BHARAT PETROLEUM CORPORATION LIMITED

TENDER NO. SR/LPG/PRIVATE BOTTLING /01/2011 DUE DATE / TIME: 07.03.2011 / 14.30 HRS.

ATTACHMENT 1

INSTRUCTIONS TO TENDERERS

THIS TENDER IS FOR THE LPG CYLINDER BOTTLING ASSISTANCE FOR THE UNDER MENTIONED (INDICATIVE) MARKETS/REVENUE DISTRICTS AND APPROXIMATE QUANTITIES OF BOTTLING ASSISTANCE REQUIRED:

Refer tender conditions pertaining to Packed LPG Transportation

KERALA (Kannur)

SI No.	Revenue District	Estimated Qty. to feed MANGALORE/KO CHIN Territory Markets per Month in MT	
1	KASARGODE	450	
2	CALICUT	300	
3	KANNUR	1000	

TOTAL ESTIMATED QUANTITY OF LPG CYLINDER BOTTLING ASSISTANCE 21000 MT PER ANNUM

THE ALLOCATION OF JOB AWARD BASED ON PLANT CAPACITY / ECONOMICAL OPERATIONS.

CORPORATION RESERVES THE RIGHT TO ATTACH/DETACH ANY MARKET AS PER OUR SOLE DISCRETION.

Tender No. SR/LPG/PRIVATE BOTTLING /01/2011/KANNUR Due Date / Time : 07.03.2011 / 14.30 Hrs

INSTRUCTIONS TO TENDERERS

THIS TENDER IS FOR THE LPG CYLINDER BOTTLING ASSISTANCE FOR THE UNDER MENTIONED MARKETS/REVENUE DISTRICTS AND APPROXIMATE QUANTITIES OF BOTTLING ASSISTANCE REQUIRED :

1. TENDER DOCUMENT CONSIST OF THE FOLLOWING DOCUMENTS :

SL NO.	DOCUMENT	ATTACHMENT DETAILS
1	INSTRUCTIONS TO TENDERERS	ATTACHMENT – I
2	TENDERERS CREDENTIALS AND BIODATA	ATTACHMENT-II
3	DETAILS OF PLANT FACILITIES AND LOGISTICS	ATTACHMENT III
4	PROFORMA FOR AGREEMENT FOR BOTTLING ASSISTANCE	ATTACHMENT IV
5	BANK GUARANTEE FORMAT FOR SECURITY DEPOSIT	ATTACHMENT V & VI
6	PRICED BID	ATTACHMENT VI I

SUBMISSION OF PRICED AND UNPRICED BIDS

 The bids in the sealed cover super scribing the tender no. should be submitted on or before the due date and time specified in the tender. The bids clearly marked as priced bid and unpriced bid shall be put in a separate enclosed envelopes respectively and sealed. These two envelopes together shall be put in another envelope and sealed and submitted.

2. All pages of the tender document shall be signed and sealed appropriately by the person or the person holding the power of attorney. Necessary documents relating to the power of attorney should be enclosed with the tender. The tender should contain the following documents :

Attachment I to VI duly filled (wherever applicable) and signed and stamped on each page.

THE TENDER DOCUMENTS SHALL BE SUBMITTED AT THE FOLLOWING ADDRESS :

THE REGIONAL LPG MANAGER (SOUTH) BHARAT PETROLEUM CORPORATION LIMITED NO.1, RANGANATHAN GARDENS ANNA NAGAR (WEST) CHENNAI – 600 040

- TENDER NO.SR/LPG/PRIVATE BOTTLING/01/2011/KANNUR
- DUE DATE OF THE TENDER: 07.03.2011
- DUE TIME : 14.30 HRS

1.SUBMISSION OF EARNEST MONEY DEPOSIT

- 1 Tenderer shall furnish earnest money deposit of Rs.1,00,000/- (Rupees one lakh only) by a demand draft from a scheduled bank in favour of "Bharat Petroleum Corporation Limited" payable at Chennai with unpriced bid only. The tenderer can submit a bank guarantee from a scheduled bank, in lieu of demand draft for the same as per format given in Attachment V. Tender with EMD submitted in any other form or EMD not found enclosed with the unpriced bid shall be rejected.
- 2. The validity of the bank guarantee shall be for **180 days** from the due date / extended due date for submission of the tender.
- 3. No interest shall be payable on Earnest Money Deposit (EMD).

Units registered with NSIC (copy of valid registration certificate required to be submitted along with unpriced bid) and Public Sector Enterprises (declaration required to be submitted along with unpriced bid) are exempted from submission of EMD.

2. SECUIRTY DEPOSIT

After the award of the job the successful tenderer shall furnish interest free security deposit towards product / equipment security in the form of demand draft / bank guarantee from a Scheduled Bank in favor of M/s Bharat Petroleum Corporation Limited, payable at Chennai. The amount of Security Deposit shall be **Rs.10,00,000/= (Rupees Ten Lakhs only)**

This Security Deposit shall be released within two months of the expiry of contract with BPCL and after completion of all product / equipment re-conciliation is completed in all respects.

3. Computer hardware, software, stationery, electronic data transfer and mail / courier.

- A. Contractor will make arrangement to provide at the plant Y2K complied PC along with 180 column printer with necessary hardware and ups / constant voltage transformer or any other device for protection of hardware / software. BPCL will load the latest version of its ERP package (SAP R/3) into the PC of the contractor for printing of cash memos / invoices and other related documents as well as maintenance of accounts.
- B. All computerised stationery for documentation shall be provided by BPCL. Other stationery items like floppies and papers etc. which are of small value can be purchased by the contractor from BPCL authorized supplier and debited to BPCL accounts at actuals.
- C. The transactions have to be done online through our ERP (SAP R/3) package and hence necessary hardware / internet connections have to be provided by the contractor and the corporation shall arrange to load the ERP package. Necessary training also will be imparted by us.

4.SCOPE.

The scope of the tender includes but not limited to :

Storing bulk LPG at "The LPG Bottling Plant" : of tenderer and bottling assistance of Liquefied Petroleum Gas (LPG) into cylinders and such related and ancillary activities connected with receipt and storing of LPG and bottling of the same and dispatch to BHARATGAS distributors / BPCL LPG Plants in trucks. **TENDERER'S SIGNATURE WITH SEAL** Scope of BPCL shall be limited only to providing Bulk LPG, cylinders for filling, valves, regulators, caps and seals, transportation of cylinders as per details provided in this agreement

5. Qualification Criteria

The tenderer should be a private marketer within the meaning of Liquified Petroleum Gas (Regulation of Supply & Distribution) Order 1993 and amendments made thereafter. The tenderer if had been rated by rating by the rating agencies should mention the rating scale in the tender.

6. The tenderer shall enclose a xerox copy of the rating and name of the rating agency to enable verification.

7. Credentials bio-data and business standing as detailed in attachment II and Plant facilities and logistics detailed in Attachment III shall be submitted. The tenderer shall have to submit bank Solvency Certificate.

8. All things being have executed/equal, preference shall be given to the private marketing companies who are executing contract for bottling services for Public Sector Oil Companies viz. Indian Oil, Hindustan Petroleum or IBP Co., Ltd. A proof of this has to be enclosed by the Tenderer.

9. The plant location, layout, construction and design philosophies shall meet the requirements of OISD Standards 144/169. The Plant should have approval / License from CCOE for Bulk LPG storage, LPG cylinder storage and for the filling facilities. The filling machines, the check scale and weigh bridge should be duly certified by Weights & Measurement Department. Approval should also be available from Local Factory Department, Pollution Control Board and other statutory authorities as applicable.

The Plant in operation shall have all approvals / permissions from all the statutory and Non Government Agencies. BPCL shall in no way be held responsible if any of the permission is found to be not complied with by the tenderer.

LPG plant or plants of the bottler shall be located in the State of Kerala in the vicinity of within 60 Kms radius from Kottayam only.

The location of LPG bottling plant / plants shall be well located logistically to work economically for the BPCL for various markets as indicated. Each LPG Bottling Plant should have minimum bulk storage of 50 MT and also minimum filling capacity of 1000 MT of LPG per month (12000 MTPA). LPG Bottling Plant should be equipped with Fire Fighting Facilities as required as per OISD 169 or OISD 144 standards.

