

TERMS & CONDITIONS OF SPECIAL e-AUCTION FOR SALE OF RAW LIGNITE
ONLY FOR BULK ACTUAL USERS/BUYERS:

(1) Eligibility:

Any Indian user/Buyer (viz. individual, partnership firm, companies etc.) or their authorized agents can participate in e-Auction for procurement of Raw Lignite on as is where is and no complaint basis only. There will be two categories of buyers, Small and Big. Separate e-Auctions will be conducted for Small and Big buyers. Small buyers will not be able to participate in e-Auctions conducted for Big buyers and conversely Big buyers will not be allowed to participate in auctions meant for small buyers. A buyer will be termed as Small or Big as per NLCIL's policy which shall be treated as final and binding on all buyers. All the end users or their authorized agents, whose monthly requirement is 3000 Tonnes or more shall be grouped as a Big buyers. All the other end users shall be grouped as Small Buyers. M/s. mjunction services limited/NLCIL reserves the right to alter/withdraw this Clause at any stage in this e-Auction sale, without assigning any reason thereof.

- 1.1** NLC India Limited (NLCIL), the Owner / Seller, will be hereinafter referred to as NLCIL and M/s. mjunction services limited, the Selling Agent of the NLCIL, will be hereinafter referred to as mjunction. Unless a contrary intention appears from the context, wherever the word, buyer, purchaser, successful bidders are used, it will be construed as successful bidder. The Special Terms & Conditions (STC) and General Terms and Conditions (GTC) displayed on the e-Auction Website of mjunction shall be construed to be an integral part of the offer and the Bidder may like to download the same for their record. However, in case of any conflict between the STC and GTC, the STC shall prevail.

(2) Registration:

- 2.1 Before participation in the e-Auction, a prospective Buyer shall be required to get itself / himself registered with mjunction Limited appointed by NLCIL for conducting e-Auctions. Registration is to be done online by visiting the Website of Website of mjunction viz **www.coaljunction.in** or at any of the front offices of mjunction services limited. Thereafter, bidders will be required to submit documents such as copy of Income Tax return (latest), PAN Number, GST Registration Certificate, SSI Registration, Trade License, if applicable, Passport size photograph, registration fees etc.,.
- 2.2 During registration, all-prospective Buyers will generate their own Unique User ID and a password with which they can log in.
- 2.3 mjunction shall issue Photo Identity Card to their registered bidders duly authenticating the identity signature, indicating a Unique Registration Number allotted to them.
- 2.4 Only one registration will be done against one PAN. However, based on more than one independent valid GST registration, more than one registration against a PAN can be considered. In such cases, the details of valid GST Registration will be indicated in each Photo Identity Card.
- 2.5 **EMD PAYMENT:** All Buyers having been registered with mjunction shall have to submit non-interest bearing Earnest Money Deposit (EMD), **at the rate of Rs.100/- per tonne**, for their

required quantity (**Minimum 20000 Tonnes and multiple of 2000 thereafter**) before the e-Auction.

The EMD submitted to mjunction shall be considered as a Global EMD, and it will not be specific for any particular source i.e., Mine-IA/Mine-II of NLCIL.

The EMD submitted to mjunction will be available for participation in all events conducted on mjunction e-Auction portal, as long as the required amount of EMD is available in the bidders account with mjunction.

Process for EMD submission

EMD can be submitted by bidders through RTGS, NEFT or Net banking mode only. EMD submitted through any other mode will not be considered.

1. RTGS/NEFT

For making EMD payment through RTGS/NEFT Mode the bidder has to login to mjunction portal and has to generate EMD Pay-In slip. The Pay-In slip will have the required details for remitting the EMD through RTGS/NEFT which will be submitted by the bidder to their banker. The EMD "Pay-In slip" can be generated through the following process.

Login to www.coaljunction.in > Click on EMD Management > Select " CMS / RTGS > Click on "Submit" after reading all Terms & Conditions > Fill in desired EMD amount & click on "Submit" > Print the Pay-in Slip

Important Note for RTGS/NEFT transaction:

- a) Bidders need to select IDBI / INDUS IND RTGS mode only
- b) EMD should be submitted at least 24 working hours before the start of the e-auction.

2. NETBANKING (Online Mode)

The bidders will also be able to submit their EMD to mjunction through Net-banking and the following process has to followed –

Login to www.coaljunction.in > Click on EMD Management > Select "Online" > Fill in desired EMD amount > Select the preferred bank from the list > and click on "Submit" after reading all the guidelines > The page will be redirected to the Net Banking portal where bidder has to enter their User ID and Password to log in and thereafter complete the transaction.

