

NIT No.MMTC/BBN/CRUHSED SIZED I.ORE/NINL-RM/2/2013-14 dated .18/09/2013
 Last Date of Submission of Bids : 30/09/2013 at 13 : 30 Hours
 OPEN TENDER NOTICE FOR PURCHASE OF CRUHSED SIZED I.ORE.(10-40MM Size)BASIS (63% FE)

 MMTC Limited, A Government of India Enterprise, having its Sub-Regional Office at Kalinga Road, Barbil – 758 035, P.O. Barbil, Dist. Keonjhar (Odisha)invites **open tender in two bid system** from mine owners and traders for supply of Crushed Sized Iron Ore (63% Fe) for the integrated steel plant, Neelachal Ispat Nigam Limited, at Kalinga Nagar Industrial Complex, Duburi - 755 026, Jajpur, Odisha, as per following specifications, terms & conditions :-

The bidders are required to submit their sealed tenders on or before 30/09/2013 by 1330 Hrs in the Tender Drop Box kept in Minerals Section, MMTC Limited, Barbil. The offer (s) is / are required to be submitted in **two separate sealed envelopes** i.e. one for Technical bid containing documents as mentioned under Eligibility Criteria including signed technical bid portion in each page of this tender as a mark of acceptance and second for Price Bid containing only quoted price per MT in INR for material tendered with name of loading station and price per WMT. The entire information to be mentioned in technical bid and price bid should be type written/downloaded from website without any change. Any deviation from the above procedure in submission of bids, will incur rejection of the bids straightway. The technical bid will be opened on 30/09/2013 at 16:00 Hours and the price bid of technically qualified bidders will be opened subsequently. Bidders can depute their authorized representatives during opening of technical and price bids, if they desire. In case bidders fail to depute their representative during such opening of bids, no subsequent representation would be entertained relating to the tender process. This NIT is available in MMTC & Govt. web sites i.e. (www.mmtclimited.gov.in & <http://eprocare.gov.in>).The NIT can be downloaded from the web sites and the bidders are required to submit the bids as per tender so downloaded without any change /modification/alteration/ deletion . In case of any changes in the NIT come to notice subsequently by MMTC, the same will be rejected summarily.

CLAUSE 1. ELIGIBILITY CRITERIA : In order to become eligible to participate in the above Tender, prospective bidder(s) must submit following documents along with Technical Bid :-

(a) (i) Self certification by Mine owners /Self certified copies of Valid Trade Licence (for traders) (ii) IBM Registration Certificate ; (iii) PAN card ; (iv) VAT Registration Certificate clearly indicating the commodity being dealt ; (v) CST Registration Certificate for iron ore.(vi) Local address with FAX/E-mail ID/Telephone No).(in case of traders)along with source of procurement.

(b) EMD of Rs.2.00 Lakh in the form of Demand Draft / Banker's Cheque favouring MMTC Limited, payable at Barbil.

In case wrong information with regard to the eligibility criteria or otherwise is furnished by any bidder party, they shall be black-listed and debarred to enter into any commercial transaction of any nature with MMTC, in future.

CLAUSE 2 SALIENT FEATURES OF NIT :

Commodity : Sized Crushed Iron ore (10-40 mm) (WMT basis by Rail)

SPECIFICATIONS :

CHEMICAL COMPOSITION		PHYSICAL COMPOSITION	
Fe	63% (basis) Rej. below 61% Fe	Size	10 MM to 40 MM
Sio2	3.50% Max. Above the limit penalty	+40 MM	10% Max. Above the limit penalty
Al2O3	2.50% Max. -do-	-10 MM	10% Minimum Above the limit penalty
Sulphur	0.02% Max. -do-		
Phos	0.05% Max. -do-		
Cu, Zn, Pb	Traces	Moisture	3.5% Max Above the limit penalty

Cont.... P/2

In the event of deviation from the above specifications of Sized Iron Ore, MMTC reserves right to cancel entire or part of the Purchase Order with / or without penalties.