- **10.** It is up to the discretion of BPCL to accept the whole or part of the capacity offered by the tenderer. Also, BPCL at its sole judgement and discretion can accept the part capacity and later on enhance the same depending upon the increase in the market demand, opening of new distributorships in future, as also to meet the rescue demand in case of disruption / stoppage of supply from any of its plants / assisted company plants, irrespective of market / location.
- **11.** The facilities in the plants in operation offered by the Tenderer to BPCL for bottling shall be reviewed by BPCL, in line with its own requirements, and the vendor has to upgrade all the facilities as required by BPCL.
- **12.** The award of work will be subject to inspection of the plant carried out by BPCL officials. BPCL reserves the right to reject the offer based on inspection.
- **13.** In case of power failure, provision of adequate No. of DG sets shall be available at the Plant for full load operation, lighting and critical equipment running.
- **14.**Unless otherwise stated in the tender documents, the losses shall be calculated on the Standard Operating Procedure of the Public Sector Oil Companies, preferably BPCL.
- **15.** Though not compulsory, but plants having ISO 9000/14000 accredition shall be preferred.

THE TENDERER SHOULD NOTE THAT BHARAT PETROLEUM CORPORATION LIMITED RESERVES THE RIGHT TO AWARD THE JOB IN WHOLE OR PART AS ALSO SPLIT THE JOB FOR DIFFERENT LOCATIONS TO DIFFERENT TENDERERS AT ITS SOLE DISCRETION.

- **16.** Bharat Petroleum Corporation Limited also reserves the right to award the job of any one market and decides not to award the balance jobs in other markets to any of the tenderer and/or cancel to award the job of other markets at its sole discretion and without assigning any reason whatsoever.
- **17.**Bharat Petroleum Corporation Limited also reserves the right to cancel the tender in whole or part as the case may be at its sole discretion and without assigning any reasons whatsoever.
- **18.**BPCL reserves the right to accept or reject the tender in whole or part without assigning any reason.
- **19.**BPCL shall not be bound to accept the lowest tender. It reserves the right to accept any tender. Decision of BPCL in this regard is final and binding and shall not be questionable.
- **20.**BPCL reserves the right to extend the last date for submission of the tender in which case the rates quoted should be valid for the extended period also which shall not be more than 30 days beyond.
- **21.** Validity of the offer should be for a period of 180 days from the due date / extended due date for submission of the tender.
- **22.** In case of assistance is rendered to BPCL, following fixed service charges will be payable for the job mentioned below :

Purging of cylinders – Rs.2.00 per cylinder for unpurged cylinder.

The agreement referred to in attachment – IV shall not be assigned, transferred, sub-contracted or sublet in any manner whatsoever. Any attempts to do so in any manner shall give right to BPCL to rescind the agreement without restricting the other remedies and claims available to it.

- **23.** The bottling assistance is required by BPCL for a period of Two years.
- 24. Each party can extend the period for a further period of one year on the same terms and conditions and mutual acceptance. However the agreement can be terminated by either party by giving 30 days advance notice.

Bharat Petroleum Corporation Limited

TENDER NO. SR/LPG/PRIVATE BOTTLING / 01/2011/KANNUR DUE DATE OF THE TENDER: 07.03.2011

ATTACHMENT - II

TENDERER'S CREDENTIALS, BIO-DATA AND BUSINESS STANDING

1	Name of the Applicant	
2	Nationality	
3	Full Address	
5	Telephone No.	
	Fax No.	
	E mail ID	
4	Whether the firm is a private or public limited	
-	concern, or Hindu Undivided family, individual	
	or a registered partnership firm ?	
	(Attested copies of Deeds or Articles of	
	Association shall be enclosed)	
5	Year of establishment	
6	Registration No. if any.	
7	Name of person holding Power of Attorney (in	
	case of Firm)	
	Present address of person holding Power of	
	Attorney	
	Nationality of Person holding Power of	
	Attorney	
	Liabilities of Person holding Power of	
	Attorney	
8.	Name of Partners	
	Full addresses of the partners	
	Liabilities of the partners	
	(Attested copy of partnership deed to be	
	enclosed)	
9	In case of a firm, Name of Banker and full	

	address	
	(Banker's report in original giving financial	
	capability of the firm to handle works of the required magnitude shall be enclosed)	
	Credit arrangement with Banker's along with	
	the limit for Bank guarantees.	
	Enclose bank solvency Certificate	
10	Whether the applicant has qualified persons	
	with technical and process / operational	
	background to deal with operations/	
	maintenance, engineering, documentation, finance, safety and security of LPG Plant?	
	(List of persons, along with their qualifications	
	and experience shall be enclosed)	
11	Whether the applicant is enlisted with another	
	public sector undertaking viz., Indian Oil	
	Corporation Limited, Hindustan Petroleum	
	Corporation Limited, IBP Company Limited or	
	any of its joint venture companies for	
	providing bottling assistance ? If so, give details.	
	List of jobs executed (list only storing and	
	bottling assistance jobs)	
	Documentary proof of having executed the	
	above jobs.	
	Quantity and value of jobs.	
12	Whether the applicant is a shareholder or	
	partner of any firm listed with BPCL ? If so	
13	give details. Whether the applicant or any of his partner or	
15	shareholder is / are members of Indian	
	parliament or any State Legislatures? If so,	
	give details.	
14	Whether applicant has in his roll any	
	dismissed Govt. Servant / Employees of the	
45	Undertaking?	
15	Has the applicant or any of his partners or	
	share holders been blacklisted or removed from approved list of contractors or demoted	
	to lower class, or orders passed, banning /	
	suspending business with the applicant by	
	any undertaking / firm in the past? Please	
	give details.	
16	A list of persons who are working with	
	applicant in any capacity and who are near	

	relatives to any officer in a public sector undertaking and / or in the Ministry of Petroleum shall be furnished. The applicant should also intimate the names of such persons who are employees by him subsequent to his engagement as a contractor.	
17	Permanent Income Tax Account No. and IT clearance certificate of last 5 years.	
18	Copies of last two years balance sheet and profit and loss account shall be enclosed.	
19	Whether the applicant has full knowledge of statutory requirements pertaining to LPG operations.	
20	Any other relevant information, the entrepreneur may wish to furnish.	

This is to certify that we shall not be quoting for the work under more than one name.

We have read the tender documents and understood the same in full and declare that we will abide by the same.

We also enclose the tender document duly signed in token of our acceptance.

SIGNATURE :

NAME OF THE APPLICANT :

DATE :

RUBBER STAMP

ADDRESS

Bharat Petroleum Corporation Limited

TENDER NO. SR/LPG/PRIVATE BOTTLING /01/2011/KANNUR DUE DATE OF THE TENDER: 07.03.2011

ATTACHMENT III

DETAILS OF PLANT, FACILITIES AND MACHINERY AND LOGISTICS

(NOTE : IF THE BOTTLING ASSISTANCE IS OFFERED FROM MORE THAN ONE PLANT THIS FORM CAN BE XEROXED FOR PROVIDING ADDITIONAL INFORMATION)

LOCATION OF PLANT :

DISTRICT :

PART A

SI.No.	Land Details	Units	To be filled by the Tenderer
1	Date acquired	Month / Year	
2	Total Area	Acres	
3	Ownership type	Leased / owned	
4	Lease details if any		
5	Duration	Month / years	
6	Deposit	Rs.Lakhs/Year	
7	Current / Previous owners	Govt / Pvt.	
8	Availability of approach road	Kachcha / Pucca	
9	Whether the plant is	a. OISD Std 144	
	constructed / meeting the	b. OISD Std.169	
	requirements as per / of		
10	Are you providing LPG	a. Name of	
	cylinder bottling assistance to	Company	
	any other PSU Oil Company	b. Location Dist &	
	(enclose xerox copy of the	State	
	order)	c. Qty/ month	
11	Are you providing LPG	a. Name of	
	Cylinder Bottling	Company	
	Assistance to any other	b. Location	
	Parallel Marketing Company	Dist and State	
	(Enclose Xerox copy of the Order)	c.Qty./Month	

PART B LOCATION OF PLANT : PLANT AND MACHINERY DETAILS

DISTRICT:

(NOTE : IF THE BOTTLING ASSISTANCE IS OFFERED FROM MORE THAN ONE PLANT THIS FORM CAN BE XEROXED FOR PROVIDING ADDITIONAL INFORMATION

