

## बैंक नोट पेपर मिल इण्डिया प्रा. लिमिटेड BANK NOTE PAPER MILL INDIA PRIVATE LIMITED

(A JV of SPMCIL-A Govt. of India Enterprise and BRBNMPL - A Subsidiary of RBI)

CIN: U21090KA2010PTC055475

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BNPM No. 2313 /(C) 02.13.10/2020-21. Sept 25, 2020.

To,

M/s Kumawat Infrastructure Pvt. Ltd, A/3, Krishna Tower, New Link Road, Anand Nagar, Dahisar (East), Mumbai- 400 068.

Tel. No: 022-28480056/09223304431

Kind attention: Mr. Nikesh Kumawat.

<u>Sub: Regarding Cancellation/Termination of Contract/LOI/WO for default and Debarring/Blacklisting by Bank Note Paper Mill India Pvt. Ltd, Mysuru.</u>

## Reference:

- a. E-Tender Ref No. BNPM/NCB/763/Itemratecontract/2019-20 Dated 06.11.2019
- b. Letter of Intent vide BNPM/LOI/20/2019-20 dated Feb 17, 2020.
- c. Work Order No. BNPM/WO/2319/2019-20 dated 03.03.2020.
- d. BNPM letter No. 5858/(C) 02.13.10/2019-20 dated March 24, 2020.
- e. BNPM No.1849/(C) 02.13.10/2020-21 dated Aug 28, 2020
- f. M/s Kumawat unnumbered letters dtd Sept 04 and 09, 2020.
- g. BNPM letter No. 2030/(C) 02.13.10/2019-20 dated Sept 20, 2020.

## Dear Sir,

- 1. This has reference to the above listed. BNPM had invited tender vide no. BNPM/NCB/763/Itemratecontract/2019-20 Dated 06.11.2019 for an Annual rate contract for Civil and Structural works at BNPM, Mysore. After due tender evaluation process, M/s Kumawat Infrastructure Pvt. Ltd., Mumbai found to be L1 and accordingly BNPM had issued a LOI vide no. BNPM/LOI/20/2019-20 dated Feb 17, 2020.
- 2. As per terms and conditions of LOI/Tender, M/s Kumawat Infrastructure Pvt. Ltd was supposed to submit the PBG for an amount of Rs. 1,50,000/- within 21 days of issue of LOI i.e. 09.03.2020. A work order vide no. BNPM/WO/2319/2019-20 dated 03.03.2020 was also placed on M/s Kumawat Infrastructure Pvt. Ltd under the contract wherein M/s Kumawat Infrastructure Pvt. Ltd had acknowledged the receipt of both LOI & WO vide e-mails dated 19.02.2020 & 11.03.2020 respectively but PBG was not submitted within due date i.e.09.03.2020.
- 3. In this regard, A Notice letter vide BNPM No. 5858/(C) 02.13.10/2019-20 was issued to M/s Kumawat for Non-submission of PBG on 24.03.2020 with a deadline 31.03.2020 for PBG submission. Also several mails were sent to M/s Kumawat to take up the work for the issued Work order.
- 4. In spite of several follow-ups by BNPM, M/s Kumawat Infrastructure Pvt. Ltd neither submitted the PBG nor took up the work. M/s Kumawat had informed through various mails that the works will be started and PBG will be submitted after India Lockdown and COVID-19 gets over. Later M/s Kumawat had informed that the works shall be started by June 10, 2020 and once transport system resumes and normalcy returns.

Registered and Corporate Office:

- 5. M/s Kumawat vide his mails dated 19.04.2020, 18.06.2020 & 08.08.2020 informed the due to COVID-19 pandemic, he is unable to take up the work and BNPM can take decision. In this connection, BNPM had again issued a showcause notice for taking suitable action and seeking satisfactory explanation for non-submission of PBG with a deadline BNPM 04.09.2020 vide BNPM letter no. 1849/(C) 02.13.10/2019-20 dated 28.08.2020.
- 6. In reply to the Showcause Notice, M/s Kumawat vide his unnumbered letters dated 04.09.2020 & 09.09.2020 informed that due to COVID-19 pandemic, their key persons are not getting accommodation to stay and situation is in very worst condition and is beyond control. Also requested to cancel/foreclose the said work order as the work should not be delayed because of M/s Kumawat.
- 7. BNPM found that the explanation provided by M/s Kumawat against Showcause Notice was unsatisfactory as the reasons stated were not at all related to non-submission of PBG within due date whereas it was post India lockdown period .i.e. after March 25, 2020.
- 8. Hence a Notice with final opportunity was given to M/s Kumawat to submit PBG on or before 17.09.2020 and informed that failing on which actions will be taken for cancellation of tender/LOI/WO and Debarment of firm for participating in BNPM tenders vide BNPM letter no. 2030/(C) 02.13.10/2019-20 dated 10.09.2020.
- 9. Adequate time and enough opportunities were given to M/s Kumawat for submission of PBG and to take up the work but M/s Kumawat deliberately/intentionally abandoned the work. With the intension of default has not submitted the PBG which could have been forfeited by BNPM. Also M/s Kumawat is registered under MSME and is exempted from paying EMD.
- 10. We draw your attention to all above, the Tender, LOI, Work order, communications & show cause notices issued to you towards "Non –performance of work/ Non-compliance to terms of tender" and it is informed that LOI/WO referred at Sl. no. (b) & (c) is cancelled/terminated with an immediate effect under provision of tender clauses (GIT 47- "Non-receipt of Performance Security and Contract by BNPM: Failure of the successful tenderer in providing performance security within 21 days of receipt of notification of award and/ or returning contract copy duly signed in terms of GIT clauses 45 and 46 above shall make the tenderer liable for forfeiture of its EMD and, also for further sanctions by BNPM against it") & (GCC 26-Termination of contract for default), as the contractual obligations have not been fulfilled after repeated reminders & notices.
- 11. In addition to termination of contract, following actions have been enacted on M/s. Kumawat Infrastructure Pvt. Ltd, Mumbai:
  - a) Cancellation/Termination of LOI No. BNPM/LOI/20/2019-20 dated Feb 17, 2020 & Work order no. BNPM/WO/2319/2019-20 dated 03.03.2020.
  - b) Blacklisted/banned from participation in tenders of M/s Bank Note Paper Mill India Pvt. Ltd, Mysore for a period of 2 years w.e.f the date of issue of this letter.
  - c) Intimating MSME to take necessary action against M/s Kumawat being defaulter including withdrawal of registration under MSME.

No further correspondence is solicited in this regard.

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Regards

(Shiva Sharma

Manager