On successful transfer a Transaction ID is generated which has to be noted by bidder for future any reference.

After the transaction bidders can login to mjunction portal and can check the e-ledger balance. If the transaction is complete then the transferred amount would be reflected in the e-ledger.

Important Note for Net-banking transaction:

a) Any banking charges as applicable for the transaction shall be payable by the bidder for using this facility, and this would be directly deducted by the bank directly from bidders bank account.

b) mjunction Services Limited shall not be held liable/responsible for any wrong transfer of funds, misuse of user id or password, any link failure / fault at the end or part of SBI / IndusInd Aggregator.

(3) **Notification:**

- 3.1 NLCIL would draw program for conducting at least two e-Auctions per month - one for small buyers and one for big buyers and notify the same, minimum 7(seven) days in advance, through display on the NLCIL's websites for wide publicity as well as in News papers. The program will be intimated to mjunction services limited accordingly for hosting the same on its websites also.
- 3.2 The e-Auction will be for dispatches by road only. The minimum quantity for bidding would be **20000 (TWENTY THOUSAND ONLY) tonnes** for buyers.

(4) **Bidding Process:**

- 4.1 The registered Bidders shall, after login and before participation in the actual bidding process, record their acceptance of the Terms and Conditions of the e-Auction.
- 4.2 Before participating in e-Auction, bidders are to satisfy themselves with the quality of Raw Lignite being offered for sale. The approximate specification of the Raw Lignite offered for sale is as follows : -

Physical properties of Raw lignite:	
Colour	Brown to Dark Brown
Bulk Density (loose)	0.85 to 0.95 gram/cc
Size at Bunker	Fine to 30 cms (Normal lump forms)
Constituents	Quality Range
Moisture	46 to 56 %
Ash	3 to 12 %
Volatile Matter	21 to 26 %
Fixed Carbon	17 to 22.5 %
Calorific value	2460 to 2970 K.Cal./Kg
Sulphur	0.5 - 1.2 %

These properties may vary as it depends on natural disposition. mjunction/ NLCIL, do not give any assurance or guarantee that the materials will adhere to specification. The purchaser/bidder/buyer shall have to satisfy themselves on inspection of the material as to what they contain and make his/her offer accordingly. The principle of "Caveat Emptor" will apply.

- 4.3 Prospective Bidders are entitled to Bid for the quantity to the extent of amount of EMD available with M/s. mjunction Limited in the bidder's account at the time of bidding.

- 4.4 The Buyers while bidding shall quote their Bid Price per tonne in Indian Rupee as base Raw Lignite price on FOR NLCIL Mine-IA basis, exclusive of other charges such as Royalty, DMFT, NMET, GST, GST Compensation Cess, IT and/or any other charges as will be applicable at the time of delivery. At the time of lifting/delivery of the material, if there is any change in regard to Royalty, DMFT, NMET, GST, GST Compensation Cess, IT and/or any other charges the same will be charged extra to the buyers/bidders/purchaser's account. For Inter-State sale, IGST @ 5% is applicable.
- 4.5 The bidder has to bid for a price equal to or above the reserve price to secure consideration in the concerned e-Auction.
- 4.6 The date, time and period of e-Auction as notified in advance including closing time on portal of M/s. mjunction shall be adhered to but for the event of force majeure. However, the closing time of e-Auction will be automatically extended up to last Bid time, plus 5 minutes, so that opportunity is given to other Bidders for making an improved Bid.
- 4.7 The bidder shall offer their Bid Price (Per Tonne) in the increment of Rs.10/- (Rupees ten) or in multiples of Rs.10/- (Ten only) during the normal e-Auction period and also during the extended period. The minimum quantity of increment should be **2000 Tonnes or multiples of 2000 Tonnes.**
- 4.8 While maintaining the secrecy of Bidder's identity, the web site shall register and display on screen the highest successful Bid price at that point of time. The system will not allow a Bidder to Bid in excess of his entitled quantity as per his EMD. However once a Bidder is out-bid by another (in part or full) the particular Bidder shall become eligible for making an improved Bid.
- 4.9 Following criteria would be adopted in deciding the successful bidders:-
- (a) Precedence will be accorded to the highest bid price in the descending order (H1,H2, H3 and so on) as long as the offered quantity is available for allocation.
 - (b) If two or more buyers bid the same highest price, precedence for allotment will be accorded to the buyer who has placed the bid for the higher quantity.
 - (c) In case, two or more buyers bid the same price and the same quantity, precedence will be given to the buyer who has accorded his bid first with reference to time.
- (5) Post e-Auction process:
- 5.1 Each successful bidder will be intimated through e-mail by mjunction on the same date after the closure of e-Auction. However, it will be the responsibility of the bidder to personally see and download the result displayed on website, on the same date after close of e-Auction.
- 5.2 The successful bidders after the e-Auction, will be required to deposit Raw Lignite value (Basic Raw Lignite Price + Statutory and other levies) with NLCIL, within a period of 7