SI No.	Description	To be filled in by the tenderer
1	RATED PLANT CAPACITY / MONTH	
2	Per shift / day capacity of the bottling plant	MT: In no. of cylinders (Based on 14.2 kg LPG net weight cylinders)
3	Stationery filling scales	No.
4	Heads of carousel – 12/18/24 (specify) and No. of carousels	No Heads NoHeads
5	Licenced capacity of the sheds as per CCOE Licence.	Full cylinders : Empty cylinders : (based on 14.2 kg LPG net weight cylinders)
6	Licence details with date for packed storage (enclose xerox copy)	
7	Bulk storage capacity (in MT)	
8	Spheres	No. x Size Capacity (MT) 1 2 3 4
9	Bullets	No. x Size Capacity (MT) 1 2 3 4
10	Licenced bulk storage capacity as per CCOE Licence	
11	Licence details with date for bulk storage (Enclose xerox copy)	

Bharat Petroleum Corporation Limited

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SI No.	Description	To be filled by the Tenderer
	existing to avoid intermixing of two products	
	a. Any manifold provided, if so please state.	С.
	d. Any spool piece provided, please state.	d.
	e.Any ROV provided for segregation, please state.	е.
13	a. Capacity of weigh bridge in MT	а.
	b. Mechanical / electronic	b.
14	No. of bulk truck loading /unloading bays	
	LPG Compressor – unloading capacity per shift	No Make Capacity
15	LPG Pumps	No Make Capacity (Cubic metres/ hr.)
16	 a. If the pumps are used for loading / unloading any product other than LPG, please state which product and what arrangements are existing for segregation of products to avoid intermixing and maintaining strict quality control. b. If any other means than pumps for loading / unloading, please state. Also, state for which product and arrangement for segregation of LPG from these products. 	a. b.

TENDER NO.SR/LPG/PRIVATE BOTTLING/01/2011/KANNUR • DUE DATE OF THE TENDER: 07.03.2011

17	a. Whether 2% cylinders are checked SQC prior to loading into the trucks.	а.
	 b. If yes, whether on-line or a separate check scale provided in the shed for statistical quality. 	b.
	 Whether it is suitable for weighment of 14.2 kg and19 kg LPG (net weight) cylinders. 	С.
	d. What is the least count of the check scale.	d.
	 Whether a separate register is maintained for 2% cylinders checked before loading into truck. 	e.
	 f. Whether separate check scale exists for checking SQC of 35 KG and 47.5 kg LPG (Net weight) cylinders before loading the cylinders in the truck. 	
	g. What is the arrangement for re-sealing the cylinder after SQC check is correct.	
18	No. of check scales and least count in gms. for 14.2 kg and 19 kg LPG (net weight) cylinders – inline.	1. 2. 3. 4
19	No. of check scales and least count in gms. for 14.2 kg and 19 kg LPG (net weight) cylinders for 2% SQC before despatching cylinders to market / loading into the trucks.	1. 2. 3. 4.

TENDER NO.SR/LPG/PRIVATE BOTTLING/01/2011/KANNUR • DUE DATE OF THE TENDER: 07.03.2011

20	No. of check scales and least count in gms. for 35 kg and 47.5 kg LPG (net weight) cylinders – in line.	1. 2. 3. 4. 5. 6.
21	No. of check scales and least count in gms. for 35 kg and 47.5 kg LPG (net weight) cylinders for 2% SQC before despatching cylinders to market / loading into the truck.	1. 2. 3. 4. 5. 6.
22	What is the arrangement for segregation of defective filled cylinders generated in the Plant.	
23	What is the capacity of the test bath and what is the maximum size of cylinder which can pass through it without any problem.	
24	What is the arrangement for correction of overfilled / under filled cylinders.	
25	What is the arrangement for checking / segregation of filled defective cylinders returned from the market to the plant.	
26	Whether the employees are capable of identifying a. Technically spurious cylinders b. Easily identifiable spurious cylinders	
27	 a. What is the arrangement for identifying spurious cylinders received in the truck / distributors / market. 	а.
	 Whether records are maintained for spurious cylinders 	b.
28	 a. What is the arrangement for identification / segregating due for pressure testing cylinders in the Plant 	a.
	b. Whether records are maintained for due for pressure testing cylinders	b.

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29	Do you have a crushing machine to crush spurious / rejected cylinders and if so of what capacity (average No. of cylinders crushed / shift) ?	
30	 a. Whether the head of filling gun/ machines matches / suitable for filling PSU cylinders. Distributors / market. 	a.
	 b. If not are you willing to change the valve head to suit PSU Valve or provide separate filling machines. 	b.
	NOTE : The valve size of PSU cylinder is different than the parallel marketing company cylinders, thus filling guns/ machines suitable for filling PSU cylinder is required.	

Bharat Petroleum Corporation Limited

TENDER NO. SR/LPG/PRIVATE BOTTLING / 01/2011/KANNUR DUE DATE OF THE TENDER: 07.03.2011 -14.30 HRS

ATTACHMENT IV

PROFORMA FOR AGREEMENT FOR BOTTLING ASSISTANCE

Whereas BPCL carries on the Business of refining and sale of petroleum products and more particularly of LPG.

And whereas the M/s.....are the owners of with storage tanks and other facilities for storing and bottling LPG cylinders at their LPG Plant atwith related equipment and pipelines, pumps, fillling and discharge points, etc.

And whereas BPCL at the request of the tenderer has agreed to appoint the tenderer as its licensee for storing of LPG in Bulk and providing bottling assistance in LPG cylinders from the LPG Plant / Plants at

.....

And whereas tenderer M/shas agreed to receive and store LPG in bulk of BPCL and also receive and store empty cylinders and bottle cylinders belonging to and on behalf of BPCL by complying with all necessary Rules, Regulations, instructions and directions relevant, applicable and issued by the Government of India / State Government, statutory and local authorities, and BPCL from time to time.

AND IT IS HEREBY AGREED BY AND BETWEEN THE PARTIES HERETO AS FOLLOWS :

A. Definitions :

In this tender unless otherwise specifically provided or defined and unless a contrary intention appears from the tenderer the following words and expressions are used in the following meaning :

1. "BPCL" shall mean "BHARAT PETROLEUM CORPORATION LIMITED" Company incorporated in India and having its registered office at Bharat Bhawan, 4&6, Currimbhoy Road, Ballard Estate, Mumbai 400 001 and also having its Territory Office at.....

and shall include its successors and assigns.

- 2. The "Tenderer" or Contractor" or "Bottler: shall mean the tenderer whose tender has been accepted by "BPCL" desirous for rendering bottling assistance from their bottling plant / plants.
- 3. The "LPG PLANT: or "LPG BOTTLING PLANT" or Plant or Plants shall mean LPG BOTTLING PLANT belonging to the tenderer. (It can be one or more than one.)
- 4. The "CONTRACT" shall mean the totality of the agreement between the parties as derived from the tender documents.
- 5. 'ACCEPTANCE OF TENDER" shall mean the Acceptance of Tender conveyed by 'BPCL" to the Tenderer.
- 6. "TENDER DOCUMENTS" shall mean the following documents

SI.No.	Documents	Attachment Details
1	Instructions to tenderers	Attachment – I
2	Tenderers credentials and Biodata	Attachment-II
3	Details of plant facilities and logistics	Attachment – III
4	Proforma for Agreement for bottling assistance	Attachment – IV
5	Bank Guarantee Format for Security Deposit	Attachment – V
6	Details of Earnest Money Deposit	Attachment – VI
7	Priced Bid	Attachment VII

- 7. "PLANT PREMISES" means areas covered by the boundary wall of LPG Plant belonging to tenderer.
- 8. The "LPG" stands for Liquefied Petroleum Gas mixture of certain hydrocarbons predominantly a mixture of butane and propane, condensed to liquid state at normal ambient temperature by the application of pressure and which conforms to Indian Standard specification No. IS 4576 having vapour pressure not exceeding 16.87 kg / cm2 at 650 C.
- 9. The "BULK LPG" means LPG in bulk quantity received by road tankers and stored in storage vessels and handled through pipelines, filling machines, compressors, pumps etc.
- "LPG TANK TRUCK UNLOAIDNG" means unloading of Liquid phase of Bulk LPG from pressure vessel of tank truck and thereafter recovering vapour phase of LPG till pressure in tank truck bullet is brought down to 2 – 2.5 kg / cm2g.
- 11. The 'PACKED LPG" means LPG filled in cylinders.
- 12. "CYLINDER: means a metal container utilised for storing LPG conforming to IS 3196 and as certified by BIS and as approved by CCE.
- 13. The "VALVES" means a valve which is fitted on a cylinder conforming to IS 8738 and as approved by CCE.
- 14. The "O-Ring" means a joint packing which is fitted in the valve.
- 15. "SAFETY CAP" means cap fitted on valve to prevent leaks and withstand LPG pressure of 17 kg/cm2.
- 16. "PURGING OF CYLINDERS" means introducing LPG inside new degassed cylinders and displacing air from the cylinder.
- 17. "PURGED CYLINDER" means a cylinder which has already been commissioned as per above.