CLAUSE 3 : Quantity & Delivery period : As per following details :-

Month	Crushed Sized Iron Ore (10-40MM) MTs
October, November & December , 2013	5 RAKES MAX PER MONTH AT MMTC'S OPTION.

Quantities can be increased or decreased at MMTC's option during the above period. Further, MMTC reserves the right to extend the delivery period as per requirement of NINL. Allocation of rakes/Quantity shall be on monthly basis. In case of failure by the supplier to supply allocated quantity/rakes during a particular month, the balance quantity/rake shall not be carried forward to next month and shall be treated as lapsed quantity. However, in case of non-supply of rakes by railway inspite of registration of indents by the supplier the balance quantity/rakes shall be carried forward to next month. MMTC reserves the right to cancel the allocation of a supplier and allot the same to other supplier in case of non-supply of Sized Ore for NINL plant.

CLAUSE 4 : Loading point : Nearest Railway siding of the supplier from amongst Banspani, Jaroli, Essel , BIL Siding of S.E. Railway under CKP Division and Nayagarh siding of ECO Railway.

- i) The bidders have to quote price per WMT basis as per above mentioned railway sidings.
- ii) Allotment of rakes shall be decided as per NINL's requirement, CBT allocation of rakes by Railway Authorities and landed cost of material at NINL siding.

CLAUSE 5 : Destination : Railway Siding of Neelachal Ispat Nigam Limited, Duburi (NINS) Jajpur, Odisha.

CLAUSE 6 : Terms of Delivery : Indent to be registered by the seller at the respective Railway sidings as per CBT allotment programme of the Railway. Supplier has to ensure loading of material in the wagons fit for loading of Iron Ores and arrange packing of doors properly to prevent loss of cargo en-route destination. The supplier must clean each and every wagon before loading of the material to avoid any contamination of material.

CLAUSE 7 : Price: Price shall be Rs. per WMT on F.O.R basis as per mentioned Railway Siding. The price shall be inclusive of royalty and exclusive of VAT/Sales Tax, labour welfare cess and entry tax as applicable, which will be as per the prevailing rates. Any variation in the rate of taxes or imposition of any fresh statutory levy during the contractual delivery period shall be to the account of buyer, subject to submission of documentary evidence to that effect by the supplier.

CLAUSE 8 : Penalty :

7.(a) **Penalty for Fe Content :**

- i) Ore containing Fe content (-) 63% up to 62% : 2% of base price PWMT
- ii) Ore containing Fe content from (-) 62% up to 61% : 4% of base. price PWMT
- iii) Ore containing Fe content less than 61% shall be treated as rejected material. For rejected materials, a token price of Rs.1/- PWMT shall be applicable. However, other elements like Royalty, Transportation charges of material from Mines to siding and loading into wagons, labour welfare cess and VAT shall be applicable at actual.

(b) **Silica :**

For each 0.1% of Silica above the contractual specifications, the deduction in price will be Rs.2.30 PWMT, fraction pro-rata.

(c) **Alumina :**

For each 0.1% of Alumina above the contractual specifications, the deduction in price will be Rs.2.30 PWMT, fraction pro-rata.

(d) **Sulphur :**

For each 0.01% of Sulphur above the contractual specifications, the deduction in price will be Rs.5.00 PWMT, fraction pro-rata.

(e) **Phosphorus :**

For each 0.01% of Phosphorus above the contractual specifications, the deduction in price will be Rs.5.00 PWMT, fraction pro-rata.

(f) **Moisture:** Moisture : Moisture content is allowed to the extent of 3.5% . However, in case the moisture content analyses above the contractual limit of 3.5%, deduction in quantity will be effected at actual over and above 3.5%

(g) **Penalty for mechanical composition :**

Deduction in price will be Rs. 23.00 per WMT on the quantity of over size ore(+ 40 MM) in excess of contractual specification of 10%. The deduction in price will be Rs.30.00 PWMT on the quantity of under size ore (minus 10 MM) in excess of contractual limit of 10%.

