



ANDHRA PRADESH POWER GENERATION CORPORATION

ABSTRACT

APGENCO- Manufacture and supply of forged steel Grinding Media in BHEL specification in 50mm size to VTPS, RTPP and KTPS-V - Orders - Issued.

G.O.O.No. 414 /Generation-I/2006

Dated:6 /11/2006.

Read the following

1. CE/Generation Note dt.11.10.2006 for consideration of SPC.
2. Note approval of the SPC dtd:16/10/06 .

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ORDER:

1) The Chief Engineer/Gen-I ,vide his Note cited above, has stated that Open tenders in two part bid were called against TS No.CEG-I(E2/A2)/ 04/2006-07 for supply of 1830MT of Grinding Media balls in BHEL Specification for VTPS, KTPS-V and RTPP .

2) The following 8 Nos. firms have submitted their offers.

S.No.	Name of the Firm
1	M/s.R.N.Metals, Jaipur
2	M/s.Radhey Forgings, Patna.
3	M/s.Patwari Udyog, Patna.
4	M/s.Shyam steel Udyog, Raipur.
5	M/s.Balaji Industrial Products Ltd., Jaipur
6	M/s.Commercial steel Engineering corpn. Patna.
7	M/s.Agrawal Round Rolling Mills Ltd.,Raipur.
8	M/s.Torus India Ltd., Hyderabad.

3) M/s RN Metals, Jaipur ,M/s Balaji Industrial Products Ltd, M/s Patwari Udyog(L3 for VTPS & KTPs-V) and M/s Agrawal Roud Rolling Mills Ltd(L3 for RTPP) were the L1 ,L2 and L3 respectively with quoted and evaluated prices as detailed below.

STATION WISE						
	KTPS-V		VTPS		RTPP	
Name of the firm	Quoted Price(Rs.)	landed price(Rs.)	Quoted Price(Rs.)	landed Price(Rs.)	Quoted Price(Rs.)	landed price(Rs.)
M/s R.N.Metals, Jaipur(L1)	23800.00	31385.07	23800.00	31385.07	23800.00	31385.07
M/s Balaji Industrial Products Ltd,jaipur(L2)	24500.00	32500.46	24500.00	32500.46	24500.00	32500.46
M/s.Patwari Udyog(L3)	26150.00	33710.83	26150.00	33598.59	26150.00	34047.55
M/s.Agrawal Round Rolling Mills ltd.,Raipur(L3)	26500.00	33965.87	26500.00	33965.87	26500.00	33965.87

4) Grinding media is a critical consumable item and non availability will affect generation. Hence, to ensure reliable supplies to stations, it was proposed to distribute the total quantity of 1830MT among three firms i.e L1,L2 and L3,duly negotiating with L2 and L3 to match their rates with L1 evaluated price.

5) During the negotiations, M/s RN Metals, L1, offered a price reduction of Rs.200/- PMT towards P&F charges and accepted to absorb transit insurance charges. After negotiations, the quoted and evaluated price of L1 i.e M/s RN Metals working out to Rs.23,800/- and Rs.31,113/- respectively. But L2 and L3 have expressed their inability to match their price with L1 evaluated price.

6) Further, the present L1 price is less than the earlier accepted rates against PO No. GM 4085,dt:21/1/05 & Extn order dtd:18/8/06 and GM 4062,dt:01/08/05 &Extn order dtd:18/8/06.Hence the same are to be short closed to minimize avoidable expenditure.

7) APGENCO (Andhra Pradesh Power Generation Corporation Ltd), after careful consideration, hereby accords approval for the following.

- i) To place order on L1 i.e M/s RN Metals,Jaipur for supply of 1280MT of Forged Steel grinding media in BHEL specification in 50mm size to VTPS,RTPP & KTPS-V with the price and terms & conditions indicated at Paras (8) to (21).
- ii) To short close the PO Nos. GM 4085,dt:27/1/05 & Extn Order dtd:18.8.06 and GM 4062,dt:01.08.05 & Extn Order dtd:18.08.06 immediately after receipt of supplies from M/s RN Metals, Jaipur.
- iii) To take a decision on procurement of balance quantity of 550MT of grinding media, after addressing the remaining tenderers to match their price to L1 evaluated price.

8) SCHEDULE OF MATERIAL:

Sl.No.	Description	QUANTITY & STATION	Landed price / MT Rs.	Total Amount Rs.
1.	Manufacture and Supply of forged steel Grinding Media in BHEL specification in 50mm size to VTPS, RTPP AND KTPS -V th STAGE	400MT (VTPS)	Rs.31,113.00	Rs.1,24,45,200/-
		400MT(RTPP)	Rs.31,113.00	Rs.1,24,45,200/-
		480MT(KTPS-V th Stage)	Rs.31,113.00	Rs.1,49,34,240/-
	TOTAL	1280MT		Rs.3,98,24,640/-
(RUPEES THREE CRORE NINETY EIGHT LAKHS TWENTY FOUR THOUSAND SIX HUNDRED AND FORTY ONLY)				

9) PRICES: Firm till completion of supplies and is on F.O.R Destination basis.

10) PACKING & FORWARDING : Inclusive @ Rs.200/-PMT.

11) EXCISE DUTY: Excise Duty is inclusive at the rate of 16% + 2% Education cess on ED.

- 12) SALES TAX: Sales tax is inclusive at the rate of 2% against form 'C'.
- 13) FREIGHT : Inclusive @ Rs.2000/- PMT (Inclusive of ST+Ed Cess) to VTPS, RTPP AND KTPS-Vth Stage.
- 14) INSURANCE: Inclusive.
- 15) TERMS OF PAYMENT: 95% of the all inclusive prices of the material will be paid on receipt of the materials at site in good condition and balance 5% payment 90 days thereafter and after completion of the delivery formalities for that consignment.
- 16) THIRD PARTY INSPECTION: The material shall be offered for Pre Dispatch Inspection by representatives of M/s Lloyds. The above prices are inclusive of Third Party Inspection Charges at Rs.392.84/- PMT(Inclusive of ST+Cess).
- 17) DELIVERY: The supplies shall be at 190MT (VTPS:60MT, KTPS.V:70MT and RTPP:60MT) per month from the date of receipt of purchase order to all stations duly arranging inspection by M/s.Lloyds.
- 18) SECURITY DEPOSIT: To furnish 2.5% of the total order value towards security deposit.
- 19) PERFORMANCE BANK GUARANTEE: To extend the validity of the existing PPBG suitably to cover the present order.
- 20) GUARANTEE: 12/24 months from the date of putting the material into use/date of supply against any manufacturing defects or poor workmanship.
- 21) PENALTY : APGENCO terms for the delayed portion of material.

This Order issued with the concurrence of the Director(Finance) vide UO No.537 ,
dt: 02/11/06.

(BY AND ON BEHALF OF THE BOARD OF APGENCO)

AJAY JAIN
MANAGING DIRECTOR

To
CHIEF ENGINEER (GENERATION-I),
APGENCO, VIDYUT SOUDHA,
HYDERABAD - 500082.

Copy to:

PS to the MD (APGENCO)/V.S./Hyderabad - 500082
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// Forwarded by Order //

M. Umesh Reddy
Asst. Divisional Engineer