The "SEAL" means PVC hot air shrinkable / Aluminium Seal put on the cap of the valve of the cylinder for the purpose of sealing a cylinder after it has been filled with LPG.

- The "SOUND FILLED CYLINDER" means the cylinder conforming to IS 5845 and which has been filled with LPG and kept ready for despatches / marketable in all respects.
- 19. The "DEFECTIVE FILLED CYLINDER" means the cylinder which is not fit for despatch / marketable for one reason or other. It could also mean a defective cylinder received from the market.
- 20. The "SOUND CYLINDER" means the cylinder meeting IS:5845 standards.
- 21. The 'DEFECTIVE CYLINDER" means cylinder which is empty and not fit for filling. It may be purged or un purged.
- 22. "MANDATORY TEST CYLINDER" means a cylinder which is due for statutory testing
- "NEW CYLINDER" means a cylinder which has been received directly from manufacturer or new cylinder supplied by "BPCL" from his stocks and is not purged.
- 24. "REJECTED CYLINDER" means a cylinder not meeting IS 5845 and not serviceable and kept ready for crushing and disposal.
- 25. "FILLING GUN" means equipment used for fixing on the cylinder valve at filling scales for filling LPG.
- 26. "DEGASSED CYLINDER" means cylinder where LPG is emptied out by displacing with water.
- 27. "VALVE LEAK" means LPG leakage through valve joint or spindle seat of the valve.
- 28. "BUNG LEAK" means LPG leakage through the nozzle of cylinder meant for fixing cylinder valve.
- 29. "O-Ring" DEFECT MEANS "O" ring which is worn / damaged and which can result in LPG leakage when regulator is fixed on cylinder.

The "EVACUATION UNIT" means set of equipments used in the process of evacuating defective filled cylinders.

TENDERER'S SIGNATURE WITH SEAL

- 30. "CVT" or 'COMPACT VALVE TESTER" means an equipment meant for detecting valve/'O' ring leak of LPG from valve of cylinder.
- 31. "DEPRESSURISED CYLINDER" means LPG cylinder where LPG is vented out fully from cylinders.
- 32. "HOT REPAIR" means repairing of degassed damaged part of cylinders ie., VP ring, foot ring, etc through hot work namely gas cutting and welding and thereafter stress relieving the cylinder.
- 33. "COLD REPAIR" means repair of LPG cylinder, which does not involve any hot work as mentioned above.
- 34. "SPURIOUS CYLINDER" means LPG cylinder, which is not owned by any of the Company marketing LPG and also not certified by BIS.
- 35. BIS means Bureau of Indian Standards.
- 36. CCE means Chief Controller of Explosives.
- 37. IS means Indian Standards.
- 38. "MT" means Metric Tonne.
- 39. "PDP" means Planned Delivery Program.

B. SCOPE

1. The scope of the agreement includes but not limited to :

Storing bulk LPG at "the LPG Bottling Plant" of tenderer and bottling assistance of Liquefied Petroleum Gas (LPG) into cylinders and such related and ancillary activities connected with receipt and storing of LPG and bottling of the same and despatch to Bharatgas Distributors / BPCL LPG Plants in trucks.

Scope of BPCL shall be limited only to providing Bulk LPG, cylinders for filling, valves, regulators, caps and seals, as per details provided in this agreement.

2. The Plant location, layout, construction and design philosophies

The Plant Location, layout, construction and design philosophies shall meet the requirements of OISD Standards 144/169. The plant should have approval / licence from CCE for Bulk LPG storage, LPG cylinder storage and for the filling facilities. The filling machines, the check scale and weigh bridge should be duly certified by Weights & Measurement Dept. Approval should also be available from Local Factory Department, Pollution Control Board and other statutory authorities as applicable.

The plant in operation shall have all approvals / permissions from all the statutory and Non-Government Agencies. BPCL shall in no way be held responsible if any of the permission is found to be not complied with by the tenderer.

The location of LPG Bottling Plant / Plants shall be well located logistically to work economically for the BPCL for various markets as indicated. Each LPG Bottling Plant should have minimum Bulk Storage of 50 MT and also minimum filling capacity of 1000 MT of LPG per month (12000 MTPA). LPG Bottling Plant should be equipped with fire fighting facilities as required per OISD 169 or OISD 144 Standards.

It is up to the discretion of BPCL to accept the whole or part of the capacity offered by the tenderer. Also, BPCL at its sole judgement and discretion can accept the part capacity and later on enhance the same depending upon the increase in the market demand, opening of new distributorship in future, as also to meet the rescue demand in case disruption / stoppage of supply from any of its plants / assisted company plant irrespective of market / location.

The surplus capacity can be offered at more than one location. BPCL, depending upon logistics or location advantage can accept in part or full at one or more plants.

The facilities in the Plants in operation offered by the Tenderer to BPCL for bottling shall be reviewed by BPCL, in line with its own requirements, and the vendor has to upgrade all the facilities as required by BPCL.

In case of power failure, provision of adequate No. of DG sets shall be available at the Plant for full load operation, lighting and critical equipment running.

C. Terms & Conditions :

1. Security Deposit

Contractor shall have to make an interest free Security Deposit towards product, equipment security in the form of Demand Draft/ Bank Guarantee from a Scheduled Bank in favour of M/s BHARAT PETROLEUM CORPORATION LIMITED, payable at Chennai. The amount of Security Deposit shall be as follows :

SI No.	Market	Amount of Security Deposit in figures	Amount of Security Deposit in words
1	ALL MARKETS	10,00,000	Rupees Ten lakhs only

The security deposit shall have to be made within 15 days from the date of intimation of acceptance of their tender, failing which BPCL reserves the right to cancel the acceptance of the tender and forfeit EMD of the tenderer.

The security deposit shall be forfeited in case the contractor determines this agreement or BPCL terminates this agreement for reasons mentioned in Clause 34.

This Security Deposit shall be released within two months of the expiry of contract with BPCL and after completion of all product / equipment re-conciliation is completed in all respects.

2. Duration of the Agreement

The duration of agreement, unless terminated in line with Clause 34, shall be for a period of 24 calendar months and can be extended by mutual consent for a further period of 12 months.

3. Receipt and Storage of Bulk LPG

"BPCL" shall arrange delivery of bulk LPG to the LPG Bottling Plant of Contractor through tank trucks under their own arrangement. Contractor shall receive and store LPG so received in the storage tanks at the LPG Bottling Plant on "BPCL" account by complying with the requirements for receipt and storing LPG and account for the receipt in terms of procedure prescribed by BPCL from time to time. The contractor shall comply with all regulations applicable under the Central Excise regulations for receipt of Bonded LPG, storage in the Plant and evacuation by Bottling. All documentation, daily record to be maintained as per rule shall be complied with besides submission of the required declarations. The responsibility of obtaining necessary licences handling any related notices, claims shall rest with the tenderer. The Excise duty payments made shall be reimbursed on weekly basis on submission of related documents.

