



**REQUEST FOR PROPOSAL (RFP)
FOR
"SUPPLY, INSTALLATION, TESTING, COMMISSIONING & MAINTENANCE OF HEAVY
DUTY NOTE SORTING MACHINES (4+1) POCKETS
TO
OUR IDENTIFIED CURRENCY CHESTS IN INDIA"**

RFP REFERENCE NO : RFP -01/HDNSM/19-20
DATE OF RFP DOCUMENT : 23/08/2019
DATE OF PRE BID MEETING : 31/08/2019 at 11.30 AM
LAST DATE FOR SUBMISSION OF RFP :12/09/2019 (UPTO 3.00PM)
DATE OF OPENING OF TECHNICAL BID :12/09/2019 (AT 3.30PM)

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ISSUED BY : ASST. GENERAL MANAGER
CANARA BANK
TECHNICAL CELL, EPC SECTION,
HEAD OFFICE(annex)
3RD FLOOR, 29, K R ROAD, BASAVANAGUDI,
BANGALORE - 560004.

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Contact Numbers :Tel- 080 - 26621873 / 2662 1874

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BID SCHEDULE

Description	Details
RFP No. and Date	RFP-01/HDNSM/2019 Dt : 23.08.2019
Brief Description of the RFP	Supply, Installation, Testing, Commissioning & Maintenance of Heavy Duty Note Sorting Machines with (4+1) pockets to our identified currency chests in India
Bank's Address for Communication	Assistant General Manager, Canara Bank Estate Policy & Control Section, General Administration Wing, Head Office Dwarakanath Bhavan, No: 29, K.R Road Basavanagudi, Bengaluru -560004. Telephone- 080-26621874/ 26621873 Email: hoepc@anarabank.com & hotc@canarabank.com
Date of Issue of RFP	23.08.2019
Earnest Money Deposit (Refundable)	1,65,000.00
Last Date and Time for Submission of Bids	12.09.2019
Date, Time & Venue for opening of Technical Bid to Eligibility Criteria.	Venue: Assistant General Manager, Canara Bank Estate Policy & Control Section, General Administration Wing, Head Office Dwarakanath Bhavan, No: 29, K.R Road Basavanagudi, Bengaluru -560004.
Date, Time & Venue of Testing of machines	Will be intimated subsequently
Date, Time & Venue of opening of Financial Bid	Will be intimated subsequently

<p>Pre-bid Meeting Date & Time</p>	<p>Pre-bid meeting will be held on 31.08.2019, Thursday at 11.30 pm</p> <p>Venue: Assistant General Manager, Canara Bank Estate Policy & Control Section, General Administration Wing, Head Office Dwarakanath Bhavan, No: 29, K.R Road Basavanagudi, Bengaluru -560004.</p> <p>Pre bid queries should be submitted as per prescribed format</p> <p>Pre-bid Queries to e-mail hoepc@canarabank.com & hotc@canarabank.com must reach us on or before 30.08.2019, Friday at 2.00pm.</p>
<p>Other Details</p>	<p>The bidders must fulfil the Pre-Qualification criteria for being eligible to bid.</p> <p>Subsequent changes made based on the suggestions and clarifications as per pre-bid meeting shall be deemed to be part of the RFP document and shall be uploaded on the Bank's corporate website http://canarabank.com/english/announcements/tenders.</p> <p>No suggestions or queries shall be entertained after pre-bid meeting.</p>
<p>This document can be downloaded from following website http://canarabank.com/english/announcements/tenders, http://eprocure.gov.in In that event.</p> <p>Any amendments, modifications, Pre Bid replies & any communication etc. will be uploaded in the Bank's website only (i.e. http://canarabank.com/english/announcements/tenders).</p> <p>No individual communication will be sent to the individual bidders.</p>	

**NOTICE INVITING REQUEST FOR PROPOSAL (RFP)
FOR SUPPLY, INSTALLATION, COMMISSIONING & MAINTENANCE OF HEAVY DUTY
NOTE SORTING MACHINES (4+1) POCKETS OUR IDENTIFIED CURRENCY CHESTS**

