



PMC Cell – MM

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Sub: Revision of Cost Estimate for LSTK projects


Reference is invited to Para 4.7 of Integrated MM Manual, wherein interalia provision on revision of Cost Estimate for LSTK projects, have been stipulated.

EPC in Meeting 04/2022 held on 24.01.2022 on the proposal for award of a LSTK contract, observed that the revised cost estimation was done prior to TBO and put in sealed envelope which was opened by TC at the time of recommending short-listing of bids by Work Centre. The work Centre followed the above process as per Administrative Order no. DLH/Dir(Onshore)/OES/22/08 dated 07.11.2008 on revised cost estimate for LSTK works, which was issued by Director- I/c MM .

EPC while deliberating on the issue observed that in 2015, Integrated MM Manual was revised superseding the then existing MM Manual, Works Manual, etc. Revision of cost estimation has been dealt with at para no. 4.7 of the Integrated MM Manual which does not prescribe putting revised cost estimates in sealed envelope to be opened by Tender Committee on the date of price bid opening.

EPC directed that the process of revision in cost estimate as defined in Integrated MM Manual be followed and approval of competent sanctioning authority as per revised cost estimates, be obtained.

Above guidelines should be meticulously followed by all concerned.


(Sandeep Gupta)
ED-Chief MM Services
4/7/22

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