4. Measurement of Bulk LPG

Contractor shall weigh the LPG tank trucks along with bulk LPG on the weigh bridge for determining the gross weight. Thereafter bulk LPG from the tank truck shall be transferred to the storage tanks of the LPG Bottling Plant. Upon completion of transfer of bulk LPG from the tank truck to the storage tank, the empty tank truck shall be weighed for ascertaining the tare weight of the tank truck. The total quantity of bulk LPG mentioned in the billing document, the document prepared by the shipping location of bulk LPG and accompanying each tank truck and the difference between the gross weight of the tank truck with bulk LPG and the tare weight of the tank truck after transferring LPG into the storage tanks shall be the quantity of bulk LPG received by contractor at the LPG Bottling Plant. Contractor shall make necessary entries in the Billing Document for the total quantity of Bulk LPG so received at the LPG Bottling Plant and the difference, if any between the quantity of Bulk LPG indicated in the billing document and the receipt and obtain acknowledgement of the transporter for actual quantity received.

5. Receipt of cylinders on behalf of BPCL

- a. Contractor shall receive empty cylinders from BPCL, their distributor network and manufacturers authorised by BPCL.
- c. Contractor shall inspect all those cylinders received at the LPG bottling plant and identify those cylinders which are not of BPCL and store them separately.
- d. Contractor shall maintain accounts on receipt of cylinders and shall send weekly statements to BPCL of those receipts.

6. Segregation of Cylinders :

Contractor shall segregate BPCL cylinders identified as above under the under mentioned categories :

- a. Good / usable cylinders
- b. Cylinders due for 5 yearly mandatory testing (DPT)

- c. Cylinders due for cold / hot repairs
- d. Defective and leaky cylinders
- e. Spurious cylinders and regulators
- f. Cylinders belonging to other Oil Companies / parallel marketers
- g. Cylinders rejected due to any other reason.

Contractor shall record details of the cylinders under the categories mentioned above and shall give intimation to BPCL of the same on a weekly basis and consolidated report at the month end.

Contractor shall despatch for necessary testing and repairs to parties as per BPCL advice, such cylinders that are earmarked for mandatory testing, along with cylinders identified for hot and cold repairs. Such cylinders on being received back from the tenderer after testing and repairs shall be inspected by Contractor as per BPCL directives and as per the format prescribed by BPCL in that regard and segregate such cylinders under the above mentioned categories if they still found to be defective, etc.

7. Spurious cylinders

The spurious cylinders identified by contractor as mentioned in Clause 6 (a) above and intimation of which has been given to BPCL shall be kept separately. Contractor shall maintain records of spurious cylinders and give intimation of such cylinders to BPCL and shall keep till such time in a separately identifiable place at the LPG Bottling Plant. Contractor shall take action of these spurious cylinders according to the advice that may be given by BPCL in that regard.

8. Purging of Cylinders

Contractor shall purge at the LPG Bottling Plant the following types of cylinders received by them on behalf of BPCL. Purging shall be carried out according to prescriptions detailed in this regard.

- a. New cylinders received from the manufacturers
- b. Cylinders received after mandatory testing / hot repair / cold repair
- c. Cylinders received from the repairers.

9. Receipt and Storage etc. of Regulators and Valves

Contractor shall receive and store regulators and valves supplied by BPCL their distributor and manufacturers authorised by BPCL at the LPG Bottling Plant. Contractor shall deliver the regulators to BPCL in that regard. Contractor shall maintain proper records for the regulators and valves received, stored and despatched and the balance stock of regulators and valves at the LPG Bottling Plant. Defective regulators and valves will be handed over back to BPCL.

10. Provision of cylinder consumables

BPCL shall supply to contractor all cylinder consumables namely safety caps, O ring of cylinder valves, seals, neck labels etc that are required for filled cylinders. Supply of these consumables would be on actual basis subject to maximum of

Safety Caps : 3% of average cylinders filled per month.

'O' Ring of cylinders valve : 3% of monthly average cylinders filled.

Aluminium Foils / PVC seals for filled cylinders - 110% of monthly average cylinders filled.

Cylinder Valves : 0.75% of monthly average cylinders filled. However, the replacement of valves would be to the extent of actuals. Old defective valves removed from cylinders have to be returned to the nearest BPCL plant as advised.

Cost of sealing operations is covered in the bottling cost.

11.Bottling of LPG

Contractor shall provide bottling assistance for bottling LPG cylinders of BPCL to an extent as mentioned below from its LPG Bottling Plant / various Plants :

12.Filling of LPG cylinders

SI No.	Revenue District	Estimated Qty. to feed MANGALORE/KOCHIN Territory Markets per Month in MT	
1	KASARGODE	450	
2	CALICUT	300	
3	KANNUR	1000	

TOTAL ESTIMATED QUANTITY OF LPG CYLINDER BOTTLING ASSISTANCE 21000 MT PER ANNUM

- a. Contractor shall fill into good and usable empty cylinders conforming to IS 5845 at the LPG Bottling Plant to the extent of the capacity of each such LPG cylinder. The weight of the LPG contained in a cylinder shall not vary by a difference of + / 50 gms of the net weight of the respective cylinder as indicated on it which is the quantity specified under the Weights & Measures Rules / Gas Control Order 2000 or any other enactment concerning the above, which ever is stringent.
- b. Contractor shall segregate all LPG filled cylinders, which contain less quantity of LPG than as mentioned in (a) above and shall fill LPG into the same so as to bring them to the prescribed standard weight.
- c. Contractor shall check all LPG filled cylinders for any leak through cylinder body or bung joint valve, O ring defects etc., as per the specifications and prescriptions prescribed by BPCL in that regard.
- d. Contractor shall cap, seal and fix neck label / heat shrinkable PVC seals on all filled LPG filled cylinders meeting the above mentioned requirements.
- e. Contractor shall segregate all such LPG filled cylinders which are found to be defective on account of leakage of LPG and shall evacuate LPG for such cylinders as per the procedure relevant in that regard and shall correct the defect so as to make the cylinder fit and proper in all respects. Such leaky cylinders that cannot be set right for filling LPG shall be segregated and removed from the system for purposes of hot repairs or cold repairs. For valve leak cylinders, valves shall be replaced with valves provided by BPCL for bung leak cylinders re-affixing of same valve shall be done, where cylinder O-rings have defect O-ring shall be changed with new O-new ring supplied by BPCL and same re-checked. Body leak cylinders shall be evacuated depressurized, and will be kept separately.
- f. Contractor shall fill into good and usable empty cylinders of any capacity and type as per directions given by BPCL in that regard. Currently, BPCL is marketing 5 Kg,14.2 kg, 19 kg, (net LPG weight) cylinders.
- g. All consumables, valves etc. shall be supplied by BPCL as mentioned in this agreement elsewhere. Teflon tape, thread and tools for changing the valve shall be supplied by the contractor.

13.Storage of filled LPG Cylinders

Contractor shall store filled LPG cylinders at the earmarked place at the LPG Bottling Plant as per rules prescribed in that regard.

14.Despatch of filled LPG Cylinders:

BPCL shall issue instructions / advises to contractor regarding despatch / delivery of filled LPG cylinders. Cylinders so despatched should be :

- a. in sound condition with correct weight as specified under Clause 12 (a) of this agreement and should not have any leaks. The cylinder should meet IS 5845 and should be capped, sealed and provided with neck label.
- b. In case if any of the cylinder so filled at LPG Bottling Plant meets with any accident en-route on truck at distributor's premises, during delivery to customers or at customer's premises, contractor will render all assistance for investigation and establishing thereof reasons for the accident.
- c. Contractor shall upon receipt of such instruction / advices from BPCL despatch / deliver filled LPG cylinders according to the instructions contained therein.
- d. Contractor at the LPG Bottling Plant shall facilitate loading / unloading of LPG filled / empty cylinders. However, the physical work of loading / unloading the LPG filled / empty cylinders will be carried out by the packed LPG transporter.
- e. Contractor shall prepare monthly statement of despatches of LPG filled cylinders made on the basis of advices from BPCL with other details (format will be given later) and shall send monthly statement to BPCL so as to reach them within 3 days of closure of the month. In addition daily statement has to be sent (format will be sent later).

15.Product Loss:

a. **Storage Losses** : Contractor shall be fully responsible and liable to account for the total quantity of bulk LPG received and stored at the LPG Bottling Plant. No storage loss shall be on account of BPCL. In respect of any loss occurring during the period of storage, contractor shall compensate BPCL in full and entirely.