(SEVEN) NLCIL working days, after the date of closing of e-Auction, in terms of Clause 6. In case the last date of payment happens to be closed holiday for NLCIL or the banking institutions the next working day will be taken as the day of payment.

5.3 Equivalent amount of EMD of successful bidder corresponding to successful bid quantity, shall be blocked and will be transferred to NLCIL by mjunction along-with the bid sheet in respect of successful bidders.

(6) **Terms of payment:**

6.1 The Bid Value for the successful bid quantity to be deposited in advance by the successful bidders for the allotted quantity is given below:

a) **25% Bid value** for the successful bid quantity of Raw Lignite along with the Royalty, DMFT, NMET, GST, GST Compensation Cess, IT and/or any other charges as will be applicable at the time of delivery shall be deposited within 7 NLCIL working days after the date of close of e-Auction. On receipt of this payment NLCIL shall issue a sale order to the successful bidders for the total allotted quantity. NLCIL shall also issue a Delivery order for 25% quantity.

b) **The balance 75% Bid value** for the successful bid quantity of Raw Lignite with Royalty, DMFT, NMET, GST, GST Compensation Cess, IT and/or any other charges as will be applicable at the time of delivery shall be deposited in **3 equal monthly instalments on or before 30th day, 50th day, and 70th day** after the date of close of e-Auction. In case of delay in depositing these monthly instalments no delivery order will be issued for the subsequent dispatches and delivery of the Raw Lignite will be stopped at the cost and risk of the buyer. Delivery will be commenced on receipt of the above remittances only. The delivery period extensions will not be granted on account of the delay in remitting the monthly instalment payments.

(or)

The payment may also be made in the form of Letter of Credit. Wherein the purchaser shall open/maintain Irrevocable Letter of Credit (IRLC) issued by a Scheduled/Nationalised bank acceptable to the seller. It shall be in the required format and an amount equivalent to 100% of sale value of lignite of the successful bid quantity. The IRLC shall be maintained throughout the tenure of this agreement which shall be proportionately every reduced month based on the quantity of lignite lifted and payment made thereon. The amount of IRLC shall be modified if there is any change in component of price of lignite. The bills and payments shall be made as per the following Terms and Conditions of IRLC.

IRLC Terms and Conditions:

In the event of Purchaser opts to submit IRLC, it shall conform the following conditions.

1. The underlying amount of IRLC shall be equivalent to **100%** of the total lignite sale value of the successful bid quantity.
2. The IRLC shall be opened within 7 NLCIL working days after the closure of e-Auction, failing which **25%** of EMD will be forfeited.

3. Not less **than 25%** of the total bid quantity has to be lifted in a month by the bidder, otherwise the proportionate EMD equivalent to the failed quantity shall be forfeited.
4. The underlying amount of IRLC shall be suitably changed whenever there is a change in any component of the price of lignite during the tenure.
5. The terms of the IRLC shall be for a minimum period of **130 days** and the same shall be renewed one month prior to its expiry if required so as to remain valid throughout the term of supply/payment
6. **100%** payment shall be settled in favour of the seller against the bills/invoices duly signed and submitted by the seller, within 3 days, failing which cash credit interest rate applicable to NLCIL will be levied for the belated settlement.
7. The bills/invoices will be submitted to the bank once in a week.
8. IRLC shall be issued by a Scheduled/Nationalised bank acceptable to the seller. All IRLC charges including those related to opening, establishment, negotiation, amendment, extension or any other incidental charges shall be borne by the purchaser. Any charges raised by seller's bank in this regard will also be borne by the buyer.
9. All documents drawn under the IRLC shall be in English language only.
10. All amounts under this IRLC shall be payable at

State Bank of India, Block-2,
Neyveli-607801, Tamil Nadu.
Current Account No. 10895129044,
IFSC Code No.SBIN0000958.

