

KERALA STATE ELECTRICITY BOARD LIMITED

(Incorporated Under the Companies Act, 1956 (No.1/1956) Corporate Identity No.U40100KL2011SGC027424

Vydyuthi Bhavanam, Pattom, Thiruvananthapuram- 695004, Kerala, India, Ph:+91-471-2446853, E-mail: cescm@kseb.in, website: www.kseb.in

Abstract

Delay in deliveries due to epidemic - Request by M/s.Mehru Electrical and Mechanical Engineers Pvt. Limited, Rajasthan – Granting Delivery Period Extension - Sanctioned - Orders issued.

Corporate Office (Supply Chain Management)

B.O.(FTD)No.631/2020 (SCM/XT/AEE6/106/ 2019-20/110kV CTs/Mehru) Dated, Thiruvananthapuram 14/10/2020

- Read:- 1) P.O.No.SCM.131/19-20/7822 dated 25.01.2020 by the Chief Engineer (SCM) placed with M/s.Mehru Electrical and Mechanical Engineers Pvt. Limited.
 - 2) Office Memorandum dated 19th February, 2020 regarding Force Majeure Clause from the Ministry of Finance, Government of India.
 - 3) Note No. D(Generation -Electrical & SCM)/GL/2020-21/16 dated 30.04.2020 of the Director (G-E & SCM).
 - Office Memorandum [Force Majeure Clause (FMC)] No.F 18/4/2020-PPD) dated 13.05.2020 of Government of India, Procurement Policy Division, Department of Expenditure, Ministry of Finance.
 - 5) Letter No.KSEB/eP03/2020-21/Force majeure/110kV CTs dated 04.06.2020 of M/s. Mehru Electrical and Mechanical Engineers Pvt. Limited, Rajasthan.
 - 6) Note No. SCM/XT/AEE6/106/2019-20/110kV CTs/Mehru /3494 dated 06.09.2020 of the Chief Engineer (SCM) submitted to the Full Time Directors through the Director (G-.E & SCM) vide Agenda 25/10/20

<u>ORDER</u>

Purchase order was placed with M/s.Mehru Electrical and Mechanical Engineers Pvt. Limited, Rajastan (MSME) for the supply 245 Nos. of 110kV Current Transformers (Live Tank Type) of various ratings and 119 Nos. of Supporting Structures as per paper read as 1st above with a total contract value of Rs.4,36,95,046/-.

As per the terms and conditions of the Purchase Order, Supply shall be completed within 6 months from the date of Purchase Order as detailed below:

ltem	Qty. (Nos.)	Within 4 th month from the date of P.O	Within 5 th month from the date of P.O.	Within 6 th month from the date of P.O.
110kV CT,1200/600/ 1-1-1-1-1A (Live Tank Type)	19	10	9	
110kV CT,800/400/ 1-1-1-1A (Live Tank Type)	31	31		-
110kV CT,400/200/100/ 1-1-1-1A (Live Tank Type)	195	60	70	65
Supporting Structure for 110kV CT	119	70	49	-

Hence the firm has to complete the supply of the first lot by 24.05.2020. The drawings were approved vide letter dated 05.05.2020. But they have offered the first lot for

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inspection on 14.08.2020 due to the current pandemic situation due to Covid-19. Inspection was conducted through video conference on 25.08.2020 and MDCC was issued on 04.09.2020.

The firm, as per letter read as 5th above requested to extend the delivery period for three months since their production facilities are severely affected due to lock down and non availability of imported raw materials especially nano crystalline core from China, insulating paper from Sweden, Germany etc.

The Ministry of Finance, Government of India as per order read as 2nd above has clarified that COVID -19 situation should be considered as a case of natural calamity and FMC may be invoked, wherever considered appropriate. As per memorandum read as 4th above, it is clarified that it may not be possible for the parties to the contract to fulfill contractual obligations due to the restrictions placed on the movement of goods, services and manpower on account of the overseas, countrywide lockdown in terms of guidelines issued under DM Act 2005. The date for completion of contractual obligations which had to be completed on or after 20th February 2020 shall stand extended for a period not less than three months and not more than six months without imposition of any cost or penalty on the contract.

As the occurrence of the pandemic and the subsequent country wide lock down was unexpected, it is recommended to grant extension of delivery period up to 24.10.2020 without imposing penalty, to M/s.Mehru Electrical and Mechanical Engineers Pvt. Limited. The matter was placed before the Full Time Directors as per note read as 6th above.

Having considered the matter in detail, the Full Time Directors in the meeting held on 09.10.2020 resolved to accord sanction to consider the request of the firm for Delivery Period extension up to 24.10.2020 without imposing penalty as the request of the firm is under Force Majeure Conditions of Covid -19.

Orders issued accordingly.

BY ORDER OF THE FULL TIME DIRECTORS Sd/-Lekha. G Company Secretary- In Charge

То

The Chief Engineer (SCM)

Copy to:-

The Chief Engineer (Transmission South/ North). The Legal Advisor & Disciplinary Enquiry Officer. The Financial Advisor, Vydyuthi Bhavanam, Thiruvananthapuram. The Deputy Chief Engineer (IT), KSEB Limited. The TA to Chairman & Managing Director/ Director (Distribution, IT & HRM)/ Director (G-E & SCM)/ Director (Transmission & System Operation)/ Director (Planning, Safety & REES)/ Director (Generation-Civil). The PA to Director (Finance)/Senior C.A. to Secretary (Administration). The Fair Copy Superintendent, Board Secretariat. The Library, KSEB Limited/Stock file. The Executive Engineer, Transmission Stores Division, Angamaly.

Forwarded/ By Order

Thankhine

Assistant Everytive Engineer