

CLARIFICATION-III

It is for the information of all concerned that the following clause was added in the tender documents of TSGP-05/2017-18 vide Amendment-III at clause 45 d of ITB.

“The supply of goods and services under this turnkey projects shall be treated as a single contract subject to the condition that composite bill be raised for supply and erection activities by the vendor and thus be subject to tax rate @ 18% however in such a case the contractor firm needs to mention the SAC (service accounting code) on their bills.”

Some of the firms have sought clarifications on the issue. It is hereby clarified that keeping in view of the above clause, the existing /amended clauses prevailing before the issue of this clause ,shall be deemed to have been modified to the extent mentioned in the above clause .Since the above clause stipulates a composite contract, therefore, during the execution of contract, the composite invoices i.e. depicting both supply and erection quantities in single invoice, shall have to be raised, although the quantity of supply & erection in such running invoices, may be different. However, the existing payment terms given in the bid for supply & erection components will be applicable on the composite invoices without any change.