- 6.2 EMD amount shall not be treated as an adjustment towards the Raw Lignite value, but would stand converted into a 'Security Deposit' for performance of the bidders towards completion of the said transaction.
- 6.3 **The above security deposit (as converted from the EMD amount) would be refunded to the successful bidder, only after completion of lifting of Raw Lignite**, after deducting for any loss or damages caused to NLCIL's properties, while lifting the Raw Lignite. However, in the event of default in performance by the bidder, the provision of forfeiture of the 'Security Deposit' as stipulated, would be applicable.
- 6.4 The Raw Lignite value as in Clause 6.1 above shall be deposited by way of demand draft /pay order, drawn in favour of M/s. NLCIL, payable at Neyveli, Tamil Nadu, along with the debit advice issued by the bank, certifying that the DD/pay order has been issued, by debiting the account of the concerned Buyer. Delivery orders shall be issued for the respective quantity only for which the payment is received in Advance. The buyers shall also have the option of making e-Payment through NEFT/RTGS.

The Bank details are:

Bank: State Bank of India (SBI),
Branch Code: 00958;
IFSC Code-SBIN0000958;
A/c No.10895129044 (Mine-IA)

(7) Procedure of Raw Lignite Delivery:

- 7.1 NLCIL shall issue separate Delivery Orders to the successful bidders in terms of Clause 6 after realization of each installment of payment. The Buyer has to submit the option before the issue of the Sale / Delivery Order for movement of the Raw Lignite "within State" or "outside State" and the Sale / Delivery Order would indicate the same accordingly. However, the challan issued by NLCIL shall indicate the destination.
- 7.2 The validity period to complete lifting of the entire sale quantity Raw Lignite by road shall be **100 days** from the date of issue of First Sale Order . However the buyer shall lift a quantity of not less than **25%** of his total allotted sale order quantity in a month. **Extension of validity beyond 100 days will be at the sole discretion of NLCIL based on merits. But, the prevailing Regular e- Auction basic price will be applicable during the extended period.** Raw Lignite sold, but not removed within the above specified period will become the property of NLCIL and it has the right to sell the unlifted quantity in any manner as NLCIL may deem fit without any notice.
- 7.3 It is the responsibility of the Purchaser/Buyer/Bidder to take delivery of the Raw Lignite from the storing area, strictly adhering to the safety pre-cautions and the provisions of Environment Protection Act. The loading of the Raw Lignite and transportation to the bidders premises shall be the responsibility of the buyer only and they shall not give any room for complaint of pollution, whatsoever.
- 7.4 The Raw Lignite after confirmation of sale left at NLCIL will remain at the sole risk and responsibility of the purchaser/bidder/buyer. mjunction/ NLCIL will not undertake any liability, whatsoever for the safe custody, protection or preservation after the sale has been confirmed. Delivery of the lots as put up for sale, subject to change by nature's wear and tear. No complaint will be entertained regarding quality or mis-description for the materials sold once the bid is accepted.
- (8) Refund of EMD for Unsuccessful bidders: In case of unsuccessful bidders, EMD shall be refunded by mjunction after the e-Auction is over, on the bidder's request. However, if no such request is received mjunction will retain the EMD for participation in e-Auction in future.
- (9) Forfeiture of EMD: - The EMD submitted by the successful Bidders will be liable for forfeiture in the following cases: -
- 9.1 If after completion of e-Auction, the successful bidder fails to make payment for the Raw Lignite value including all other charges within the stipulated time, the proportionate EMD equivalent to the failed quantity shall be forfeited subject to the provisions at Clause 6.0.
- 9.2 If the successful bidders does not lift the booked quantity within the stipulated validity period, the proportionate Security Deposit @ Rs. 100/- per Tonne (as converted from the EMD amount) for the unlifted quantity would be forfeited. Such forfeiture shall be made only, if the balance Unlifted Quantity is equal to or more than a Truck Load, i.e.9.0 tonnes as

applicable. Such forfeiture, however, would not take place, if NLCIL has failed to offer full or part of the successful bid quantity within the validity period. In such cases again, no forfeiture would take place, if the balance quantity is less than a truck load, ie. 9.0 Tonnes.