Canara Bank, a body Corporate and a Premier Public Sector Bank established in the year 1906 and nationalized under the Banking Companies (Acquisition and Transfer of Undertaking Act 1970, having its Head Office at 112, J.C. Road Bengaluru - 560002 and among others, having General Administration Wing at Dwarakanath Bhavan, K R Road, Basavanagudi, Bengaluru-560004. The Bank is having Pan India presence of more than 21 Circle Offices, 118 Regional Offices, 106 Currency Chests & 6300 Branches situated across the states. The bank intends to procure the Heavy duty Note Sorting Machines for use at various Currency chests of the Bank. Sealed bids under two bids concept (Technical Bid and Financial Bid) are invited for supply of Heavy Duty Note Sorting Machines with facility to detect suspect currency notes as described in this document. A Firm submitting the proposal in response to this RFP shall hereinafter be referred to as Bidder.

Interested Reputed firms/ Companies who are dealing in Supply of Heavy Duty Note Sorting Machine with facility to detect suspect currency notes and meeting the following Eligibility Criteria may respond.

ELIGIBILITY CRITERIA

S.N	Criteria	Documents Required		
1.	The Bidder should have across India as on 31.03.2019, minimum of 5 years experience in the activity of supply and maintenance of currency note sorting machines capable of detecting suspect notes.	Manufacturer / Dealer Certificate. Order copies older than 5 years from the date of this RFP.		
2	The Bidder must have a minimum Annual Turnover of Rs. 5 Crores from sale of Note Sorting Machines during each of the last three financial years i.e. 2015-16, 2016-17, 2017-18.	Financial Year	NSMs Sales Turnover	Overall Sales Turnover
		31.03.2015 - 2016		
		31.03.2016 - 2017		
		31.03.2017 - 2018		
		1) Audited Balance Sheet and P & L Account for the three years		

		mentioned. 2) Certificate from Chartered Accountant the sales turnover in each of the last three financial years i.e. 2015-16, 2016-17, 2017-18 from currency note sorting machine business.								
3	The Bidder should have supplied and installed at least 8 Heavy Duty Note sorting machines (4+1) stacker to any Public Sector Banks/ Scheduled Commercial Banks/RBI in India in any one of the year during last three years from 2016-17, 2017-18 & 2018 -19.	<p>Purchase order copies issued by the Bank/ Banks.</p> <p>Satisfactory completion certificate from Bank / Banks indicating the dates and quantities supplied in respect of the above mentioned purchase order.</p> <table border="1"> <thead> <tr> <th>Financial Year</th> <th>Total Number of NSMs Supplied of the same OEM</th> </tr> </thead> <tbody> <tr> <td>01.04.2016-31.03.2017</td> <td></td> </tr> <tr> <td>01.04.2017-31.03.2018</td> <td></td> </tr> <tr> <td>01.04.2018-31.03.2019</td> <td></td> </tr> </tbody> </table>	Financial Year	Total Number of NSMs Supplied of the same OEM	01.04.2016-31.03.2017		01.04.2017-31.03.2018		01.04.2018-31.03.2019	
Financial Year	Total Number of NSMs Supplied of the same OEM									
01.04.2016-31.03.2017										
01.04.2017-31.03.2018										
01.04.2018-31.03.2019										
4	<p>The Bidders desirous of quoting should have their own manufactured brand and plant in any part of the world for the note sorting machine and should have a permanent office or a subsidiary company in India. OR</p> <p>If the Bidder is not an Original Equipment Manufacturer (OEM) and only an authorized dealer, they should have valid authorization letter from their OEMs to deal/market their product in India and such authorization letter should be valid for a further period of</p>	<p>Declaration from the manufacturing company signed by the Competent Authority with details of address of manufacturing plant and address of Office / Subsidiary in India.</p> <p>Authorization letter from OEM as per Annexure C in case of authorised dealers.</p>								

	minimum 6 years from the date of RFP.	
5	The Bidder should be able to provide qualified service engineers for attending the problems if any during the Warranty/AMC period. The availability of services of the engineers for the proposed locations as per Annexure G should be ensured.	Qualified Engineers should be employee of the company. The Bidders to furnish their existing service centre infrastructure details like contact details with postal address, no. of engineers, jurisdiction of the engineer etc as per Annexure A2 .
6	The Model quoted by the bidder should have been supplied and installed to any Public Sector Banks'/ Scheduled Commercial Banks/RBI in India.	Purchase order copies from RBI, Public Sector Bank, Scheduled Commercial Banks in India and the copy of proof to be submitted Satisfactorily certificate about the functioning of the machine quoted duly signed by the authorized official of the Public Sector Banks'/ Scheduled Commercial Banks/RBI in India as per Annexure - O
7	BLACKLISTING / DEBAR REDNESS CERTIFICATE Bidders who have been debarred / blacklisted in other utilities in India will not be considered.	In this respect, the Bidders shall submit declaration as outlined in Appendix-L on their Company Letter headed paper duly sealed & signed