- b. Loss of LPG during filling operation : Any loss of LPG during the period of filling, degassing, depressurising and purging, will be to contractor account if the losses are observed in the plants, then the costs towards the product loss shall be debited to contractor. However, gas used for purging a) cylinders after defective valves replacement b) new un-purged cylinders and c) for activities mentioned in Clause 8 shall be supplied by BPCL.
- c. The product received from defective cylinders if any returned by distributor has to be credited to BPC a/c and credit for cylinders duly authorised by BPC officials for such cylinders has to be given to the distributor. The loss in product in this account has to be borne by the contractor.
- d. Loss of LPG for any other reason : Contractor shall also be responsible for loss of LPG for reasons other than covered under (a) (b) & (c) above.
- e. Contractor shall pay to BPCL the amount so determined under clause (a), (b) and (c) above upon demand without any demur within 15 days of receipt of demand from BPCL.
- f. Unless otherwise stated in the tender documents, the loss shall be calculated on the Standard Operating Procedure of the Public Sector Oil Companies, preferably BPCL.
- g. In the event of operating gain at the plant, the same shall be passed on / credited to BPCL stock account.

16.Variation in Stock of Cylinders, Regulators, Valves etc.

a. BPCL shall on the basis of reports and statements submitted by Contractor verify the stock of :

LPG cylinders covered under Clauses 5,6,7 and 8 Regulators and valves covered under Clause 9 Cylinder consumables covered under Clause 10

- b. For ascertaining the correct stock of the items mentioned above, a joint inspection by the representatives of BPCL and Contractor shall be conducted at the LPG Bottling Plant for reconciling the physical stock of the items above referred.
- c. In case any shortage of LPG cylinders, regulators, valves and cylinder consumables, etc are observed after such reconciliation, Contractor shall be intimated of such shortage.

d. BPCL shall raise debit note on Contractor for shortage of cylinders / valves/regulators etc noticed as above at following penal rates :

Cylinder	14.2 kg 19.0 kg	Rs.2000.00 Rs.2500.00
Valves	per	Rs.150
Regulators	per	Rs.250

The aforesaid penal rates shall be revised from time to time and communicated to the contractor. Contractor shall pay the amount specified in the debit note within 15 days of receipt thereof failing which amount will be deducted from bills payable to Contractor.

17. Maintenance of Accounts

Contractor will provide clerical / admin services for completing the documents in respect of bulk LPG delivery of filled cylinders, sales, collection and depositing of cheques, bank draft and other reports and all other connected work as may be prescribed by BPCL. Details of accounting procedure to be followed for accounting of receipt of empty cylinders and sending out filled cylinders shall be advised by BPCL. Contractor will also be briefed in detail regarding the receipt of order / remittances from BPCL distributors, the accounting of remittances received and banking the same.

Contractor shall maintain at the LPG Bottling Plants true and correct accounts of:

- a. The quantity of LPG in bulk received from BPCL as referred in Clause 3 and 4.
- b. Cylinders received from the manufacturers authorized by BPCL and BPCL distributors as referred in clause 5.
- c. Filled cylinders as referred in clause 12.
- d. Spurious cylinders received and segregated as mentioned in clause 7.
- e. Empty cylinders sent for cold, hot repairs and mandatory testing received after such repairs and testing as referred in Clause 6C.
- f. Defective and spurious cylinders received from distributors of BPCL and transporters as referred in Clause 6.

- g. Regulators and valves recd. from BPCL as covered under Clause 9.
- h. Regulators despatched to BPCL distributors as per Clause 9.
- i. Compilation and submission of consolidated report of all the activities mentioned from (a) to (h).

Contractor shall make available the records mentioned above for inspection by BPCL.

18. Charges of services and Payment of bills

a) BPCL shall pay Contractor charges for the under mentioned services at the rates quoted by Contractor and as agreed by BPCL :

SI No.	Activity	Rate	Unit per
		in Rupees	
1	Filling of LPG into cylinders	*	MT
2	Purging of cylinders	2.00	Cylinder (all types)

* Not to be filled as it forms a part of the price bid.

- c) Contractor shall be submitting bills, for authorization, on a monthly basis in the prescribed format with all supporting documents to BPCL Territory Office at MANGALORE. Payment shall be made within 30 days from the receipt of bills by the Territory Office.
- d) BPCL shall however, be entitled to adjust / recover from the bills of the contractor the amounts claimed by them and not paid by the Contractor out of the bills for services rendered by the Contractor and covered under this clause.
- e) Income Tax shall be deducted from the bills as applicable from the bills.
- f) The rates as mentioned in clause (a) above shall continue to be valid till the expiry of the agreement.

19. A COMPLIANCE WITH STATUTORY REQUIREMENTS:

Contractor should ensure that the LPG plant location, layout construction and design philosophies meet the requirements of OISD Standard 144/169 and they have and shall continue to have throughout the contract approval / license from CCOE for Bulk LPG storage, LPG Cylinder storage and for the filling activities. Contractor has also to ensure that the he has all necessary approvals from factory department. Pollution Control Board and other statutory authorities as applicable and that the filling machines, the check scale and weigh bridge are duly certified by Weights and Measurements Department. Contractor shall accordingly keep BPCL indemnified from any claim or liability arising out of non compliance with any applicable statutory provisions required to be followed by the contractor.

Wherever weigh bridge does not form part of the Plant facilities, a suitable third party weigh bridge with close proximity to the plant be identified which shall be approved by weights and measures department and duly stamped. Contractor's staff shall supervise the weighments and records pertaining to the weighments of tank lorries should be maintained properly. Contractor shall deal with any dispute / ambiguity arising out of the process.

20. Plant Operation

- a) Contractor shall operate the LPG Bottling Plant by engaging their own skilled, technically qualified and trained employees and operate the plant in an efficient manner.
- b) Contractor shall be solely responsible for running the LPG Bottling Plant to fulfill their obligation under this Agreement fully and completely without any responsibility on BPCL for the same.
- c) Contractor shall be solely responsible for non-operation of the LPG Bottling Plant for all or any of the reasons of whatsoever nature without any reference to BPCL and shall also be responsible for any losses that may accrue to BPCL on account of such non-operation.

21. Compensation in case of bad work

If it shall appear to BPCL that any work has been executed by Contractor with bad, imperfect or unskilled workmanship and are not meeting the standards specified, Contractor shall on demand in writing from BPCL specifying the work complained of notwithstanding that the same may have been inadvertently passed, certified and paid for forthwith rectify or remove or re-execute the work at their expenses.

22 Penalty

In case of failure of the Contractor to supply the minimum quantity mentioned in Clause 11, the Contractor shall pay BPCL @ Rs.100 per MT of such shortfall on annualized basis. The penalty shall be recovered by BPCL from the amounts payable to the contractor. Should the amount of penalty is not recoverable or recovered in any manner in part or full, the same shall be payable by the Contractor on demand by BPCL with 18% interest per annum till the date of payment.

23. Computer Hardware, Software, Stationery, Electronic Data Transfer and Mail / Courier.

- a. Contractor will make arrangements to provide at the Plant Y2K complied PC along with 180 column printer with necessary hardware and UPS/ constant voltage transformer or any other device for protection of hardware/software. BPCL will load the latest version of its BPCLIP (ie., Bharat Petroleum Computerised Location information package) into the PC of the contractor for printing of Cash Memos/ invoices and other related documents as well as maintenance of accounts.
- b. All computerised stationery for documentation shall be provided by BPCL. Other stationery items like floppies and papers etc. which are of small value can be purchased by the contractor from BPCL authorised supplier and debited to BPCL account at actuals.
- c. All data to be transferred to BPCL Document Custody Cell (DCC) at Chennai and BPCL Territory Offices at MANGALORE, as the case may be, on weekly basis through e mail or modem and hard copies to follow by post/courier.
- d. If the location does not have e mail connectivity, then data should be sent by floppy along with hard copy.
- e. Month end data should be sent in such a way that it reaches DCC at Chennai and Territory Offices positively by 3rd of the next month to avoid shut off.
- f. All charges towards post /courier for transfer of data shall be charged to BPCL accounts.

24. Subletting of Work

No part of work covered under this agreement nor any share or interest thereof shall in any manner or degree by transferred, assigned or sublet by the contractor directly or indirectly to any firm or company whatsoever, without prior consent in writing of BPCL.

25. Suspension of works

Subject to the provisions of this tender, Contractor shall if ordered in writing by BPCL for reasons recorded, suspend all or any part of the work contained in this tender for such period and such time so ordered by BPCL and shall not after receiving such written order proceed with the work therein ordered to the suspended until they receive a written order from BPCL to restart.