- 9.3 If the Buyer cancels the order after booking, the EMD @ Rs.100/- per tonne for the booked quantity shall be forfeited for the order cancelled.
- (10) **Refund of Raw Lignite value:** The balance Raw Lignite value of the un-lifted quantity after the expiry of the validity period for supply of Raw Lignite and completion of required commercial formalities shall be refunded subject to forfeiture of EMD/SD if required, in terms of the forfeiture clause as above.
- (11) Royalty, Taxes and Duties etc. :
- 11.1 Royalty, DMFT, NMET, GST, GST Compensation Cess, IT and/or any other charges /levies/taxes/cess/duties as will be applicable at the time of delivery on the sale of materials covered under this e-Auction shall be borne by the successful bidders/purchaser/ buyer. Present Royalty is 6% of the basic price, DMFT @ 30 % on Royalty, NMET @ 2% on Royalty, CGST @ 2.5 % & SGST @ 2.5 % (on basic price, Royalty, DMFT & NMET), and GST Compensation Cess @ Rs. 400/- Per ton. Income Tax: - 1% on total Sale Value without Form 27-C and With Form 27-C is Nil.
- 11.2 At the time of lifting/delivery of the material, if there is any change in regard to royalty, DMFT, NMET, IGST, CGST and SGST, GST Compensation Cess, Income Tax or any other statutory levy, then the same will be brought to the notice of the buyer/bidder/purchaser and will be charged extra to the buyers/bidder/purchaser account
- 11.3 The Bidders should give their Bids exclusive of Royalty, all Statutory Charges, Duties, Taxes and any other Levies such as Royalty, Statutory Charges, Duties, Taxes and any other levies as applicable, will have to be paid over and above the quoted rate.
- 11.4 For Interstate Sale, IGST @ 5 % is applicable.
- 11.5 As Government of India Notified collection of GST Compensation Cess for the sale of Coal/Lignite at the rate of Rs.400 per M.T. all the successful buyers are required to remit this GST Compensation Cess along with the other taxes and duties.
- 11.6. Government of India have introduced collection of INCOME TAX @ 1.0% on the total sale value of RAW LIGNITE w.e.f.01-07-2012 VALUE UNDER SECTION 206C OF INCOME TAX ACT 1961. The said tax will have to be borne by the Buyer / Bidder / purchaser of the material and have to be submitted along with the material value at the time of issuance of sale/delivery orders.
- 11.7 Tax is required to be collected if the goods purchased are used for trading. if however, the goods purchased are to be utilized for the purpose of manufacturing, processing or producing article or things the provision of section 206-C of Income Tax Act, 1961 will not apply and tax need not to be collected. But for the benefit of exemption from collection of

tax the successful Buyer/Purchaser/Bidder has to furnish in duplicate a certificate in Form No.27-C prescribed under Rule 37-C of Income Tax Rules the same (Form No. 27- C) has to be produced at the time of making payment for delivery of the materials.

The sale/delivery order will be issued to the Buyer/Purchaser/Bidder only after receipt of the above tax with surcharge by D.D or after receipt of the exemption certificate in Form.27-C.

(12) **General Terms and Conditions:**

- 12.1 The Raw Lignite procured under e-Auction is for use within the country and not for Export.
- 12.2 All terms and conditions of Scheme are subject to force majeure conditions as applicable.
- 12.3 Bidders must always ensure to keep their email address valid. In any case Buyers cannot be absolved from fulfilling the responsibility of compliance of any of the terms and conditions herein including payment terms due to non-receipt of emails from mjunction.
- 12.4 Bidders must be extremely careful to avoid any error in bidding (whether typographical or otherwise) and they are fully responsible to check and rectify their bid before submitting their Bid into the live-Auction floor by clicking the Bid button.
- 12.5 There is no provision for bidding in decimals. The Bidder shall be solely responsible for all consequences arising out of the bid submitted by them (including any wrongful bidding by them) and no complaint/representation will be entertained by mjunction / NLCIL in this regard.
- 12.6 The decision of the Competent Authority of NLCIL in matters related to this e-Auction shall be final and binding on the bidders / Buyers.
- 12.7 Quantity mentioned in notice are only indicative and may undergo a change depending on factors like actual production of Raw Lignite, bottlenecks in Raw Lignite transportation etc.
- 12.8 Notwithstanding anything contained in the auction sale notice or advertisement issued as to description and particulars of material put up for sale, the sale of the Raw Lignite is **on 'as is where is and no complaint basis'** only. mjunction/ NLC India Limited do not give any assurance or guarantee that the materials to be delivered will adhere to notice or advertisement or list or specification. The purchaser/ bidder/buyer shall have to satisfy himself on inspection of the Lot as to what it contains and make his/her offer accordingly. No plea of misunderstanding or ignorance of conditions put forth subsequent to any confirmation of sale shall be accepted. The principle of CAVEAT EMPTOR (let the buyer be aware) will apply.
- 12.9 There will not be any joint/ third party sampling facility extended to any buyer. Refusal on account of non-suitability and /or sub-standard quality for the allotted quantity of Raw Lignite shall not be acceptable.

