



KERALA STATE ELECTRICITY BOARD LIMITED

(Incorporated Under the Companies Act, 1956)

Corporate Identity No.U40100KL2011SGCO27424

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

Ph:+91-471-2446853, E-mail: cescm@kseb.in, website:www.kseb.in



Abstract

Supply of ACSR Rabbit Conductors by M/s.Traco Cable Company Ltd and MSMEs - Request for granting Price Variation as per IEEMA circular without limiting the basic rate – Orders issued.

Corporate Office (Supply Chain Management)

B.O.[DB]] No.512/2021 (XH-AEE IV/CE(SCM)/2020-21/ACSR Conductors) dated,
Thiruvananthapuram 05/07/2021

- Read:-
- 1) B.O.(DB)No.649/2020 (XH-AEEIV/CE(SCM)/2020-21/ACSR Conductor) dated 28/10/2020.
 - 2) P.O.No.SCM.36/2020-21/4079 dated 02.11.2020 and Amendment No.I dated 06.11.2020 issued to M/s.Traco Cable Co. Limited.
 - 3) Additional P.O No.64-71 dated 11/12/2020 and 82,83 dated 11/01/2021 issued to MSMEs
 - 4) Note No. XH-AEE-IV/CE(SCM)/2020-21/ACSR Conductors dated 22/04/2021 of the Chairman & Managing Director (Agenda Item No. 09-06/2021).
 - 5) Proceedings of the 59th meeting of Board of Directors held on 21/06/2021 vide Agenda Item No.09-06/2021.

ORDER

KSEBL as per order read as 1st above accorded sanction for placing purchase orders for the supply of ACSR Rabbit conductors with the existing suppliers, M/s.Traco Cable Company Ltd (Government PSU) and Kerala based MSMEs (10 MSMEs) at the existing purchase order rate with IEEMA price variation, after exploring possibility of additional procurement without price escalation.

Based on the Board order, M/s.Traco Cable Company Ltd. and the 10 MSMEs were requested to furnish their willingness to supply the item.

M/s.Traco Cable Company Ltd furnished their willingness and accordingly Purchase order for the supply of 33800km of ACSR Rabbit Conductors was issued to the firm as per Purchase Order read as 2nd above, at the same rate, terms and conditions of the existing Purchase Order with IEEMA Price Variation and without Price escalation i.e., limited to the basic price of Purchase Order. The MSME firms (10 MSMEs) were willing to supply only 25% additional quantity (446 km/firm) as per the terms and conditions of the Board order and hence purchase orders for 25% additional quantity (total 4460 km) were placed with the MSME firms as per additional Purchase Orders read as 3rd above.

M/s.Traco Cable Company Ltd and all the MSME firms have now requested to amend the clause No.3 of additional purchase order in such a way that the price will be updated and the payment released as per IEEMA circular without limiting the basic price as per original order, since the raw material cost is increasing abnormally.

The price of Aluminium and Steel are showing abnormal increase from November 2020 onwards as per IEEMA circular.

M/s.Traco Cable Company Limited is yet to complete the supply of ACSR Rabbit Conductor against the existing Purchase Order placed with them on 02/11/2020 with schedule of delivery within 15/05/2021.

The matter was placed before Director Board as per note read as 4th above.

Having considered the matter in detail, Board of Directors in its meeting held on 21/06/2021, resolved not to consider the request of M/s.Traco Cable Company Limited and Kerala based MSMEs for granting Price Variation as per IEEMA Circular without the ceiling limit of basic price as per the previous Purchase orders and also to direct TRACO to complete the supply and if not to foreclose the contract since all suppliers have given their willingness in writing to supply at existing Purchase Order rate with IEEMA Price Variation without price escalation.

Orders are issued accordingly.

BY ORDER OF THE DIRECTOR BOARD

Sd/-

Lekha.G

✓ **Company Secretary (in charge)**

To

The Chief Engineer (SCM)

Copy to:-

- ◆ The Legal Advisor & Disciplinary Enquiry Officer.
- ◆ The Deputy Chief Engineer (IT), KSEB Limited.
- ◆ TA to Chairman & Managing Director/ Director (Distribution, IT & HRM)/ Director (G-E & SCM)/ Director (Transmission & System Operation)/ Director (Generation-Civil)/ Director (Planning & S).
- ◆ PA to Director (Finance)/Senior C.A. to Secretary(Administration)
- ◆ The Fair Copy Superintendent, Board Secretariat
- ◆ The Library, KSEB Limited/Stock file.

Forwarded/ By Order



Assistant Executive Engineer