CLAUSE 9 : Weight Determination :

(i) Weight of the ore supplied on F.O.R basis shall be determined on the basis of weight recorded at Govt. approved road weighbridge and the quantity unloaded at Railway Siding on the basis of Transit Permits issued by Mining Department, Joda. Weight determined as above shall be binding for payment purposes.

(ii) In respect of private Sidings where quantity is determined on the basis of Railway Receipt, quantity in the bill shall be as per the R/R. In case DDM, Joda Mining Circle permits acceptance of permitted quantity on the basis of weighment of individual lorries without Transit Permit, the total quantity shifted as per statement submitted by the supplier would be acceptable for payment purposes.

(iii) Payment of Railway dues such as, Punitive Charges, Dead freight etc shall be as per Railway Receipt. The Punitive charges, Dead freight and detention charges due to en-route weighment of rakes if any payable to the Railways shall be shared equally between the buyer and the seller subject to maximum of Rs.100/- per MT being the share of MMTC. Demurrage charges due to delay in loading and over loading penalty due to loading of material more than permissible quantity of 68 MT per wagon shall be to the seller's account. Further, other Railways liabilities, if any, related to the despatch of material shall be to the seller's account..

CLAUSE 10 : Sampling and Analysis of cargo : At the loading point, an approved / recognized public analyst shall be appointed as independent analyst by the buyer who shall draw samples and analyze for the quantity loaded by the seller. The analyst shall determine the specifications (Chemical and Physical) of the ore for a full rake in three lots by giving analysis of elements, components as per required specifications. First 2 (two) lots shall be of 20 wagons each and the 3rd lot shall be for the balance wagons in the rake. The analyst shall provide an analysis certificate showing detailed analysis reports after completion of the lot indicating the weighted average of three lots.

Apart from above as and when required, joint sampling/analysis by a third party inspection agency nominated by MMTC/NINL would be undertaken at unloading point i.e. NINL plant and the results of the sampling analysis shall be binding for all purposes.

Drawing of samples at the time of loading of rakes for carrying out chemical and physical analysis shall be done by the public analyst appointed by the buyer. In case seller's representative does not turn up at the time of drawing of samples, the sample so drawn by the public analyst in the presence of buyer's representative would be final and binding on the buyer.

Final sample packets prepared by the analyst by crushing, etc. will be divided into 7 (seven) parts and sealed separately in the presence of the representatives mentioned above. Out of above, two sample packets will be handed over to the representative of NINL, one to seller's representative and one will be retained by the public analyst to conduct the analysis. In case recourse has to be taken for umpire analysis, the fifth set of sample packets (i.e the umpire's sample) preserved under the safe custody of the analyst concerned, will be used and the balance two set of sample packets will be handed over to the representative of MMTC.

Cost of such sampling / analysis by the public analyst will be to the seller's account. In the event of recourse, cost of such analysis will be borne as stated in the umpire analysis clause appearing hereunder.

Umpire Analysis :

Whenever buyer or seller demands for umpire analysis the duplicate sample packet with MMTC will be sent for cross-check purpose by MMTC's other empanelled analyst. If the result revealed is at a variance of 0.5% or more, such cases only shall be considered for umpire analysis. The sample intended for umpire analysis will be destroyed after three months from the date of declaration of the analysis results, unless instructions to the contrary are issued. The cost of the umpire analysis will be to the account of the party, whose analysis is more remote from the umpire analysis. If the result of the analysis are equi-distant from the original analysis the charges will be divided equally between the buyer and the seller.