26. Inspection of works

BPCL shall inspect the LPG Bottling Plant at any time and Contractor shall afford every facility and assistance to carry out such inspection. Contractor will ensure recommendations arising out of these inspections are complied with within reasonable time-frame.

27. Damage to property

Contractor shall be responsible for making good to the satisfaction of BPCL any loss of and any damage to properties belonging to BPCL within the LPG Plant, if such loss or damage is due to fault and / or the negligence or willful acts of omission of the Contractor, their employees, agents, representatives or sub-contractors.

Contractor shall indemnify and keep BPCL harmless of all claims for damage to BPCL property arising under or by reason of this clause.

28. Safety

Contractor shall observe and follow all safety regulations enforced from time to time by BPCL, Chief Controller of Explosives, Directorate of Industrial Safety, Environment and Pollution Control Board or any other statutory authority local or central from time to time. Contractor shall indemnify BPCL of any liability arising due to non-observance of above regulations.

Contractor shall take all reasonable care in handling BPCL product, cylinders, valves, regulators etc and shall observe all requirements and regulations governing their storage, handling, etc. Contractor shall indemnify and hold BPCL harmless in case of any penalty or other proceedings due to any infringement non-observance of any statutory obligations or government directive relating thereto.

29. Taxes

Contractor shall pay all taxes, levies, duties, octroi, rates, cess, assessments and statutory payment payable under all or any of the statutes etc. now or hereafter imposed, increased from time to time in connection with the bottling assistance rendered by them at the LPG Bottling Plant including annual fees for CCE license, factory license, land rentals etc. Contractor shall defend, indemnify and hold harmless from any liability or penalty which may be imposed by the Central, Sate or local authorities by reason of any violations by them of such laws, regulations or requirements and also from all claims, suits or proceedings that may be brought against BPCL arising under, growing out of, or by reasons of the work provided for in this agreement, by third parties, or by Central or State Government authorities or any administrative subdivision thereof. The Contractor shall in case any such demand is raised against BPCL and BPCL has no way but to pay and pays/ makes payment of the same, BPCL shall have the right to deduct the same from the amounts due and payable to the Contractor. The Contractor shall not raise and demand or dispute in respect of the same but may have recourse to recover/receive from the concerned authorities on the basis of certificate of BPCL issued in that behalf.

30 . Insurance

Contractor shall take insurance policy at their own cost including under the Public Liability Insurance Act, 1991 as applicable. Contractor shall also arrange insurance against risk such as fire and explosion, terrorist act, flood, cyclone, etc at their own cost for all assets belonging to Contractor.

Contractor in their own interest shall insure the LPG product, LPG Bottling Plants and equipments therein against various risks injury caused to property of BPCL, life of their employees and their distributors.

31. Licenses

Contractor shall obtain, possess and renew at their cost, various licences required under the law for operation of the LPG Bottling Plant.

32. Rights

The agreement shall not be construed as creating any right, title or interest or tenancy right in favour of contractor on Bulk product / cylinders / consumables provided under this agreement. Contractor shall not undertake any filling of any cylinders other than that of BPCL. BPCL, however, on specific written request from the Contractor may allow to undertake filling of cylinders owned by the Contractor under conditions specified by BPCL.

33. Lien

- a. Notwithstanding anything contained in any law and in this agreement, BPCL shall have lien on property of M/s Bharat Petroleum Corporation Limited, the LPG Plant in the matter of recovery of amounts due and payable by contractor to BPCL for which notice or debit notes or invoices or claims have been made by BPCL.
- b. It is clearly understood by the Contractor that the quantity of LPG stored at LPG Plant, the LPG regulators and valves, all those other equipments, property and machineries of BPCL kept lying and stored or placed at the LPG Bottling Plant shall always remain in the ownership of BPCL.

34. Force Majure

The parties to this agreement cannot be responsible for any failure of performance delay in performance of their obligations thereunder if such failure or delay shall be the result of any Government Directive relevant to this agreement or due to war, hostilities, act of public enemy, riots or civil commotion, strikes, lock outs, fire floods, epidemics of act of God, arrests and restraints of rulers and people political or administrative acts of recognized or defacto Government Import or export restrictions, compliance with Governmental or local authority or any other cause or cause beyond the control of the parties hereto.

Contractor shall keep records of the circumstances referred to above and bring these to the notice of BPCL in writing within seven days of occurrence of the events.

35. Termination of the Agreement

a. During the currency of this agreement, parties hereto can terminate the agreement either for breach of any of the terms and conditions of this agreement or otherwise by giving one month notice in writing without assigning any reason whatsoever.

- b. BPCL inter-alia may terminate the agreement for any or all of the following reasons that Contractor have :
 - 1. Abandoned the work specified in the agreement.
 - 2. Without any lawful reasons suspended the work for 7 consecutive days.
 - 3. Neglected or failed to observe and perform all or any other terms, acts, matters or things under the agreement to be observed and performed by the contractor.
 - 4. Without authority acted in violation of the terms and conditions of this agreement and committed breach of the agreement.
 - 5. Acted in any manner to the detrimental interest, reputation, dignity, name or prestige of BPCL.
- c. Upon termination of this Agreement, BPCL will be entitled to forthwith take the cylinders, valves, regulators, unused consumables and / or product available with the Contractor. If for any reason whatsoever contractor prevents BPCL from removing the above, from Contractor's premises, Contractor shall liable to pay BPCL an amount equal to :

LPG : Selling price for the quantity at Bulk LPG Non domestic rate prevailing at that time.

Cylinders / Valves and Regulators : Costs as mentioned in Clause 16 (b).

36. Arbitration

Any dispute or difference of any nature whatsoever, any claim, crossa. claim, counter claim or set off of the Corporation against the Contractor or regarding any right, liability, act, omission or account of any, the parties hereto arising out of or in relation to this agreement shall be referred to the Sole Arbitration of the Director (Marketing) of the Corporation or some officer of the Corporation who may be nominated by the Director (marketing). The Contractor will not be entitled to raise any objection to such arbitrator on the ground that arbitrator is an officer of the Corporation or that he has dealt with the matters to which the contract relates or that in the course of his duties as an officer of the Corporation he had expressed views on all or any other matters in dispute or difference. In the event of arbitrator to whom the matter is originally referred being transferred or vacating his office or being unable to act for any reason, the Director (Marketing) as aforesaid at the time of such transfer, vacation of office or inability to act may in the discretion of the Director (Marketing) designate another person to act as arbitrator in accordance with the terms of the agreement to the end and intent that the original arbitrator shall be entitled to continue the arbitration proceedings, notwithstanding his transfer or vacation of office or inability of the original arbitrator. Such persons shall be entitled to proceed with the point at which it was left by his predecessor. It is also the term of this contract that no person other than the Director (Marketing) or person nominated by such Director (Marketing) of the Corporation as aforesaid shall act as arbitrator thereunder. The award of the arbitrator so appointed shall be final and binding on all parties to the agreement subject to the provisions of the Arbitration Conciliation Act, 1996 or any other statutory modification or re-enactment thereof and rules made thereunder for the time being in force shall apply to the arbitration proceedings under this clause.

- b. The award shall be made in writing and published by the Arbitrator within two years after entering upon the reference or within such extended time not exceeding further twelve months as the Sole Arbitrator shall by a writing under his own hands appoint. The parties hereto shall be deemed to have irrevocability given their consent to the Arbitrator to make and publish the award within period referred to herein above and shall not be entitled to raise any objection protest thereto under any circumstances whatsoever.
- c. The arbitrator shall have the power to order and direct either of the parties abide by, observe and perform all such directions as the arbitrator may think having regard to the matters in difference ie., dispute before him. The arbitrator shall have all summary powers and may take such evidence oral and / documentary, as the arbitrator in his absolute discretion thinks fit and shall be entitled to exercise all powers under the Arbitration Act 1940 including admission of any affidavit as evidence concerning the matter in difference ie., dispute before him.
- d. The parties against whom the arbitration proceedings have been initiated, that to say, the Respondents in the proceedings, shall be entitled to prefer a cross claim, counter claim or set off before the arbitrator in respect of any matter or any issue arising out of or in relation to the Agreement without seeking a formal reference of arbitration to the Director (Marketing) for such counter claim, cross claim or set off and the Arbitrator shall be entitled to consider and deal with the same as if the matters arising therefrom has been referred to him originally and deemed to form part of the reference made by the Director (Marketing).
- e. The arbitrator shall be at liberty to appoint, if found necessary any accountant or engineer or other person to assist him / her and to act by the opinion so taken.

