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பரந்தன் கெமிகல்ஸ் கம்பனி லிமி ட்டட்  
PARANTHAN CHEMICALS COMPANY LIMITED



කර්මාන්ත සහ සැපයුම් කළමනාකරණ අමාත්‍යාංශය.  
கைத்தொழில் மற்றும் வழங்கல் முகாமைத்துவ அமைச்சு.  
Ministry of Industries and Supply Chain Management

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100/25,  
Sri Ramanathan Mawatha,  
Colombo 13,  
Sri Lanka.

10<sup>th</sup> July 2020

GENERAL CONDITIONS OF TENDER FOR THE  
SUPPLY OF 100 METRIC TONS OF CAUSTIC SODA FLAKES  
BID NO. PCCL/03/CSF/LIB/2020/01

01. Bids are hereby invited by the Chairman, Department Procurement Committee, Paranthan Chemicals Company Limited (which is a 100% government owned company and functioned under the Ministry of Industries and Supply Chain Management of Democratic Socialist Republic of Sri Lanka), on behalf of the Tender Board, from manufacturers/ principals (Without dealing with Local Agents) for the supply of the following item: -

- |                              |   |                                                                                   |
|------------------------------|---|-----------------------------------------------------------------------------------|
| (a) Description of Material  | - | Caustic Soda Flakes                                                               |
| (b) Technical Specifications | - | As indicated in para 12                                                           |
| (c) Quantity                 | - | 100 Metric Tons in<br>25 kg. x 2 ply PP bags<br>to be supplied in one<br>Shipment |

02. BIDDING DOCUMENTS

Bids must be submitted in duplicate in the attached offer sheet & marked “Original” and “Duplicate” and the tender conditions should be signed and returned along with the offer.

03. MANUFACTURER’S SPECIFICATIONS

The manufacturer’s specifications and other details of the items offered and annex descriptive literature etc. should be provided in English by the Bidder.

04. CLOSING OF BID

All Bids shall be marked '*Bid for the Supply of 100 Metric Tons of Caustic Soda Flakes*' in a clearly filled sealed cover and sent through post or courier as to reach The Chairman, Department Procurement Committee, Paranthan Chemicals Company Ltd, 100/25 Sri Ramanathan Mawatha, Colombo-13, Sri Lanka not later than **10.30 a.m. on 24<sup>th</sup> August 2020.** If manufacturer or Principal do not choose to send their tenders by post or courier, shall deposit sealed tender marked as aforesaid in the Company's Tender Box placed at Paranthan Chemicals Company Ltd, 100/25 Sri Ramanathan Mawatha, Colombo-13, Sri Lanka not later than **10.30 a.m. on 24<sup>th</sup> August 2020.** Proof of posting/ courier will not be accepted as a valid reason for the late receipt of tenders.

05. BUSINESS ADDRESS

Bidders should state in their tender the address to which orders, notices and correspondence relating to the bids and agreements should be sent. Any change of address should be notified to the Chairman, Department Procurement Committee, Paranthan Chemicals Company Ltd, 100/25, Sri Ramanathan Mawatha, Colombo 13, Sri Lanka, immediately and such notification should be acknowledged by the Company. Orders, notices and correspondence will be sent to the stated address.

06. TIME OF OPENING OF BIDS

Bids will be opened immediately after the closing of the bid at the Head Office of Paranthan Chemicals Company Limited, 100/25, Sri Ramanathan Mawatha, Colombo 13, Sri Lanka. Bidders will be allowed to be present at the opening of bids on the date and time and at the office specified in this clause. Any bidder, if he so wishes, with or by the permission of the Chairman, Department Procurement Committee, Paranthan Chemicals Company Limited, may scrutinize any bid that has been submitted to verify the bidding price in respect of the material tendered for.

07. PERIOD OF VALIDITY

Price offered by all bidders shall hold good for acceptance for a minimum period of 60 days from the date of closing of bid. In the event the period of validity is not stipulated in the Offer Sheet, the offer shall be rejected.

08. OFFERS

- (a) The bidders should clearly indicate in the offer sheet the FOB price of Caustic Soda Flakes and Freight charges separately. The Company may accept the offer on FOB terms. If it accepts the offer on C&F terms, it will strictly be on C&F terms.

- (b) Insurance will be arranged by the Company locally.
- (c) All quotations must be in word and figures, any changes, erasures, alterations or amendments should be authenticated by the tenderer's full signature. In the event of any discrepancy between words and figures, the amount given in words shall prevail.
- (d) The offers shall be in US Dollars.
- (e) No additional payment will be paid other than quoted prices.

09. FULFILMENT OF CONDITIONS OF THE BID

All documents including offer sheet shall be completed in full and duly signed in the appropriate place. Bidders should submit their offers in our offer sheet and any additional information may be annexed.