CLAUSE 11 : Payment :

(a) *Provisional Payment* : The Seller shall raise commercial invoice to MMTC Limited, Barbil, Dist: Keonjhar(Odisha) (Tin No.21471106607), for supplying cargo to Neelachal Ispat Nigam Limited. Buyer will release provisional payment to the extent of 90% value of the cargo through E-mode on receipt of analysis report (Fe content only reported by third party analyst) appointed by MMTC, on the basis of weight determined as per CLAUSE 10 of this NIT against Invoice supported by Railway Receipt / Transit Permit issued by the Dept. of Steel & Mines, Govt of Odisha. Seller will submit a detailed statement of Transit Permits showing quantity shifted from minehead to the Railway siding, duly sealed & signed by Govt weighbridge officials or concerned receiving officials of railway at railway siding along with invoice. Besides, supplier shall comply with all statutory norms relevant for obtaining mining permission, rake loading, etc.

(b) *Final Payment* : Buyer will release the final payment after adjustment of provisional payment to supplier on E-Mode on the basis of weight and complete analysis report determined as per CLAUSE 9. For the purpose of E-payment the supplier will be required to furnish its Bank account details in writing to MMTC in the prescribed format. The Bank charges for RTGS payment will be borne by the Seller having account other than State Bank of India.

CLAUSE 12 : Inspection :

Inspection of cargo at Buyer's option will be done at mineheads by Buyer's representative. This will, however, not absolve the Seller of its responsibility for supply of the material as per contractual specifications.

CLAUSE 13:Consignee :

The seller shall consign the material in favour of M/s. Neelachal Ispat Nigam Limited, Kalinga Nagar Industrial Complex, Duburi-755026, Dist .Jajpur, Odisha A/C. MMTC Limited, Barbil

CLAUSE 14 : Default in Delivery : In the event of any default in the delivery schedule or non-performance of the contract by the Seller, the Buyer reserves the right to purchase the defaulted quantity involved from the market in which event the contract shall be deemed to have been executed to the extent of such quantities bought at Seller's risk. Additional cost, if any, in the risk purchase including all incidental expenditure in connection therewith shall be paid by the Seller to the Buyer promptly in the manner required by the Buyer immediately on receipt of a demand from the Buyer.

CLAUSE 15 : Security :

Successful bidder shall submit security deposit of Rs.10,00,000/-(Rupees Ten Lakhs) only in the form of pay order or demand draft issued by any nationalised Bank in favour of MMTC Limited payable at Barbil. On receipt of the above security deposit, contract shall be executed and EMD shall be returned to the successful bidders. Unsuccessful bidder will also get back their EMD after 5 working days from the date of work order issued to successful bidder.

CLAUSE 16 : Arbitration :

Any disputes or differences whatsoever arising between the parties out of or relating to construction, meaning, scope, operation of this contract or validity or breach thereof shall be settled by Arbitration by Sole Arbitrator to be nominated by General Manager,MMTC,Bhubaneswar.The provisions of Arbitration and Conciliation Act, 1996 shall apply to such Arbitration proceedings. The venue of the Arbitration shall be Bhubaneswar, Odisha.

CLAUSE 17 : Force Majeure :

In case at any time during the existence of the contract, either party is unable to perform in whole or in part any obligation under the contract because of war, hostility, military operation of any character, civil commotions, sabotage, quarantine restrictions, acts of Government, fire, floods, explosions, epidemics, strikes, embargoes, blockages, mobilizations, earthquake, cyclone, **plant shut down restrictions** or any other unforeseen circumstances beyond the reasonable control of the parties concerned then the date of fulfilment of any obligations shall be postponed during the time when such circumstances are operative.

Any waiver / extension of time in respect of the delivery of any instalment or part of the goods shall not be deemed to be waiver/extension of time in respect of the remaining deliveries. If operation of such circumstances exceeds by one month, the affected party will have the right to refuse further performance of the contract in which case neither party shall have the right to claim eventual damages.

The party which is unable to fulfil its obligations under the present contract must within 10 days of occurrence of any of the cause mentioned in the contract shall inform the other party of the existence of the circumstances preventing the performance of the contract. Certificate issued by a Chamber of Commerce of Industry or any other competent authority connected with the cause shall be sufficient proof of the existence of the above circumstances and their duration. Non-availability of material will not be an excuse to the Seller for not performing their obligations under the contract.

