representative of the contractor)

[ANNEXURE - IV](#)

FORMAT FOR NO DEVIATION CERTIFICATE
(To be submitted in the bidder's letter head)

To,
Bharat Heavy Electricals Limited,
POWER SECTOR – EASTERN REGION
2nd FLOOR, Block-DJ, Plot- 9/1, SECTOR
SALT LAKE CITY, KOLKATA – 700 091
FAX – 033-2321-1960

Sub: NO DEVIATION CERTIFICATE "SUPPLY & APPLICATION OF THERMAL SPRAY INSULATION OF 110 MW TURBINE & PAD INSULATION OF PIPE LINES AT UNIT-2, MUZAFFARPUR TPS, KBUNL, KANTI, BIHAR."

Tender No. PSER: PUR: MZP-S137:13: (ENQ:13:PP:0015:PUR:191) DTD. 03/03/2014 ALONG WITH TENDER CHANGE NOTICE (TCN-01) DTD. 20/03/2014.

Dear Sirs,

With reference to above, this is to confirm that as per tender conditions, we have visited site before submission of our offer and noted the job content & site conditions etc. We also confirm that we have not changed/modified the tender documents as appeared in the website/newspapers and in case of observance at any stage, it shall be treated as null and void.

We hereby confirm that we have not taken any deviation from tender clauses together with other references as enumerated in the above referred NIT and we hereby convey our unqualified acceptance to all terms and conditions as stipulated in the tender and NIT.

In the event of observance of any deviation in any part of our offer at a later date whether implicit or explicit, the deviations shall stand null & void.

We confirm to have submitted offer strictly in accordance with tender instructions.

Thanking you,

Yours faithfully,

(Signature, date & seal of authorized representative of the contractor)