- 12.10 NLCIL / mjunction reserves the right to cancel the sale of Raw Lignite under this e-Auction from any source / location in part or whole at any stage at its sole discretion without assigning any reason thereof and no party shall have any right whatsoever to raise any claim in that regard on that count.
- 12.11 NLCIL/mjunction reserves their rights to amend/modify and revise the terms and conditions contained herein in full or in part at any point of time and no party shall have any right, whatsoever to raise any claim in that regard on that count.
- 12.12 Sale under each e-Auction shall be an individual, independent, unique and complete transaction.
- 12.13 NLCIL/mjunction will not be in any way responsible for failure to deliver the materials due to cause beyond their control such as strike, lockout, cessation of work by labourers, shortened hours, act of GOD or other causes or other contingencies whatsoever. In case of such force majeure conditions, the period of delivery shall automatically get extended proportionately. The buyer/bidder/purchaser shall not be entitled to cancel the contract.
- 12.14 Conduct during Delivery: -
Buyer/bidder/purchaser shall solely be responsible for movement and proper behaviour of their deputies, agents, and labourers within NLCIL's premises. If any damage caused to NLCIL's property, the buyer is responsible to make good such damage to the satisfaction of NLCIL, and the decision of NLCIL, in this regard shall be final and binding. Reselling of Raw Lignite will not be allowed in NLCIL premises.
- 12.15 Statutory and Safety Conditions: -
Before commencement of delivery operations, the buyer shall take group insurance for the workers under his control, which will not only cover fatal accidents, but also injuries, which may or may not result in partial or permanent disablement.
- 12.16 Compliance with Labour Law and Safety Rules : -
During the delivery period, the workers employed by the buyer within the Mine-IA premises will be governed by the Labour Laws and Rules, Factory Act, Mines Act and Rules, Provision of EPF Act 1951 and NLCIL's Security and Safety Rules as applicable.
- 12.17 As per Mines Act, Vocational Training will be given by NLCIL to all the workers employed by the buyer at the VTC Training Centre/NLCIL before commencing the delivery works. Without undergoing this Vocational Training for the required number of days prescribed by the NLCIL's Manager, Mine-IA, NLCIL, the buyer and their workers will not be allowed to carry out the delivery works. The wages payable to the workers during this V.T.C. Training period have to be borne by the buyer only. However, the V.T.C. trained loading workmen with the pay loader is available at the Raw Lignite loading point. They can be utilized by the buyer at their own risk and cost.

12.18 Accidents etc., to buyers labourer :-

NLCIL/mjunction will not at any point of time be responsible for any injuries caused to the workers engaged by the buyer due to accident within the Mine-IA premises or at the place of work and the bidder/buyer/purchaser will make transport facility to the accident victims to the hospital and give proper arrangement for medical attention and treatment to his labourers and their representative. The bidder/purchaser/buyer will be solely responsible for any claim arising out of the employment, injuries to labourers in the course of employment under any statute. It is the responsibility of the bidder/buyer/purchaser to provide necessary safety appliances like hand gloves, helmet, boots etc to the labourers who are engaged for handling of the goods.

12.19 During delivery, if any of the labourers are found not wearing the proper safety appliances, they will not be permitted to carry out the delivery works and will be sent out of Mine-IA premises. NLCIL reserves its right to stop the delivery work, if it is carried out in an unsafe manner.

12.20 The Purchaser/Bidder/Buyer shall bring their own bags and boxes, cases or their receptacles for the removal of the auctioned items and shall make their own arrangement for lifting and clearing the materials under supervision of authorized official of the NLCIL. NLCIL will not provide any assistance whatsoever.

12.21 The entry pass for the men and material has to be obtained from the Manager, Mine I-A, NLCIL or any officer authorised officer by him.

12.22 The buyer shall observe all statutory and safety measures. The suggestions given by the Safety Officer, Mine-IA, NLCIL shall be scrupulously followed. All the labour engaged by the buyer must wear safety kits like helmet, shoes, safety belts, gloves, etc. without which the entry is prohibited. The buyer has to make his own arrangements for accommodation and canteen facilities for his workers.

12.23 Blacklisting:

If it is found that the bidder/buyer/purchaser is not following the terms and conditions of payment/delivery or other conditions of the auction and also indulging in any malpractices either himself or by his agents, deputies or observer, such Bidder/Buyer/Purchaser are liable to be blacklisted and appropriate action will be taken as deem fit by NLCIL/mjunction.

