

Bellary - STP
Payment Terms

The total contract will be split in to three (3) contracts.

- a) Supply portion
- b) Civil & Structural works
- c) Erection & Commissioning.

The quoted contract value of (b) civil & Structural works should be between 20 to 25 % of the total contract value.

The quoted contract value of (c) Erection & Commissioning should not be less than 10% of the contract value of supply portion (a).

PAYMENT TERMS: -

Contract-A: Supply of Materials	
10%	<u>Engineering</u> On design documents/drawing completion & approval (pro-rata)
80%	<u>Supply</u> supply price payable on pro-rata basis on production of a) Material Despatch Clearance Certificate from BHEL & proof of dispatch (MDCC-55%) b) Material Receipt Certificate from KPCL / MPSEB (25%)
5%	Completion of trial operation
5%	Completion of PG test
Contract –B : Civil & Structural works	
Civil works	
90%	On completion - prorata against agreed billing schedule (BOQ is to be furnished by vendor for approval)
10%	On Handing over of the plant to the owner.
Contract C : E & C	
75%	prorata mechanical erection completion (placement 40% & alignment 35%)
15%	prorata commissioning –sub system wise
5%	Completion of trial operation
5%	PG test & Handing over of STP to KPCL / MPSEB