10. MODE OF PAYMENT

Payment will be made by the Company by an irrevocable Letter of Credit and payment terms as follows:

- (a) 70% on shipments against submission of shipping documents.
- (b) Balance 30% on completion of accepting of goods by the quality control board in Sri Lanka within 02 weeks.
- (c) Advance payment or deviation from Paranthan Chemicals Standard payment terms (more than 70% on shipment) will require on demand unconditionally encashable bank guarantee for same amount acceptable to Paranthan Chemicals Company Limited.

Letter of Credit will be provided for payment against the following:

- (a) Clean on Board Bill of Lading if accepted on FOB basis or clean on board freight prepaid Bill of Lading showing destination as Colombo, indicating amount of freight paid on the Bills of Lading and the freight receipt issued by the shipping Company indicating the freight should be annexed, if accepted on C& F Colombo full Liner Term basis.
- (b) Manually signed invoices in quintuplicate showing cost and freight separately. (HS Code and FOB cost of each item should be indicated in the invoices).

- (c) Certificate from manufacturers stating that the items shipped were manufactured by them.
- (d) Packing list in duplicate indicating gross weight, net weight in Kg and dimension of each package.
- (e) A test certificate should indicate date of manufacture and expiry for each batch / lot where necessary for the consignment, obtained from the Intertek Laboratory or any other internationally accepted testing laboratory and should be sent along with the shipping documents. Test certificate shall comply with quality parameters indicated under item 12 of the offer sheet.
- (f) A copy of the test Certificate should be couriered directly to the Paranthan Chemicals Company Limited, along with the non-negotiable copies of Bill of Lading, invoices and packing lists within 03 days from the Date of Bill of Lading.
- (g) Documents in respect of sea freight cargo should necessarily be sent by fax, courier or email. This is a compulsory requirement, which the successful bidder should comply with, to facilitate any clearness of cargo on arrival, without payment of demurrage charges. Demurrage charges, if any which become payable due to the supplier's failure to comply with above requirements will be claimed from supplier.

11. DETAILS OF DOCUMENTS TO BE SUBMITTED WITH THE OFFER

Full details of the offer, including complete specifications inclusive of relevant literature should be submitted. Where the necessary literature and Manufacturer's specifications are not sent, the Company reserves the right to consider same as an incomplete offer and reject it. In addition to completing the bidding form the following should be furnished in completing the bid.

- (a) A Manufacturer's quality certificate
- (b) Material Safety data sheet (MSDS)
- (c) Packing particulars
- (d) All bidders are requested to perfect and return their bidding documents in duplicate completed in full and duly signed in the appropriate place. Bidders should submit their offers in our offer sheet, and any additional information may be annexed.
- (e) Make, Model, country of origin and year of manufacture (at least 80% of the shelf life should remain at the time of receipt of items to Paranthan Chemicals Company Ltd) details should be provided.

12. SPECIFICATIONS FOR CAUSTIC SODA FLAKES

The Caustic Soda Flakes should conform to the following specifications: -

General Requirements : The Caustic Soda Flakes shall be free from odour, dirt, foreign matter and other visible impurities.

Caustic Alkalinity, as NaOH, % by mass	98±0.5
Carbonate, as CO <sub>2</sub> % by mass, Max	0.8
Sulphate, as Na <sub>2</sub> SO <sub>4</sub> % by mass, Max	0.05
Iron, as Fe, Mg/Kg. Max	40
Chloride as NaCl % by mass, Max	0.0
Chlorate, as NaClO <sub>3</sub> % by mass, Max	0.005
Copper, as Cu, Mg/Kg. Max.ppm	2.0
Matter insoluble in water, % by mass, Max	0.05

The value of analysis should be given for each of the items specified above. If the value is not given even for one item, bid would be rejected.

Every offer made should be supported by the Manufacturer's Certificate of analysis from whom Caustic Soda Flakes would be supplied.

In the event the Manufacturer's Certificate of analysis is not furnished along with the offer sheet, bid will be rejected.

Bidders shall also furnish the written consent of the Manufacturer to provide the tendered goods in the manner specified by the Company, in the event the offer is accepted. Failure to provide such documentary evidence along with the offer shall result in the rejection of the offer.

The Successful Bidder will have to supply Caustic Soda flakes from the manufacturer whose certificate of analysis had been obtained and furnished along with the offer sheet.

13. SAMPLES

Bidders are required to send a sample of 500 gms. of caustic soda flakes packed in an airtight container and delivered on closing date and time of the bid. It is the responsibility of the bidder ensure that the samples are received by the Chairman, Department Procurement Committee, Paranthan Chemicals Company Limited, Sri Ramanathan Mawatha, Colombo 13, before the bid closing time.

