



F.No. 18015/11/2019-EMRS(Pt.)

Date: 09.07.2021

To,

Nodal Officers of Construction Agencies
(TCIL, WAPCOS, NPCC, HSCL, B&R, MTDC, MANIDCO and EPIL)

Subject: Submission of Bank Guarantee for Performance Security and Mobilization Advance.

Dear Sir/ Madam,

As you are aware, NESTS, MoTA has assigned the construction of EMRS work to various PSUs. An agreement has also been signed between NESTS and PSUs for the assigned works.

As per agreement clause 2.9 "The Construction Agency shall furnish to the owner a security in form of Bank Guarantee for an amount of 5% of the total Consultancy fee towards satisfactory performance of the Construction Agency towards the contract. The Bank Guarantee has to be from a Scheduled Commercial Bank based in India."

As per agreement clause 2.5 "The CA shall be paid interest free mobilization advance (MBA) @10% of the AA & E/S as first instalment on written request and on submission of Bank Guarantee, in favour of NESTS from a scheduled bank in the prescribed Performa. However, release of mobilization advance will be subject to availability of fund with NESTS. The CA can further request for MBA giving the detailed justification for further advance."

Accordingly, I am directed to convey that the construction agencies need to ensure the submission of Bank Guarantee for performance security @5% of PMC charges which have been calculated as per approved AA & ES (PE).

AA & ES Amount	PMC Charges mentioned in PE of AA & ES	Bank Guarantee required @5 % of PMC Charges
210293173	6623109	331155.45

Furthermore, the construction agencies also need to ensure that the submission of Bank Guarantee for mobilization advance @10 % of approved AA & ES.

AA & ES Amount	Bank Guarantee required @10 % of AA & ES
210293173	21029317

Your faithfully

(K C Meena)

Additional Commissioner (NESTS)

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1. PS to Commissioner, NESTS
2. Guard File