Either OEM or their one of the authorized dealers has to apply as bidder. **Joint bids of OEM and dealers are not permitted.** In case of OEMs Order executed by its Authorised dealers can be submitted to satisfy the eligibility criteria 4. However, in case of authorized dealer, only Orders executed in their Individual capacity only will be considered. Orders executed by another authorized dealer are not acceptable to satisfy Eligibility criteria.

Before submission of the offer, the Bidders are requested to read the following instructions and the terms and conditions.

The Bidder registered/ Empanelled with Public sector Bank's/ Scheduled Commercial Bank's/ RBI related to Note Sorting Machines should submitted a valid certificate from the respective authorities and the same is optional.

**Assistant General Manager
General Manager Wing, Head office**

A. GENERAL RULES & INSTRUCTIONS TO BIDDERS

1. BIDDING PROCEDURE.

1.1. Contents of the bid.

1.1.1 Contents of the Technical Bid:

- a. All pages of this RFP as downloaded from the website duly signed on all pages.
- b. Masked price bid. This should be a photocopy of the actual Price Bid (**Annexure D**) with prices masked.
- c. Bidder's Covering letter. This should be as per **Annexure A** with list of clients where the model quoted is supplied.
- d. Power of Attorney / authorization with the seal of the bidder's company / firm in the name of the person signing the RFP documents.
- e. Authorization letter for attending the bid opening as per **Annexure B**.
- f. Earnest Money Deposit (EMD) in the prescribed form.
- g. Profile of the Company / Firm as per **Annexure A1 and A2**.
- h. **Documents in support of all eligibility criteria.**
- i. Technical Compliance Statement and model quoted as per **Annexure A3**.
- j. Technical Offer as per Specifications given in **Annexure E** should be complete with all the columns filled in
- k. Technical Documentation (Product Brochures, leaflets, manuals, drawings). An index of technical documentation submitted with the offer must be enclosed.
- l. Media containing the detailed pictures of the machine its dimensions and functioning of the machine etc.
- m. A detailed list of the other **site requirements** for machine operational and functioning of the machine covering space, ventilation, temperature, power requirement and other safety precautions.
- n. It is mandatory to furnish the make & model of the machine quoted.

1.1.2. Contents of the Financial Bid.

- a. Sealed financial bid as per **Annexure D** which should contain all price information, including AMC details.

1.2 Submission of Bids

1.2.1. Technical Bid

The Technical Bid ines is to be sealed in a separate Envelope superscribed on the top of the cover as "RFP - _____ - Technical Bid for Supply, Installation, Testing, Commissioning & Maintenance of Heavy Duty Note Sorting

Dwarakanath Bhavan, No: 29, K.R Road, Basavanagudi, Bangalore -560004 on or before **12.09.2019, 3:00 PM**. If last day of submission of bids is declared a holiday under NI Act by the Government subsequent to issuance of RFP the next working day will be deemed to be the last day for submission of the RFP. No offer will be accepted by email.

1.2.7. Bidders / their authorised representatives are requested to be present during the opening of the bids. If any of the Bidders or all the bidders who submitted are not present during the specified date and time of opening it will be deemed that such Bidder is not interested to participate in the opening of the Bid/s and the Bank will proceed further with opening of the technical bids in their absence.

1.2.8 All the Bids shall be submitted in English Language in Font size 12 and above.

1.3 Opening of Bids

1.3.1 The Technical Bid shall be opened in the presence of the Bidder's representatives present on **12.09.2019, at 3:30 pm**, Bidder's authorised representative may be present in the venue well in time along with a copy of authorization (Original as per the format Annexure -B to be enclosed in Technical Bid) and sign in Tender/RFP/RFP Register during opening of Technical Bid.