12.24 No interest will be paid to the purchaser/bidder/buyer on the amount paid or deposited by him and on the amount refundable to him, if any.

12.25 Raw Lignite in the lot are sold on 'as is where is and no complaint basis' and as such no guarantee is given as regards to sizes, quality and/or weight. Description of any lot is given by way of identification thereof only and the use of such description shall be construed as sale by description.

- 12.26 Removal, loading and transportation of Raw Lignite will be allowed with the specific permission obtained from NLCIL's officers authorised by Manager, Mines-IA, NLCIL. The safety precautions and procedures shall be followed.
- 12.27 Delivery of material will be given on all days including Sundays and other holidays. All deliveries will commence from 6 A.M. and close at 8 P.M. The Purchaser/ Bidder/Buyer should intimate in writing in advance as to when vehicle will come for taking out the materials. The lorries authorised by the officer-in-charge of Lignite Sales, Mine-IA alone will be permitted inside the storing area for loading of the materials. For the entry of vehicles in the storing place, which is covered in the Mine-IA area, the statutory obligations like valid driving licence, road tax details, brake check up clearance, etc. shall be submitted to the officer authorized by the Manager, Mine-IA and their permission is to be obtained. If the Purchaser/Bidder/Buyer comes without prior written intimation and permission as above, the NLC India Limited has got the right to return the vehicle without loading and purchaser / bidder/buyer cannot claim for any loss towards the same. The loaded lorries shall be permitted to move out of the storing area, after issue of the Delivery Challan-cum-Gate Pass duly signed by the officer authorized by Chief General Manager, Mine-IA as well as the CISF/Security personnel.
- 12.28 The material will be delivered only to the successful bidder/buyer/purchaser or their authorized representatives against presentation or photo pass issued by mjunction. If the successful Bidder/ Buyer/Purchaser desires to authorize a representative or an agent for delivery, in such case, the bidder/purchaser/buyer shall produce suitable power of attorney or authorization letter duly attested by a Notary Public authorizing his representative or agent to lift the materials from NLC India Limited premises.

[Click Here to View/Download the format of Letter of Authority.](#)

- 12.29 Employees of NLC India Limited /mjunction are not eligible to participate or to represent on any one's behalf in the e-Auction.
- 12.30 Picking the material at random is not allowed. Loading should be done as a whole without choosing and picking.
- 12.31 The entire area for this delivery work is under the control of CISF/Security personnel. The buyers and their authorised persons movement is restricted strictly within the delivery area only. If they are found roaming in other areas of Mine-IA severe action will be taken not only against the them, but, also on the successful bidders/buyers for trespassing.
- 12.32 NLCIL / mjunction will not be liable for any claim and buyer shall keep NLCIL / mjunction fully indemnified and harmless against any claim and proceedings of any of their own or against the employees or other.
- 12.33 Termination/ Breach of Contract: - In the event of bidder's failure to fulfill any of the contractual obligations including non-lifting the contracted materials under this agreement, mjunction/NLCIL's decision in regard to bidder's failure being final and binding on the

bidder. mjunction/NLCIL shall have the full liberty to do any or all of the following :- Cancel the contract with immediate effect for the materials under the contract not taken delivery by the bidder as on that date, in which case the Pre-Bid EMD/Security Deposit and EMD along with the balance payment (if paid, any), will stand forfeited.

AND/OR

Retain and / or adjust, recover from bidders any amount lying with mjunction / Owner (NLCIL) to the bidder's credit either under this contract or any other which may at any time become payable / refundable to the bidder either under this contract or any other contract, the amount of losses or damages or claim that might be incurred by mjunction/ Owner in selling the materials under contract not taken delivery by the bidder at bidder's risk and costs. Even after such recovery / adjustment by mjunction / Owner from bidder any amount as mentioned above lying with mjunction / Owner, if any further amount is still found payable / refundable by the bidder, the bidder shall pay the same to mjunction on demand without any objection or demur.

12.34 mjunction shall have the right to issue addendum to the e-Auction document to clarify, amend, modify, supplement or delete any of the conditions, clauses or items stated. Addendum so issued shall form part of original invitation to e-Auction.

12.35 The bidder shall have no right to issue addendum to e-Auction document to clarify, amend, modify, supplement or delete any of the conditions items stated therein.

