



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. 40/2018

No: MAT/PMC/13(108)/206/2018

Dated: 01.08.2018

Sub: Inspection provisions in BEC for procurement of equipment.

EPC, in its meeting (16/2018) held on 24.07.2018 reviewed the BEC provisions in vogue pertaining to required facilities and place of inspection for testing the equipments being procured, especially in the case of assembled equipments.

In order to provide clarity, EPC directed to incorporate alternative provisions for the cases involving procurement of equipment wherein major units/components/assemblies/sub-assemblies sourced for assembling the finished product are manufactured by OEMs other than the ultimate manufacturer/assembler of the required equipment (e.g. Drilling/work-Over Rigs, WSS Units, Logging Units, Cementing Units etc.).

In accordance, with the decisions taken in the aforesaid meeting of EPC, the modified BEC provisions for procurement of goods through ICB/NCB tenders are enclosed at Appendix-1.

Above guidelines should be meticulously followed by all concerned.

Ashwini Nagia
01/08/18

(Ashwini Nagia)
ED-Chief MM Services

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.

Copy through e-mail to:

1. EO to CMD, ONGC, New Delhi.
2. CEA to Director (T&FS) / Director (Offshore) / Director (HR) / Director (Exploration)/Director (Onshore) / Director (Finance), ONGC, New Delhi.
3. CVO, ONGC, New Delhi

Statement showing existing vis-à-vis modified provisions of BEC for procurement of goods against NCB / ICB tenders

Clause No.	Existing Provisions	Modified Provisions
B.1-3.	Bidders should have the required facilities for testing the quoted equipment/material as per International standards at their premises and also agree to inspection by ONGC or any other agency nominated by ONGC. In case the bidder is not the manufacturer, a certificate from the manufacturer to the effect that the manufacturer possesses the required facilities for testing the quoted equipment/ material should be enclosed along with the techno-commercial bid.	<p>Bidders should have the required facilities for testing the quoted equipment/material as per International standards at their premises and also agree to inspection by ONGC or any other agency nominated by ONGC. In case the bidder is not the manufacturer, a certificate from the manufacturer to the effect that the manufacturer possesses the required facilities for testing the quoted equipment/ material should be enclosed along with the techno-commercial bid.</p> <p style="text-align: center;"><u>OR</u></p> <p>The supply of tendered equipment may involve assembling of various major units/components/assemblies/sub-assemblies whose OEM may be different from the manufacturer of the tendered quoted product. Hence, bidders are required to furnish following details/undertakings alongwith the techno-commercial bid:</p> <p>(i) Details of the manufacturer of following major units/components/assemblies/sub-assemblies to be sourced/manufactured for assembling of final quoted product for supply to ONGC:</p> <p>..... </p> <p>(The list to be provided as identified by user section of the work centre)</p> <p>(ii) All such major units/components/assemblies/sub-assemblies,</p>

Clause No.	Existing Provisions	Modified Provisions
		<p>shall be inspected stage-wise at their respective OEM's/ OES's works by ONGC or its approved TPI agency and bidder shall provide address of such OEM's/OES's works.</p> <p>(iii) Address and details of the facility where the final assembly, packaging, and testing of such major units/components/assemblies/sub-assemblies shall be done.</p> <p>The bidder should confirm acceptance and availability of required testing facilities as per International standards at the place of final assembly of the unit, for inspection by ONGC or its approved Third Party Inspection Agency.</p> <p>(iv) The Third Party Inspection Agency shall be nominated by ONGC and inspection shall be carried out strictly as per the QAP approved by ONGC.</p>