

KERALA STATE ELECTRICITY BOARD LIMITED



(Incorporated Under the Companies Act, 1956) Corporate Identity No.U40100KL2011SGCO27424

Registered Office: Vydyuthi Bhavanam, Pattom, Thiruvananthapuram-695004, Kerala,

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<u>Abstract</u>

Supply of Twin Core Weather Proof Wire by M/s.Bhadora Industries Private Limited Sanctioned - Orders issued.

Corporate Office (Supply Chain Management)

5.O (DB) No. 937/2022 (CE(SCM)/XH-AEI/2022-23/2.5sq.n:m WP/Bhadora)

Thiruvananthapuram, dated: 03/12/2022.

Read:-

- Bid No.SCM/eP.58/2020-21 dated 21/12/2020.
- Bid No.SCM/eP.64/2020-21/6 sq.mm dated 22.12.2020. 1.
- 3. PO.No.SCM.58/2021-22/4365 dated 06/09/2021 and its Amendment dated 24/11/2021 placed with M/s. Bhadora Industries Private Limited for supply of 78960 coils of 2.5 sqmm WP.
- PO.No.SCM.54/2021-22/3117 dated 09/08/2021 and its Amendment dated 24/11/2021 placed with M/s.Bhadora Industries Private Limited for supply of 17850 coil of 6sqmm WF.
- 5. B.O (FTD) No.877/2021 (XH-AE/SCM.58/2021-22/2.5 sq.mm WP/Bhadora)
- B.O (FTD) No.869/2021 (XH-AE/SCN1.54/3021-22/6 sq.mm WP/Bhadora) datad,
 - Note No.XH-AE/SCM.58/2021-22/2.5 mm² WP/Bhadora/4799 dated 27/09/2022 submitted to Full Time Director (Agenda No.76/9/22).
 - Remarks of the Financial Adviser dated 03/11/2022.
- Note No. XH-AE/SCM.58/2021-22/2.5mr; WP/Bhadora/6060 dated 15.11.2022 of the Chief Engineer (SCM) submitted to the Full Time Director (Agenda 61/11/22).

ORDER

As per the Purchase Plan 2021-22 two-part tender was invited for the supply of 78960 Coils of 2.5mm² Twin Core Weather Proof Wire and 17850 Coils of 6 sq.mm Twin Core Weather Proof Wire on $\it Fixed$ price basis vide bids read as (1st) & (2nd) above and accordingly the Purchase Orders read as 3rd & 4th above were placed with M/s.Bhadora Industries Private Limited with delivery schedule upto 05/03/2022 for 2.5 sq.mm Weather Proof Wire and upto 08/12/2022 for 6 sq.mm Weather Proof Wire.

Later, M/s.Bhadora Industries informed that the price of raw materials had gone exponentially high during the tender validity period. They informed that accepting the order would result in an unbearable loss to them and requested delivery extension for a further period of six months (i.e., proposed delivery schedule of 12 months from the date of the purchase order) for the supply against the above Purchase Orders.

Considering the request of the firm, the extension of delivery for a period of two months were granted as per Board Order read as (5th) & (6th) above for the supply of 2.5 sq.mm Weather Proof Wire and 6 sq.mm Weather Proof Wire respectively. The firm had executed the contract agreement after furnishing required security deposit.

Subsequent to the above, the firm had supplied 6000 coils of 2.5 sq.mm WP wire and 4000 coils of 6 sq.mm WP wire at Sub Regional Stores, Kollam, Thrissur, Kozhikode & Kannur.

Further to the above, M/s.Bhadora Industries Private Limited had informed that the price of raw materials was increasing unprecedentedly and requested for rate revision and delivery schedule extension for a period of one year to supply the balance quantity.

The tender was invited on fixed price basis. Hence the request of the firm that rate revision to supply the balance quantity was not considered. The acute shortage of material was being reported from the field. Hence the firm was intimated that delivery extension can be considered after completion of the supply and the firm was asked to supply the balance quantity 72960 coils of 2.5 sq.mm WP wire and 13850 coils of 6 sq.mm WP wire immediately as per the terms and conditions of the Purchase Order.

Subsequently vide letters dated 15/09/2022 and 19/09/2022 the firm had intimated that they are ready to supply the balance quantity of 2.5 sq.mm and 6 sq.mm Weather proof wire since the prices have come down, at the same rate of Purchase Order on the condition that delivery extension is given without penalty. Scheduled delivery period for the supply of 2.5 sq.mm WP wire was upto 06/05/2022 and that of 6 sq.mm WP wire was upto 09/02/2022.

The above proposal of M/s. Bhadora Industries Private Limited was placed before the Full Time Directors as per note read as (9^{th}) above.

Having considered the matter in detail, the Board of Directors in its meeting held on 26.11.2022,

Resolved to short close the purchase orders by imposing risk and cost.

Further resolved to take action to procure the required quantity projected for this gap in time.

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Further resolved that the Directors shall put up draft revision of bid documents so as to encourage competition within one week as instructed in the previous FTD meeting.

Orders are issued accordingly.

BY ORDER OF THE DIRECTOR BOARD

5d/-LEKHA. G Company Secretary

To

The Calef Engineer (SCM) & CSC

Copy to:-

- The Financial Adviser/Chief Internal Auditor/Company Secretary/
- The TA to Chairman & Managing Director, KSEB Limited/ The TA to Director (Transmission, SO, Planning & Safety)/Director (D, SCM & IT)/Director (Gen-Civil)/ Director (REES, Soura, Sports & Welfare).
- 3. The PA to Director (Finance)
- The Senior CA to Secretary (Admn.). 4.
- The Deputy Chief Engineer & Team Leader, Civil Circle, Pallorn.
- The Deputy Chief Engineer (IT). 6.
- Stock File. 7.

Forwarded / By Order

Assistant Engineer