- f. The arbitrator shall have power to make one or more awards whether interim or otherwise in respect of the dispute and difference and in particular shall make separate awards in respect of claims or cross claims of the parties.
- g. The arbitrator shall be entitled to direct any one of the parties to pay the costs of the other party in such manner and to such extent as the arbitrator may in his discretion determine and shall also be entitled to require one or both the parties to deposit funds in such proportion to meet the arbitration expenses whenever called upon to do so.
- h. The parties hereby agree that the courts in the City of Chennai alone shall have jurisdiction to entertain any application or other proceedings in respect of anything arising under this agreement and award or awards made by the sole Arbitrator thereunder shall be filed in the concerned courts in the City of Chennai only.

37. Clerical Errors to be rectified.

Neither party shall take any advantage of any clerical error or mistake which may occur in specifications, plans, instructions or any other papers in connections with the work but such clerical errors or mistakes shall be brought to the notice by one to the other without any loss of time and the same shall be rectified.

38. Jurisdiction

The Agreement shall be deemed to have been made in Chennai and shall be construed according to the laws of India and the performance of the Contractor of any act on his part herein shall be considered due in Chennai for the purpose of Jurisdiction. The headings of clauses hereto shall not affect the construction thereof.

In Witness Whereof the parties hereto have signed the agreement on the date, month and year first herein above written.

Signed and Delivered by the

Bharat Petroleum Corporation Limited Through its Constituted Attorney

In presence of

1

2

Signed and Delivered by

M/s	 through

In presence of

1

2

ATTACHMENT V

GUARANTEE BOND FOR EARNEST MONEY DEPOSIT

In consideration of Bharat Petroleum Corporation Limited (hereinafter called "Corporation") having agreed to exempt M/s.....hereafter called "the contractor (s) " from payment of Earnest Money Deposit against Tender No. dated...... issued by the Corporation on production of a Bank Guarantee for Rs.1,00,000/- (Rupees one lakh only). We Bank do undertake to indemnify and keep said corporation to the extent of Rs.1,00,000/- against any loss or damage caused to or suffered by the Corporation by reason of any breach by the said Contractor (s) of any of the terms and conditions contained in the tender notice / documents.

We, Bank further agree that the guarantee herein contained shall remain in full force and effect during the period that would be taken for the finalization of the said Tender and that it shall continue to be enforceable till the Tender is finally decided and order placed on the successful tenderer.

We,...... Bank, further agree that the Corporation shall be the sole judge of and as to whether the said Contractor has committed any breach or breaches of any of the terms and conditions of the tender / or the contract and the extent of the loss, damage, costs, charges and expenses caused to or suffered by or that may be caused to or suffered by the Corporation on account thereof to the extent of earnest money required to be deposited by the Contractor in respect of any of the said tender or the Contract and decision of the Corporation that the said Contractor has committed such breach or breaches and as to the amount or amounts of loss, damage, costs, charges and expenses caused to or suffered by the Corporation from time to time shall be final and binding on us. Dated the day of

For Bank

ATTACHMENT VI

DETAILS OF EARNEST MONEY DEPOSIT

OR

II. A Bank Guarantee No..... dated for Rs.1,00,000/- (Rupees one lakh only) executed by..... (Name of Scheduled Bank) in favour of BHARAT PETROLEUM CORPORATION LIMITED payable at Chennai towards Earnest Money Deposit is enclosed.

*** Cross out whichever is not applicable.

ATTACHMENT VII

PRICE BID

From : (Name and Address of the tenderer)

То

The Regional LPG Manager (South) Bharat Petroleum Corporation Limited No.1, Ranganathan Gardens Anna Nagar (West) Chennai – 600 040.

Dear Sir,

Subject :: TENDER NO. SR/LPG/PRIVATE BOTTLING /01/2011/KANNUR DUE DATE OF THE TENDER: 07.03.2011

JOB : TENDER FOR LPG CYLINDER BOTTLING ASSISTANCE

1. We quote below our competitive rates for rendering bottling assistance to BPCL as well as services offered to BPCL cylinders to bottle BPCL cylinders for Select Markets in districts as per your requirements from our LPG Bottling Plant in Cochin nearest to the market.

A. * Bottling charges: 1. Upto 1000 mt. per month

2. 1001 mt to 1500 mt per month

3.1501 mt and above per month

 Bottling should include only those cylinders which are found to be sound and

ready for despatch. Defective cylinders generated during filling are not to be added to bottling figures.

- 2. We have read the tender document comprising Attachment I to VI and have understood the same fully and completely.
- 3. We hereby agree to execute the agreement as per draft signed by us and enclosed hereto upon acceptance of the tender by BPCL and communication of the same to us.
- 4. We hereby agree and undertake to give Bank Guarantee (s) equivalent to Rs.TEN lakhs from a scheduled bank in favour of BPCL, payable at Chennai as per the proforma prescribed by BPCL in terms of the agreement to be executed by us after acceptance of our tender.
- 5. Our offer is valid for 180 days and in terms of BPCL's instruction to tenderers our offer would also be valid during the period, if any, extended by BPCL which shall not be in any case more than 30 days beyond the period of 180 days.
- 6. The rates quoted by us are inclusive of all taxes, duties and all levies and other charges as applicable.
- 7. We agree to provide Bottling assistance for a period of two years, and then for a period of further period of one year on mutual extension of the contract.
- 8. However, BPCL reserves to exercise its right to terminate the agreement any time prior to expiry date.
- 9. We understand that the quantities mentioned above are approximate and no maximum business can be assured by BPCL.
- 10. We understand that the above rates are applicable to all types of cylinders currently being marketed by BPCL.

SIGNATURE AND SEAL OF THE TENDERER

DATE

PLACE

(Annexure to Price bid)

PRICE BID – FORMAT

(PLEASE QUOTE YOUR RATES IN THIS SHEET AND ATTACH THE SAME WITH EARLIER PRICED BID SHEET)

JOB: TENDER FOR LPG CYLINDER BOTTLING ASSISTANCE.

We quote below our competitive rates for rendering bottling assistance to BPCL as well as services offered to BPCL cylinders to bottle BPCL cylinders for Select Markets in KANNUR, CALICUT, KASARGODE districts as per your requirements from our LPG bottling plant in **KANNUR** nearest to the market.

BOTTLING CHARGES	Quantity	Amount (Rs.)
1.	UPTO 1000 Mts. per	
	Month	
2.	1001Mts. to 1500 Mts.	
	per Month.	
3	1501 Mts. and above per	
	Month.	

PRIVTE BOTTLING ASSISTANCE AT KANNUR

Bottling should include only those cylinders which are found to be sound and ready for despatch. Defective cylinders generated during filling are not to be added to bottling figures.

All other terms and conditions remains unchanged.

SIGNATURE AND SEAL OF THE TENDERER.

CONTACT PERSON DETAILS

Tenderer is requested to fill in the following Details :

- 1. Name of the Contact Person at Tender's Office who can be contacted for clarifications if any regarding this job.
- 2. Designation :
- 3. Phone No. :
- 4. Fax No. :
- 5. E mail Id :
- 6. Address for Correspondence :

BHARAT PETROLEUM CORPORATION LIMITED

TENDER NO.SR/LPG/PRIVATE BOTTLING /01/2011/KANNUR

• DUE DATE / TIME : 07.03.2011/ 14.30 HRS

INSTRUCTIONS TO TENDERER'S

- 1. PAGE NOS.41,42 & 43 TO BE REMOVED FRM THE TENDER DOCUMENT AND PLACED IN A SEPARATE COVER DULY SEALED AND SUPERSCRIB ED "PRICE BID" WITH TENDER REF. NO.
- 2. PLEASE NOTE THAT <u>RATE SHOULD NOT BE</u> <u>QUOTED</u> ON PAGE NO.30 OF THE TENDER DOCUMENT
- **3. TENDERER'S SEAL & SIGNATURE TO BE AFFIXED ON ALL PAGES OF THE TENDER DOCUMENT**