The successful bidder if so, required by the Company shall send by air three samples each under sealed cover to Chairman, Department Procurement Committee, Paranthan Chemicals Company Limited, prior to shipment with the lot inspection report forwarded by the third party an acceptable agency (SGS OR Government recognize agency).

14. RIGHTS OF THE TENDER BOARD AND COMPANY

- (a) The Procurement Committee does not bind itself to accept the lowest or any bid or any part of a bid.
- (b) The Company is not responsible to pay for expenses or losses which may be incurred by any bidder in the preparation of his bid.

15. TERMS

- (a) Conditions of sales (if any) and terms of payments should be clearly stated in the bid.
- (b) Documents required under the Letter of Credit should be negotiated by the supplier within 07 days of the date of Bill of Lading.

16. NAME AND ADDRESSES OF PRINCIPALS

- (a) Principal's name and address and the E-mail address should be given. The company reserves the right to reject bids which do not furnish this information.
- (b) For the purpose of awarding the bid, the Bidder is that mentioned in Cage 1, annexed 'Offer Sheet'.

17. SHIPMENT

- (a) The Successful Bidders shall ship the Caustic Soda Shipment within 02 weeks of the receipt of the Letter of Credit. Failure to perform shall result in the revocation of the order placed.
- (b) Immediately the consignment is shipped, the supplier shall fax to Paranthan Chemicals Company Ltd, Democratic Socialist Republic of Sri Lanka, the name of the vessel and the quantity shipped and also courier within 03 days from the date of Bill of Lading, four copies of each of the documents referred to in paragraph 11 above.

18. QUALITY AND SUITABILITY OF MATERIALS

- (a) The materials required are for sale and it will be the responsibility of the bidder to ensure, not only that the materials offered are in strict conformity with the specifications given, but also that the materials offered are suitable for the purpose indicated herein.
- (b) All materials offered in the bid should conform strictly to specifications indicated therein.

19. PACKING AND MARKING

The 100 M/Tons of Caustic Soda Flakes should be packed in 25kg. P.P – 2 ply bags. The bags to be woven with P.P inner lining of minimum gauge 350 and sealed to avoid absorption of carbon- dioxide and moisture from the atmosphere and capable of withstanding transport by sea, rail handling and storage. The full details of packing, the country of origin, the country of shipment and the delivery time should be clearly indicated in the bid.

The following marking should also be made:

- (a) Manufacturer's name or registered trademark;
- (b) The word 'Caustic Soda' (NaOH) Flakes;
- (c) The Country of Origin;
- (d) Batch number;
- (e) Mass of the material in the bag;
- (f) Percentage of the Sodium Hydroxide;
- (g) Pictorial marking for 'Corrosive Material'

20. DELAYS IN DELIVERY

Where successful bidder does not dispatch the materials in due time to arrive in Colombo, in accordance with the stipulated date of delivery, successful bidder shall, if so required by the Company, be bound to supply such quantities of the materials (as may be required to carry on sales uninterruptedly) at his own expenses by dispatching them by passenger vessel or other fast moving vessel or by making any other suitable arrangements in order that the material will reach Colombo in due time, to enable the Company to carry on its sales programme uninterruptedly. If the supplier fails to arrange for supplies in the manner aforesaid, the Company will have the right to make other alternative arrangements and to claim from the supplier any additional expenses, losses or damages incurred by the Company.

21. DEFAULT BY SUCESSFUL BIDDER

- (a) If for any reason in the opinion of the Company, successful bidder becomes incapable or unable to supply the materials offered in his bid, the Company shall have the right to obtain such materials from other sources and the defaulter is liable to pay to the Paranthan Chemicals Company all losses, damages and expenses incurred by the Company in consequence of such default or breach.
- (b) If the successful bidder defaults in the supply or otherwise commits a breach of the contract or any part thereof he shall be liable to pay to the Paranthan Chemicals Company Ltd. all losses, damages and expenses incurred by the Company in consequence of such default or breach.

22. REFUNDABLE BID SECURITY

Each bid submitted including each alternative offer should be accompanied by a separate bid security. A bid or an alternative offer, submitted without a bid security will be rejected.

23. BID BOND

Two Percent (2%) of FOB value as a bid bond in the form of a bank guarantee / pay order in USDs (validity of the same to cover the validity period of the offer) issued by any Commercial Bank operating in Sri Lanka to be provided along with the offer. A Bid submitted without a bid bond will be rejected. The bid bond should be valid for 60 days beyond the validity of the offer. *(Please refer Annexure 01)*

Successful tender should enter into an agreement with Paranthan Chemicals Company Limited to the execution of the order.