The delivery period in respect of undelivered quantities may be extended during the contractual period at Buyer's option subject to acceptance of the price by the Seller available through any tender by MMTC during the extended delivery period or the contractual price, whichever is lower.

If no mutual agreement either for extension of time for supply of iron ore or price is arrived at, the contract may be terminated at the option of the MMTC without any liability.

CLAUSE 18 : Authorisation of Agent/Representative : For the bid submitted by agent / representatives, the name, address and bank attested specimen signature of their principle is to be furnished along with a letter of authority issued by the principal authorising the agent/ representatives to participate on their behalf.

CLAUSE 19 : Contract : Tender documents forming part of the contract shall be signed by the bidder on each page and furnished along the Technical Bid as token acceptance of the terms and conditions. One copy of the Purchase Order(s) to be issued by MMTC to successful bidder(s) shall also be duly stamped and signed by the supplier and submitted to MMTC.

CLAUSE 20 : Submission of Tender Bid : The bid (s) is/are to be submitted in the following manner :

(a) *Techno-Commercial Bid* : As per details given in Clause under Eligibility Criteria .

(b) *Price Bid* : Price per WMT basis.

Both the envelopes superscribing Part -I and Part-II separately for Tender NIT No.MMTC/BBN/SIZED CRUSHED I.ORE /NINL-RM/2/2013-14 dated 18/09/2013 for supply of Claibrated Iron Ore are to be put in one sealed envelope.

CLAUSE 21 : General :

(a) For evaluation of the bid, the landed cost at NINL plant, Duburi, Jajpur shall be considered.

(b) MMTC reserve the right to cancel or reject any or all bids without showing any reason whatsoever and the decision of MMTC in this respect shall be final and binding and shall not be liable to be questioned in any court or before any authority.

(c) MMTC also reserves the right to allocate the full quantity to a single supplier or split the full quantity to different suppliers conforming to L-1 price.

Clause No.22: Termination of Contract

The buyer may at any point of time by notice in writing summarily terminate the contract without any complaint whatsoever from the seller. OR

- i) In the event of insolvency of the seller/insolvency of any partner of the seller's firm/dissolution of the seller's firm/winding up of the sellers company on appointment of receiver. OR
- ii) If the seller commits the breach of the contract even though not specifically provided for herein, provided always that such determination shall not prejudice any right of action or remedy which shall accrued or shall accrue thereafter to the buyer and provided also that the seller shall be liable to compensate the buyer for damages, claims, losses and expenses etc.

Clause No.23: Validity:

The tendered price/rate will remain valid for 90 days from the date of opening of the tender (price bid), for acceptance by MMTC Ltd.

The details of tender will be available in the MMTC website www.mmtclimited.gov.in & Govt e-procurement portal www.eprocure.gov.in.

MMTC limited
B A R B I L

Accepted.

(End of Technical Bid portion)

NIT No. MMTC/BBN/CRUSHED SIZED I.ORE/NINL-RM/2/2013-14 Date -18/09/2013
(Last Date of submission of Bids : 30/09/2013 at 1330 Hours)

PART-II

PRICE BID

Price: Price shall be Rs. per MT on F.O.R basis as per mentioned Railway Siding. The price shall be inclusive of royalty and exclusive of labour welfare cess, VAT and Entry tax as applicable, which will be as per the prevailing rates. Any variation in the rate of royalty, labour welfare cess and sales tax or imposition of any fresh statutory levy during the contractual delivery period shall be to the account of buyer, subject to submission of documentary evidence to that effect by the supplier. The supplier shall submit to MMTC copies of royalty payment receipts on quarterly basis during the contract period.

The price offered shall be valid till 31.12. 2013 for acceptance by MMTC.

Place:
Official Seal

Signature of the Bidder with

Date:

