

December 07, 2023

To,
Corporate Relations
BSE Limited
Phiroze Jeejeebhoy Towers, Dalal
Street,
Mumbai-4000 01
(Security Code: 534615)

The Manager (Listing Department)
National Stock Exchange of India
Limited
Exchange Plaza, C-1, Block G, Bandra
Kurla Complex, Bandra (E)
Mumbai — 400 051
(Symbol: NECCLTD)

**SUB: LETTER OF ACCEPTANCE (LOA) FROM GAIL (INDIA) LIMITED FOR TRANSPORTATION OF POLYMER
FOR A PERIOD OF 3 YEARS**

Dear Sir(s),

Pursuant to Regulation 30 read with Schedule III of the SEBI (Listing Obligations and Disclosure Requirements) Regulations, 2015 ("Listing Regulations"), we hereby inform you that we have got the Letter of Acceptance from the Top Central Public Sector Undertaking under Ministry of Petroleum and Natural Gas, Government of India, GAIL (India) Limited for transportation of polymer under a contract value of Rs. 52.48 crores for a period of 3 years.

We request you to take the aforesaid on records.

Thanking you,

Yours faithfully,

For North Eastern Carrying Corporation Limited

(Sunil Kumar Jain)
Chairman & Managing Director



गेल (इंडिया) लिमिटेड

(भारत सरकार का उपक्रम – महारत्न कंपनी)

GAIL (India) Limited

(A Government of India Undertaking - A Maharatna Company)

To
North Eastern Carrying Corporation
Ltd,
Azad Market
NECC LTD,9062/47,Rambagh Road
Azad Market
Delhi-110006
Delhi ,India
Tele No : 011-23517516-...

LETTER OF ACCEPTANCE

LOA No. : GAIL/596/5300040091/
Dated : 05.12.2023
Contract Reference : 4100001051 **Dated** : 09.11.2023
Your offer/Qtn.No.: NECC
Qtn. Dt. : 11.08.2023
Your offer/Qtn.No.: NECC
Qtn. Dt. : 11.08.2023
E Tender No.: NIL
Vendor Type : OTHERS (Non-MSE)

गेल भवन
16 भीकाएजी कामा प्लेस
नई दिल्ली-110066, इंडिया

GAIL BHAWAN
16 BHIKAJIJI CAMA PLACE
NEW DELHI 110066, INDIA

फोन/PHONE: +91 11 2618 2955
फैक्स/FAX: +91 11 2618 2955
info@gail.co.in

Kind Attn : utkarsh jain

Name of Work : TRANSPORTATION OF POLYMER FROM GAIL, PATA TO VARIOUS DESTINATIONS IN INDIA FOR A PERIOD OF 3 YEARS [SECTOR: EAST]

Dear Sir/Madam

With reference to your Offer against our RFQ and all subsequent correspondences (if any) till date and in continuation of our Fax/Letter of Intent (if any) we are pleased to award the subject works highlighting the following salient features:

Scope of Work : Scope of work under this contract shall be as detailed in enclosed document.

Price Basis:

ITEM 1 Polymer TPT East- NECC-100% 499,879,810.50

REFERENCES:

- I) BID NO. / TENDER DOCUMENT NO. GEM/2023/B/3537411 DATED 16.06.2023 ON GOVERNMENT E-MARKETPLACE (GEM) PORTAL AND ITS CLARIFICATION & CORRIGENDUM.
- (II) YOUR OFFER AND ALL SUBSEQUENT CORRESPONDENCES
- (III) FAX OF ACCEPTANCE (FOA) NO. GAIL/ND/C&P/PTC/S505/FOA-596 DATED 07.11.2023

WE HEREBY ISSUE THIS LETTER OF ACCEPTANCE (LOA) FOR TRANSPORTATION OF POLYMER FROM PETROCHEMICAL COMPLEX, PATA TO EAST TRANSPORTATION SECTOR UNDER RATE CONTRACT AT AN ESTIMATED CONTRACT VALUE OF RS. 49,98,79,811 AS DETAILED IN SCHEDULE OF RATES (SOR).

THE ESTIMATED CONTRACT VALUE IS INCLUSIVE OF ALL TAXES AND DUTIES EXCEPT GOODS & SERVICE TAX (GST) THEREUPON. GST (PRESENT RATE @5%) SHALL BE PAID BY GAIL UNDER

Vendor Code: 101033502

LOA No. : GAIL/596/5300040091/

North Eastern Carrying Corporation

LOA Date : 05.12.2023

REVERSE CHARGE MECHANISM (RCM) TO GOVT. AUTHORITIES AS PER PROVISIONS OF GEM BID / TENDER DOCUMENT. ABOVE VALUE IS ESTIMATED CONTRACT VALUE, PAYMENT WILL BE MADE ON ACTUAL BASIS AS CERTIFIED BY ENGINEER-IN-CHARGE (EIC) OF THE CONTRACT. ABOVE VALUE IS ESTIMATED CONTRACT VALUE, PAYMENT WILL BE MADE ON ACTUAL BASIS AS CERTIFIED BY ENGINEER-IN-CHARGE (EIC) OF THE CONTRACT.

THE UNIT RATE IS AFTER EXCLUDING GST FROM THE QUOTED RATE (INCLUDING GST) BY L-1 BIDDER, IN TERMS OF CL.NO.J OF SECTION-II OF GEM BID/TENDER DOCUMENT. THE RATE IS BASED ON THE PRICE OF HSD AT DIBIYAPUR, DISTT. AURAIYA (U.P) AS ON 25TH JULY, 2023 (REFER CLAUSE NO. J OF SECTION-II [EVALUATION METHODOLOGY] OF GEM BID/TENDER DOCUMENT). PRICES ARE FIRM SUBJECT TO PRICE VARIATION CLAUSE AS PER CLAUSE NO.5.6 OF SECTION-VI [SCOPE OF WORK] OF THE GEM BID/TENDER DOCUMENT.

Abnormally High Rated Items :

NOT APPLICABLE

Duration of Contract/Completion Schedule :

THE CONTRACT SHALL BE VALID FOR A PERIOD OF 03 (THREE) YEARS FROM THE DATE OF COMMENCEMENT OF WORK. HOWEVER, GAIL RESERVES THE RIGHT TO EXTEND THE CONTRACT FOR A FURTHER PERIOD OF SIX MONTHS ON THE SAME TERMS AND CONDITIONS OR TERMINATE THE CONTRACT AT ANY TIME BY GIVING SEVEN DAYS# NOTICE WITHOUT ASSIGNING ANY REASON THEREOF.

THE CONTRACT SHALL COMMENCE WITHIN 15 DAYS FROM THE DATE OF FOA WHICH MAY BE CONSTRUED AS MOBILIZATION PERIOD. TRANSPORTERS ARE EXPECTED TO FULFILL ALL FORMALITIES & MAKE ALL ARRANGEMENTS INCLUDING DEPLOYMENT OF THEIR STAFF/RESOURCES, ARRANGING TRANSIT INSURANCE ETC WITHIN MOBILIZATION PERIOD.

Performance Bank Guarantee:

TRANSPORTER IS REQUIRED TO SUBMIT "CONTRACT PERFORMANCE SECURITY/SECURITY DEPOSIT" FOR RS. 1,66,62,660 [@10% OF ANNUALIZED ESTIMATED CONTRACT VALUE EXCLUDING GST] VALID UPTO 07.12.2026 PLUS CLAIM PERIOD OF THREE MONTHS, WITHIN 30 DAYS FROM THE DATE OF FOA.

NOTE: IN CASE, GAIL ALLOWS ADDITIONAL TIME FOR SUBMISSION OF CPBG/SD BEYOND 30 DAYS, A PENAL INTEREST OF MARGINAL COST OF FUND BASED LENDING RATE (MCLR) FOR ONE YEAR CHARGED BY SBI (APPLICABLE ON DUE DATE OF SUBMISSION OF CPBG/SD I.E. 30TH DAY AFTER ISSUANCE OF FOA/NOTIFICATION OF AWARD) PLUS 4.0% P.A (ON CPBG/SD AMOUNT) SHALL BE CHARGED FOR DELAY BEYOND 30 DAYS I.E. FROM 31ST DAY AFTER ISSUANCE OF FOA.

Contract Agreement:

PLEASE EXECUTE "CONTRACT AGREEMENT" AS PER TERMS & CONDITIONS STIPULATED IN THE BIDDING DOCUMENT WITHIN 15 DAYS FROM DATE OF THIS FOA.

Payment Terms:

PAYMENT OF TRANSPORTATION BILLS WILL BE MADE AT GAIL- PATA WITHIN 30 DAYS FROM THE DATE OF RECEIPT OF COMPLETE AND CLEAR BILLS TOGETHER WITH DRIVER COPY OF GR / LR DULY ENDORSED AT THE BACK IN ORIGINAL BY THE RECEIVING WAREHOUSE / CUSTOMER/ RECEIPT OF E-POD. PAYMENTS SHALL BE MADE AFTER DEDUCTION OF TDS AS APPLICABLE. FOR DETAILS REFER TENDER DOCUMENT INCLUDING CLAUSE NO.11 OF SCOPE OF WORK (SECTION-VI).

PENALTIES, DEDUCTIONS ETC. SHALL BE APPLICABLE AS PROVISIONS OF TENDER DOCUMENT.

SUPPLIER/ CONTRACTOR/SERVICE PROVIDE/ CONSULTANT IS REQUIRED TO UPLOAD DIGITAL INVOICE ON 'SPARSH' PORTAL. THE SYSTEM OPTIMIZES AND SIMPLIFIES THE PROCESS OF

Vendor Code: 101033502

LOA No. : GAIL/596/5300040091/

North Eastern Carrying Corporation

LOA Date : 05.12.2023

RECEIVING, MANAGING, MONITORING AND FORWARDING INVOICES FOR PAYMENT PROCESS. THE LINK OF 'SPARSH' PORTAL IS AS UNDER:

[HTTPS://SPARSH.GAIL.CO.IN/FLIPPER/#/LOGIN](https://sparsh.gail.co.in/flipper/#/login)

THE 'HELP MANUAL' HYPERLINK TO ACCESS THE DETAILED USER MANUAL, DEMO VIDEOS, FAQ#S AND OTHER RELEVANT INFORMATION IS AVAILABLE ON 'SPARSH' PORTAL.

ONLY DIGITAL INVOICE IS TO BE UPLOADED ON 'SPARSH' PORTAL AND ALL OTHER SUPPORTING DOCUMENTS ALONG WITH COPY OF INVOICE ARE TO SUBMITTED TO CONCERNED AS DEFINED IN PURCHASE ORDER (PO)/ LETTER OF ACCEPTANCE (LOA).

Paying Authority:

PAN Particulars:

GAIL (India) Ltd PAN No. AAACG1209J

"As per CBDT Notification No. 95/2015 dated 30.12.2015, mentioning of PAN no. is mandatory for procurement of goods / services/works/consultancy services exceeding Rs. 2 Lacs per transaction.

Accordingly, supplier/ contractor/ service provider/ consultant should mention their PAN no. in their invoice/ bill for any transaction exceeding Rs. 2 lakhs. As provided in the notification, in case supplier/ contractor/ service provider/ consultant do not have PAN no., they have to submit declaration in Form 60 along with invoice/ bill for each transaction. Payment of supplier/ contractor / service provider/ consultant shall be processed only after fulfilment of above requirement".

GSTN Details :

Please note that our state/plant wise GSTN details as below for invoicing and other purpose.

Pata (Petrochem) (5010) 09AAACG1209J3ZS

GAIL is in the process of implementing Vendor Invoice Management System for processing of invoices w.e.f. 01.04.2023. The solution is being configured to handle both physical invoices as well as digitally signed invoices. This system is expected to highly optimize the invoice management at GAIL and expedite their processing in future. The detailed methodology for submission of invoices shall be informed separately.

As a pre-requisite to the system, it is important to mention the details of Purchase Order/ Letter of Acceptance number on the face of invoice. Accordingly you are requested to ensure Purchase Order/ Letter of Acceptance number is clearly mentioned on the Invoice. Further Invoices should be system generated and no handwritten invoices shall be eligible for OCR conversion on VIM portal.

Your Bank Details : Please note that your bank account details against the above vendor code have not been updated in our system. You are requested to forward the bank details in the prescribed format so that same can be updated in our system to ensure timely payment.

Price Reduction Schedule:

NOT APPLICABLE

Defect Liability Period:

Not Applicable

Contract Document:

THE FOLLOWING SHALL CONSTITUTE THE CONTRACT DOCUMENT:

I) THE CONTRACT AGREEMENT

- II) DETAILED LETTER OF ACCEPTANCE ALONG WITH ITS ENCLOSURES
- III) FAX OF ACCEPTANCE GAIL/ND/C&P/PTC/S505/FOA-596 DATED 07.11.2023
- IV) TENDER DOCUMENT NO. / BID NO. GEM/2023/B/3537411 DATED 16.06.2023 ON GOVERNMENT E-MARKETPLACE (GEM) PORTAL AND ITS CORRIGENDUM & CLARIFICATION
- V) GCC-SERVICES
- VI) UNDERTAKINGS W.R.T PPP-MII POLICY

FOI Reference/Regularization:

THIS DETAILED LETTER OF ACCEPTANCE IS ISSUED TO REGULARIZE THE FAX OF ACCEPTANCE (FOA) DATED 07.11.2023.

Engineer-In-Charge:

ENGINEER-IN-CHARGE (EIC) OF THE SUBJECT CONTRACT FOR FURTHER INSTRUCTIONS REGARDING EXECUTION OF THIS WORK SHALL BE:

MR. P N RAO, DGM (MARKETING-MSG),
GAIL (INDIA) LIMITED, PATA, DIST. AURAIYA, U.P-206241
E-MAIL: PN.RAO@GAIL.CO.IN, PH NO. 0091-05683 - 230020

IN CASE OF CHANGE OF EIC IN FUTURE, HOD OF MARKETING DEPT. OF GAIL, PATA MAY COMMUNICATE THE SAME THROUGH E-MAIL.

Other Contractual Stipulations:

(I) ALL POST-ORDER CORRESPONDENCE SHALL BE ADDRESSED TO ENGINEER-IN-CHARGE (EIC) OF THE CONTRACT.

(II) CONTRACT IS ALSO GENERATED ON GEM PORTAL. THIS OFFLINE LOA / ORDER ISSUED BY GAIL AND DETAILS MENTIONED IN THE OFFLINE LOA/ ORDER WILL BE CONSIDERED AS PART OF GEM CONTRACT FOR ALL PURPOSES SUCH AS TENDER OBLIGATIONS, DELIVERY COMPLETION, GST APPLICABILITY AND GST RATES AND FOR PAYMENT PURPOSES ETC. DUE TO LIMITATION OF ENTRY OF PRICE UPTO TWO DECIMALS ONLY IN GEM SYSTEM, THE AMOUNT MENTIONED ALONG WITH OTHER TERMS AND CONDITIONS SHALL BE FOLLOWED AS PER THE GAIL OFF-LINE LOA/ORDER. THE PAYMENTS WILL BE DONE OFFLINE AS PER THE INVOICES SUBMITTED OFFLINE TO GAIL. SELLERS SHOULD ALSO RAISE INVOICE ON GEM (WITH UPTO 2 DECIMAL RATES) ONLY FOR RECORD AND AUDIT TRAIL PURPOSE.

THE TRANSPORTER HAS TO INDICATE THE OFFLINE PO DETAILS ALSO WHILE SUPPLYING." ALL THE STATUTORY COMPLIANCE OF GEM ARE TO BE COMPLIED BY TRANSPORTERS.

(III) THIS ORDER SHALL BE GOVERNED BY INTEGRITY PACT SIGNED AT THE TIME OF BIDDING.

IV) THE TRANSPORTER HAS SUBMITTED (I) AN UNDERTAKING FROM THE AUTHORISED SIGNATORY OF BIDDER HAVING THE POWER OF ATTORNEY ALONGWITH THE BID STATING THE BIDDER MEETS THE MANDATORY MINIMUM LC REQUIREMENT AND (II) UNDERTAKING SUBMITTED BY THE BIDDER IS SUPPORTED BY A CERTIFICATE FROM THE STATUTORY AUDITOR GIVING THE PERCENTAGE OF LOCAL CONTENT WHICH BECOME A PART OF THE CONTRACT.

AFTER AWARD OF CONTRACT, NECESSARY PROVISIONS OF POLICY TO PROVIDE PURCHASE PREFERENCE AS PER PUBLIC PROCUREMENT (PREFERENCE TO MAKE IN INDIA), ORDER 2017 HAS TO BE COMPLIED BY TRANSPORTER.

(V) ALL OTHER TERMS AND CONDITIONS SHALL BE AS PER THE GEM BID AND ITS CLARIFICATION & CORRIGENDUM.

Vendor Code: 101033502
North Eastern Carrying Corporation

LOA No. : GAIL/596/5300040091/
LOA Date : 05.12.2023

Enclosures :

- I) FAX OF ACCEPTANCE NO GAIL/ND/C&P/PTC/S505/FOA-596 DATED 07.11.2023.
- II) TENDER DOCUMENT / BID NO. GEM/2023/B/3537411 DATED 16.06.2023 ON GOVERNMENT E-MARKETPLACE (GEM) PORTAL AND ITS CORRIGENDUM
- III) GAIL'S GENERAL CONDITIONS OF CONTRACT [GCC] # SERVICES
- IV) UNDERTAKINGS W.R.T PPP-MII POLICY
- V) INTEGRITY PACT

This order is being issued in triplicate. Two copies of the order duly signed, stamped and dated on each page, may be returned within 3 days from date of receipt of the order to the undersigned..

For & on behalf of
GAIL (India) Ltd.

Sandeep Kumar Sharma
Digitally signed by Sandeep Kumar Sharma
DN: cn=Sandeep Kumar Sharma, o=GAIL, email=Sandeep.Kumar@GAIL.com
2.5.4.20242416484494648491852732403612414981104a204e
215347421802585, postalCode=110002, c=India
serialNumber=455454181773848, sp=8B953842125804907082
Date: 2023.12.09 16:29:38 +05:30

(Authorized Signatory)

NAME :
DESIGNATION :

CONTRACTOR'S ACCEPTANCE:

PLACE : SIGNATURE :
DATE : NAME :
DESIGNATION :
SEAL :

NOTE: Each page of this order including its annexure should be signed and stamped by the contractor before returning to GAIL (India) Ltd..

Vendor Code: 101033502

LOA No. : GAIL/596/5300040091/

North Eastern Carrying Corporation

LOA Date : 05.12.2023

SCHEDULE OF RATES

Item : 1 - Polymer TPT East- NECC-100%
Plant : 5010 - Pata (Petrochem)- Uttar Pradesh (UP)

S.No.	Short Description	Qty.	UOM	Rate	Amount	AHR *
10	EAST	196,803,075	kmt	2.54	499,879,810.50	

EAST NECC 100%

TRANSPORTATION SERVICES FOR EAST

Work Order Item 00001 Basic Item Value : INR 499,879,810.50
(RUPEES FORTY-NINE CRORE NINETY-EIGHT LAC SEVENTY-NINE THOUSAND EIGHT HUNDRED TEN & PAISE FIFTY ONLY)

Item Specific Conditions :

Gross Price Services = 499,879,810.50

5 % GST (SGST 2.5% + CGST 2.5%)- Cenvatable-RCM-(QZ)

Total item value including taxes & duties : INR 524,873,801.02

Total item value including taxes & duties considering reverse charge : INR 499,879,810.50

Total Work Order value including duties & taxes : INR 499,879,810.50

(RUPEES FORTY-NINE CRORE NINETY-EIGHT LAC SEVENTY-NINE THOUSAND EIGHT HUNDRED TEN & PAISE FIFTY ONLY)

Total estimated contract value excluding all tax and duties : 499,879,810.50

(RUPEES FORTY-NINE CRORE NINETY-EIGHT LAC SEVENTY-NINE THOUSAND EIGHT HUNDRED TEN & PAISE FIFTY ONLY)

Total estimated contract value including all tax and duties : 499,879,810.50

(RUPEES FORTY-NINE CRORE NINETY-EIGHT LAC SEVENTY-NINE THOUSAND EIGHT HUNDRED TEN & PAISE FIFTY ONLY)

*Service items marked YY under AHR column are AHR items. Any service item marked #Y or Y# confirmation is required from authorized dealing officer who shall be final authority regarding AHR declaration. However, service items marked #Y or Y# shall be treated as AHR unless confirmed Non-AHR by dealing officer.

RCM is applicable on non GST registered vendor.