12.36 **Resolution of Disputes and Arbitration:**

[PLEASE CLICK HERE FOR THE ANNEXURE OF ARBITRATION TERMS.](#)

Resolution of Disputes and Arbitration:

Dispute Resolution and Arbitration:

In the event of any dispute and / or difference arising between the Bidder/Buyer and / or their Agent and NLCIL as to the construction, interpretation and / or execution of the contract and / or the respective rights and liabilities of the parties, such disputes and / or differences shall be referred to herein below mentioned Dispute Resolution Mechanism.

- (i) If the Bidder is a PSE :- In the event of such dispute or difference, the same shall be referred by either party to the Arbitration of one of the Sole Arbitrators in the Department of Public Enterprises to be nominated by the Secretary to the Government of India in charge of the Department of Public Enterprises. The Arbitration and Conciliation Act 1996 shall not be applicable to the Arbitration under this clause. The award of the Arbitrator shall be binding on the parties to the dispute, provided, however, any party aggrieved by such award may make a further reference for setting aside or revision of the award to the Law Secretary, Department of Legal Affairs, Ministry of Law and Justice, Govt. of India. Upon such reference the dispute shall be decided by the Law Secretary or the Special Secretary/Additional Secretary when so authorized by the Law Secretary whose decisions shall bind the parties finally and conclusively. The parties in the dispute will share equally the cost of Arbitration as intimated

by the Arbitrator. The procedure to be adopted in the case of arbitration shall be in accordance with the Circulars/Guidelines as may be issued by the GoI from time to time.

- (ii) If the Bidder is Private Contractor [Other domestic Contractors: - The parties agree to use reasonable efforts to resolve all disputes equitably and in good faith. If any dispute between the parties arises it shall in the first instance be referred in writing to the NLCIL who shall endeavor to resolve the dispute amicably and render a decision within 30 days. The period of 30 days shall be reckoned from the date of receipt of the intimation of the dispute by the Corporation. Save as hereinafter provided, in respect of a dispute so referred, the decision of the Corporation shall be final and binding upon the parties until completion of the transaction and shall forthwith be given effect to by both parties. If the Party is dissatisfied with the decision rendered by NLCIL, or if the NLCIL omits or declines to render a decision within the said period of 30 days, then within a further period of 30 days, the dissatisfied Party shall require by a notification that the dispute shall be referred to Conciliation in the manner as per the 'NLCIL Conciliation Rules', copy of which is available with the NLCIL offices and the Buyer shall abide by the 'NLCIL Conciliation Rules' as amended from time to time. Such a notification shall be in writing and it shall be duly served on the other party. The Conciliation shall be held at Neyveli/Chennai. Conciliation proceedings shall be conducted in English. Once the settlement agreement is signed with respect to a dispute, the same dispute is not subject to further appeal through Judicial Proceedings or Arbitration. The rights and obligations of the Parties shall remain in full force and effect during the Conciliation proceedings. The provisions of the 'Arbitration and Conciliation Act 1996-Part-III' as amended from time to time shall be applicable to above Conciliation proceedings. Only in case of failure to resolve the dispute through Conciliation, Arbitration can be resorted to. In case of failure to resolve the dispute through Conciliation, Arbitration can be resorted to by either Party by notification in writing which shall be duly served on other Party. The Arbitration shall be held in accordance with the Arbitration and Conciliation Act 1996. The Arbitration shall be held at Neyveli/Chennai, Tamil Nadu. The Arbitration proceedings shall be conducted and the award shall be rendered in English. The award shall state the reason upon which it is based. There shall be three arbitrators of whom each party shall appoint one. The party requesting that the dispute be referred to arbitration shall, within thirty days of the notification in terms of provision as stated above, appoint an Arbitrator as also call upon the other party to appoint an Arbitrator within 30 days. The two Arbitrators so appointed shall within 30 days of the date on which the second of them is appointed agree on the third Arbitrator who shall act as the Presiding Arbitrator of the Tribunal. This agreement and the rights and obligations of the parties, shall remain in full force and effect and shall, if reasonably possible, continue till the passing of the Award. For the purpose of this clause, the terms Dispute shall include a demand or difference of any kind whatsoever, arising out of the contract and respecting the performance, of the contract, whether during the Contract Period including extensions if any, or after completion, and whether before or after Termination, Abandonment or Breach of the Contract [Except as to any matter, the decision of which is specifically otherwise provided for in Contract]

12.36 Jurisdiction: The Civil Courts at Neyveli, Tamil Nadu shall have exclusive jurisdiction in relation to any matter arising under or in connection with these Terms and Conditions.