



**Office of the
Chief Administrative Officer
(Construction)
South Central Railway
Secunderabad-500 071**

No.W.CON.496/A/G/5434/WC.3

Date: 02-09-2011

**M/s.Chamundi – R.C. Kapoor - M.M Shawl (JV),
Flat No.101, Sri Sai Apartments,
Road No.5, Street No.9,
Nehru Nagar,West Marredpally,
Secunderabad – 500 026.**

Sir(s)

Sub: Construction of new B.G line from Nandyal to Yerraguntla stations-Construction of major bridges with PSC girders/PSC slabs with pile foundations including earth work in approaches for minimum length of 100.00m on either side between chainage 0.00m to chainage 10000.00m.

Tender Notice No. 8/CAO/C/SC/2011 dated: 28.02.2011(Item No.4)
Tender opened on 05-04-2011.

Ref: Your Negotiated offer dated 17-08-2011.

Your negotiated offer submitted on 17-08-2011 in connection with the subject work has been accepted by the competent authority at a total value of **33,17,76,876.10 ps (Thirty Three Crores Seventeen Lakhs Seventy six Thousand Eight Hundred Seventy six and Paise Ten only)** with rates quoted for different schedules as given under:

Schedule	Face value in ₹.	Accepted Rate & Value	
		% Rate	Value in ₹.
Sch-A (Bridge items)	7,92,91,777.00	(+) 4.5%	8,28,59,906.97
Sch-B (PSC Girder items)	2,87,98,292.00	(+) 9%	3,13,90,138.28
Sch-C (Earth work items)*	2,70,04,830.00	(+)4.5%	2,82,20,047.35
Sch-D (Steel items)	12,56,52,000.00	(+) 15%	14,44,99,800.00
Sch-E (SSR Cement item)	1,97,59,740.00	(+) 81%	3,57,65,129.40
Sch-F (SSR items)	5,00,000.00	At par	5,00,000.00
Sch-G (RMC)	1,17,01,170.00	(-) 27%	85,41,854.10
	29,27,07,809.00		33,17,76,876.10

*The rate of Schedule-C should not be compared for future references.

2 . Please note that all the works included in this contract shall be completed within the period of **09 (Nine)** months (including intervening monsoon period) from the date of issue of this acceptance letter as per the **TIME FRAME/ MILE STONES** chart stipulated in the tender document, which is **agreed/signed by you**. Further, you are expected to adhere to the progress of work as per the above mentioned **TIME FRAME/ MILE STONES** chart (copy enclosed). In case you fail, in achieving the first 2 mile - stones, the contract would be liable for termination under clause 62 of the GCC.

3. Please also note that an amount of **₹.1,65,88,850/-** (i.e., 5% of contract value) is payable towards **Performance Guarantee** for the due and faithful fulfillment of the work. The said Performance Guarantee (PG) shall be furnished within 30 (thirty) days from the date of issue of this Letter of Acceptance (LOA). The authority who has signed the contract agreement (LOA) may grant extension of time for submission of P.G beyond 30 (thirty) days and upto 60 (sixty) days from the date of issue of LOA if so required. However, a penal interest of 15% p.a. shall be charged for the delay beyond 30 (thirty) days, i.e., from 31st day after the date of issue of LOA. In case, you fail to submit the requisite P.G even after 60 (sixty) days from the date of issue of LOA, the contract shall be terminated duly forfeiting EMD and other dues, if any payable against the contract and you shall be debarred from participating in re-tendering for the work. The above said Performance Guarantee shall be furnished either in cash or Irrevocable Bank Guarantee or Government Securities including State Loan Bonds at 5 percent below the market value or Deposit receipts, pay

orders, demand drafts and Guarantee Bonds.(these forms of Performance Guarantee could be either of the State Bank of India or any of the Nationalized Banks)or Guarantee Bonds executed or Deposits receipts tendered by all Scheduled Banks or a Deposit in the Post Office Savings Bank or a deposit in the National Savings Certificates or Twelve years National Defence Certificates. or Ten years Defence Deposits or National Defence Bonds or Unit Trust Certificates at 5% below market value or at the face value whichever is less or Fixed Deposit Receipt drawn in favour FA & CAO/C/SCRly/Secunderabad.

3.1 The Performance Guarantee shall be released only after physical completion of work based on the 'Completion Certificate" issued by the competent authority stating that the work has been completed by you in all respects satisfactorily.

4. If you are interested to furnish the Performance Guarantee as called for in para No.3 above in cash the same shall be lodged with the chief cashier/SCRly/sec;bad and money receipt issued by him on this account should be forwarded to this office,so that arrangements will be made for execution of necessary agreement.

5. In addition to the above, **an amount of .1,65,88,850/- (is also payable towards full Security Deposit for the due and faithful fulfillment of the work.** The EMD amount furnished along with your offer in the form of **Confirmation of Deposit No.AQE 003032 (A/c. No.042100PR00024982 dt.31-03-2011 for .16,13,540/- issued by Punjab National Bank, R.P. Road Branch, Secunderabad is adjusted towards part security deposit and the balance Security Deposit amount of ₹1,49,75,310/- will be recovered from your running bills at the rate of 10 % till the balance S.D amount is fully recovered.** The security deposit shall be released only after the expiry of the maintenance period and after passing the final bill based on an '**Unconditional and Unequivocal No Claim Certificate**' submitted by you.

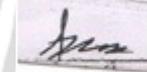
6. Please note that no interest will be payable on the Security Deposit/Performance Guarantee. But the Govt. Securities detailed above will be payable with interest accrued thereon, if they carry any interest.

7. **P.V.C: The index number of the base period will be the Index number obtained for the month of the opening of the tender or the month in which final negotiations are held. Hence, the base period for the tendered work will be August 2011.**

8. It may please be noted that until a formal agreement is executed, this acceptance letter shall constitute a binding contract between you and the Railway subject to modification as may be mutually agreed to. The agreement for this work should be executed within 7(Seven) days from the date of receipt of notice from this office that such documents are ready, failing which action will be taken in terms of Clause12 of the regulations of tenders and Contracts without prejudice to any further right or remedies.

Encl: One Please acknowledge the receipt.

Yours faithfully,



(K.V.Sivaprasad)
Chief Engineer/C-III/SC,
for & behalf of President of India.

Copy to:

1. **FA & CAO/C/SC** for information together with copy of NTCP. One more copy of LOA along with list of unsuccessful tenderers is herewith enclosed, the same may be handed over to suspense section for releasing the EMD amount to unsuccessful tenderers (Encl: two).
2. **DY.CE/C/HX** for information and necessary action together with a copy of NTCP. (Encl:One).
3. Labour Enforcement Officer (Central), Rly.Qtr.No.533, Opp: Railway High School, Guntakal -515 801 for information.
4. Chief Cashier/SCR/Secunderabad for information.

for Chief Admin. Officer/Con/SC

