

SOUTH CENTRAL RAILWAY



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

No.W.CON.496/A/GTL/GY-PDK/5428/WC.3

Dated: -03-2011.

**Sri M.V.V. Satyanarayana,
Railway Contractor,
673, D.No.6-1-136/3m, Meher Ratna Complex,
Balaram Colony, Walker Town,
Secunderabad.**

Sir,

Sub: Guntakal Division - Gooty - Pendekallu section - Proposed crossing station at RAMALINGAIAH PALLI - Earthwork in formation of embankment, construction/extension of minor bridges, construction of station building, Low Level platform and miscellaneous works etc.,.

Tender Notice No. 31/CAO/C/SC/2010 Dated: 01-11-2010 (Item No.1).

Ref: Your Negotiated Offer submitted on 04.03.11

Your Negotiated offer submitted on **04.03.2011** for the above work at a total value of **Rs.2,78,44,748.04 ps (Rupees Two Crores, Seventy Eighty lakhs, Forty four Thousand Seven hundred Forty eight and paise four only)** has been accepted as mentioned below.

Sl.No	Schedule	Base Values (Rs)	Accepted Rate %	Accepted Values.(Rs)
1.	Schedule 'A'	84,51,250.00	(+) 36	1,14,93,700.00
2.	Schedule 'B'	68,93,362.00	(+) 08	74,44,830.96
3.	Schedule 'C'	8,80,000.00	At par	8,80,000.00
4.	Schedule 'D' *	19,43,976.10	(+)112	41,21,229.33
5.	Schedule 'E'	23,95,698.01	(+)63	39,04,987.75
	Total	2,05,64,286.11		2,78,44,748.04

2. Please note that all the works included in this contract shall be completed within the period of **9(Nine)** calendar months (inclusive of the intervening monsoon period) from the date of issue of this acceptance letter. "The contractor would be expected to adhere to the progress of work as per the accepted mile stone chart. In case they fail in achieving the first 2 mile stones, the contract would be liable for termination under clause 62 of the GCC" (Time frame chart placed at Annexure-I)..

3. Please also note that an amount of **Rs.13,92,240/-**(i.e., 5 % of contract value) is payable towards **Performance Guarantee** for the due and faithful fulfillment of the work within 15 days from the date of issue of this letter. This guarantee shall be initially valid up to the stipulated date of completion plus 60 days beyond that. In case, the time for completion of work gets extended the contractor shall get the validity of Performance Guarantee extended to cover such extended time for completion of work plus 60 days. 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.

The Performance Guarantee shall be released only after physical completion of work based on the 'Completion Certificate" issued by the competent authority.

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.

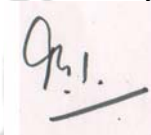
5. In addition to the above, an amount of **Rs.13,92,240/-** is payable towards full security deposit for the due and faithful fulfillment of this work. The EMD of **Rs.2,52,830/-** furnished along with your offer in the form of **Deposit Receipt (A/c. No.910040047460009) dt.09-12-2010** issued by **AXIS Bank, Tarnaka Branch, Welcome Court Complex, Tarnaka, Secunderabad – 500 017** is adjusted towards part security deposit and the balance Security Deposit amount of **Rs.11,39,410/-** 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 completion of the work and after passing the final bill based on 'No Claim Certificate'

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. 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.

Please acknowledge the receipt.

Yours faithfully



(LAXMINARAYANA)
Chief Engineer/Con-I/SC
Chief Administrative Office(Constn)
S.C. Railway, Secunderabad
FOR AND ON BEHALF OF THE
PRESIDENT OF UNION OF INDIA

