



PMC Cell – MM

Oil and Natural Gas Corporation Ltd

Corporate Materials Management

2nd Floor, Tower-A, Deendayal Urja Bhawan,
5, Nelson Mandela Marg, Vasant Kunj, New Delhi -110 070
Tel – (011)26752004 Fax – (011) 26129091

Circular No. 74/2023 - cum-IMMM Amendment No. MM/106/2023

No: DLI/CORP-MM/POLICY/2023/13(218)/ 1213086

Dated:29.09.2023

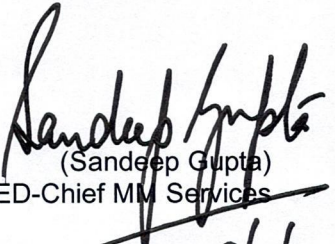
Sub: Excess over Expenditure Sanction

Reference is invited to provisions under Para 6.8.2 of Integrated MM Manual, wherein provisions regarding process to be followed in case of additional sanction before or during tendering, have been specified.

ONGC Board in its 370th Meeting has decided that in case there is a variation in the cost of project by more than +/- 30%, between the date of obtaining approval of the Board and NIT date, then sanction for the revised project value is required to be obtained from the Board before issuance of tender.

In accordance with the above decision, the modified provisions of Integrated MM Manual in this regard are attached at Annexure-I.

Above guidelines should be meticulously followed by all concerned


(Sandeep Gupta)
ED-Chief MM Services
29/9/23

Distribution: (Through ONGC's intranet website 'reports.ongc.co.in').

All concerned may download the circular from the site. Hard copies are not distributed separately.

Existing vis-a-vis modified provisions of Integrated MM Manual

Para ref	Existing Provision	Modified provision	Remarks
6.8.2	<p>In case, of occurrence of any shortfall in expenditure sanction before or during tendering, the tendering process shall not be held up for want of additional expenditure sanction. However, Price bid shall not be opened without additional expenditure sanction, if any, except in the cases where original sanction/revised expenditure sanction has already been accorded by the Board; in such cases, additional expenditure sanction shall be obtained from the Board after Price bid opening. In cases where original/revised expenditure sanction has been obtained at below Board level and if after revision, the case falls within the powers of the Board, then in such cases also additional expenditure sanction shall be obtained from Board after opening of Price bid.</p>	<p>In case, of occurrence of any shortfall in expenditure sanction before or during tendering, the tendering process shall not be held up for want of additional expenditure sanction. However, Price bid shall not be opened without additional expenditure sanction, if any, except in the cases where original sanction/revised expenditure sanction has already been accorded by the Board; in such cases, additional expenditure sanction shall be obtained from the Board after Price bid opening. In cases where original/revised expenditure sanction has been obtained at below Board level and if after revision, the case falls within the powers of the Board, then in such cases also additional expenditure sanction shall be obtained from Board after opening of Price bid.</p> <p><u>In case, there is a variation in the cost of project by more than +/- 30%, between the date of obtaining sanction from the Board and NIT date, then sanction for the revised project value is required to be obtained from the Board, before issuance of tender.</u></p>	Underlined portion added.