24. PERFOMANCE BOND

The successful bidder has to provide within 07 days of the letter of award, a Performance Guarantee (Bond) in the form of a Bank Guarantee of 10% of the total contract value ( FOB/CFR) of the offer issued by any Commercial Bank operating in Sri Lanka and governed by Central bank of Sri Lanka acceptable to Paranthan Chemicals Company Limited, to the effect that the deliveries will according to the delivery schedule as mentioned in this document or as agreed upon with the Chairman, Department Procurement Committee, Paranthan Chemicals Company Ltd, and should be valid up to 28 days from date of arrival of final shipment in Colombo. All the bank charges related to performance bond should be borne by the supplier. *(Please refer Annexure 02)*



## 25. BANK DETAILS

Paranthan Chemicals Company Limited bank details are as follows;

Account Holder : Paranthan Chemicals Co. Ltd  
Bank Name : People's Bank  
Bank Code : 7135  
Branch Name : International Banking Division  
Account No : 004100100211301 (Sri Lankan Rupee)  
Address : International Banking Division,  
No.91,  
All Ceylon Hindu Congress (ACHC) Building,  
Sir Chittampalam A. Gardiner Mawatha,  
Colombo 02.  
Swift Code : PSBKLKLX

26. In case of guarantees/ securities issued directly by an overseas bank, such guarantees/ securities should be advised through a bank operating in Sri Lanka an acceptable to the central bank of Sri Lanka with a "Counter Guarantee".
27. Quality assurance certificate and pre-shipment inspection to be arranged by the bidder at his cost if applicable.
28. Bidder should obtain export license/ clearance as applicable at bidder's cost.
29. If any item supplied found to be non- conformity with the Paranthan Chemicals Company Limited specifications, such items will be rejected, and it is the bidder's responsibility to collect/ remove such rejected items as early as possible at bidder's own cost. In such circumstances, the bidder is required to replace such items with correct items which are confirming with Paranthan Chemicals Company Limited specifications without any additional cost to Paranthan Chemicals Company Limited within Thirty days (30 days) of being notified such rejection. The bidder shall bear any cost resulting from such rejections until they are replaced with correct items.

If it is found that bidder has missed represented facts in his tender, the Paranthan Chemicals Company Limited shall be entitled to reject such bid. If such miss representation is found after awarding the tender, the Paranthan Chemicals Company Limited shall be entitled to terminate the contract and to claim securities/ guarantees without any liability on Paranthan Chemicals Company Limited towards the successful bidder.

30. Bidder should give a written undertaking that the bidder agreed for the above tender conditions in the offer. Regarding bidders those who fail to confirm in writing the acceptance of conditions given in the tender invitation when submitting their quotations, it will be construed that the bidder has agreed to such conditions in the event of such bidder being awarded such tender.
31. Any undue influence, offering of bribe or any other corrupt practices will result this disqualification/ rejection of bid in addition to normal legal action.
32. Paranthan Chemicals Company Limited departmental procurement committee reserves the right to reject the whole offer or to accept part of the bid.

33. LAW OF THE DEMOCRATIC SOCIALIST REPUBLIC OF SRI LANKA

The Bid and contract resulting there from shall be governed by and construed according the law of the Democratic Socialist Republic of Sri Lanka

34. AQUAINTANCE WITH THE BID

Bidders must fully acquaint themselves with the bid. No plea of insufficient information will be entertained at any time.

35. OTHER INFORMATION

Any other information required by the tenderers can be ascertained upon application at the office of the General Manager of the Company. (General Manager Telephone No: +94-11-2437556 / Deputy General Manager (Engineering) Telephone No: +94-11-2324464 / Supply Division Telephone No: +-11-2437557)

36. DEFAULTING BIDDERS


Bidders will not be entertained from firms or principals who have been placed in the Defaulting Contractors List of the Government of the Democratic Socialist Republic of Sri Lanka or the Company.

37. LIQUIDATED DAMAGES

If the supplier fails to deliver any or all the items within the stipulated time period liquidated damages will be charged at the rate of 0.5% of the total value of the contract per week (07 days) or part of thereof up to a maximum 10%.

38. ARBITRATION

Any dispute or difference in opinion which may arise between the Department Procurement Committee and the Successful Bidders shall be referred to arbitration by two arbitrators, one to be nominated by each party. Arbitration proceedings shall take place in Sri Lanka and be governed by laws relating to such proceedings.



**PARANTHAN CHEMICALS COMPANY LTD**  
**100/25, Sri Ramanathan Mawatha,**  
**Colombo 13**

**CHAIRMAN,**  
**DEPARTMENT PROCUREMENT COMMITTEE,**  
**PARANTHAN CHEMICALS COMPANY LIMITED**

***100/25, SRI RAMANATHAN MAWATHA,***  
***COLOMBO 13.***  
***DEMOCRATIC SOCIALIST REPUBLIC OF SRI LANKA***