1.3.2 The bidders may note that no further notice will be given in this regard. Further, in case the bank does not function on the aforesaid date due to unforeseen circumstances or holiday then the bid will be accepted up to 3.00 PM on the next working day and bids will be opened at 3:30 PM at the same venue on the same day.

2.0 DETERMINATION OF L-1 PRICE

The L-1 bidder will be determined on the basis of the lowest price quoted for the Total Cost of Ownership. The Total Cost of Ownership (TCO) will be arrived based on the Bill of Material **Annexure D** and the L1 bidder will be determined accordingly. The Total Cost of Ownership will be calculated as follows.

TCO = Cost of machine + Present value of the AMC cost for 5 years after warranty.

Basing on the TCO, Ranking of the Bidders will be determined.

The Present Value (PV) for the AMC component per year will be calculated as per the following formula:

$$PV = \frac{C}{(1+r)^n}$$

Where 'C' is the annual AMC amount of each year

'r' is Marginal Cost of Fund Based Lending Rate which is presently 8.50%.

'n' is 1 for 1st year, 2 for 2nd year.....5 for 5th Year.

The above mentioned calculation is for Price comparison purpose only.

Therefore, the vendors/ suppliers shall furnish the AMC charges in the Price bid for years and terms of AMC shall be furnished in the technical & PRICE bid clearly furnishing the details regarding the scope of AMC, details of spares, consumables & equipments covered and also details of exclusions.

In case of quoting for very low abnormal AMC rates, Bank reserves the right to seek for the Performance Guarantee to the extent of 10% of the project cost throughout the 6 year period (1year Defect Liability period and 5 years under CMC)

3.0 OFFER VALIDITY PERIOD.

3.1 The Offer submitted and the Price quoted therein shall be valid for **6 Months** from the date of opening of RFP i.e. technical bid and for such further period as may be requested for by the bank, and agreed to in writing by the bidder.

4.0 PROPOSAL OWNERSHIP

4.1 The proposal and all supporting documents submitted by the bidder shall become the property of the Bank.

5.0 MODIFICATIONS AND WITHDRAWALS OF BID/S

5.1 Offer cannot be modified or withdrawn by a Bidder after submission of Bid/s. In case any modification required on account of clarifications in Technical bids, such modifications can be done with the prior approval of the bank.

6.0 PRE-BID MEETING

PRE BID QUERIES AND CLARIFICATIONS:

a) The Vendor should carefully examine and understand the specifications, terms and conditions of the Application and may seek clarifications, if required, in writing in

a word document (.doc), in the same serial order of that of the Application by mentioning the relevant page number and clause number. The soft copy of the pre-bid queries should be sent by E-Mail to hotc@canarabank.com and the pre-bid query should be in the following format.

Sl No	Page No	Application Clause No	Application Clause	Query

All communications regarding points requiring clarifications and any doubts shall be given in writing to the Assistant General Manager, Estate Policy & Control Section, General Administration Wing, Head Office, Bengaluru - 560004 by the intending Vendors on or before 2:00 PM on 30.08.2019. No oral or individual consultation shall be entertained. No queries will be entertained from the Vendors after the pre-bid meeting.

b) Pre-Bid meeting:

A pre-bid meeting of the intending Vendor will be held as scheduled below to clarify any point /doubt raised by them in respect of this document:

Date	Time	Venue
31.08.2019	11.30 AM	Canara Bank Estate Policy & Control Section, G A Wing, Head Office Annexe, Dwarakanath Bhavan, No: 29, K.R Road, Basavanagudi, Bengaluru -560004.

No separate communication will be sent for this meeting. If the meeting date is declared as a holiday under NI Act by the Government subsequent to issuance of application, the next working day will be deemed to be the pre-bid meeting day. Authorized representatives of interested Vendors shall be present during the scheduled time.

The Bank will consolidate all the queries and discussions during the pre-bid meeting and the consolidated replies for the queries shall be made available in the Bank's website and no individual correspondence shall be made. The replies/clarification of the Bank in response to the queries raised by the bidder/s, and any other clarification / amendments / corrigendum furnished hereof will become part and parcel of the application document and it will be binding on the Vendors.

Non-reply to the queries raised by any of the Vendor shall not be a valid reason for non-submission of the application. In addition, non-reply to any query may not be deemed the version of the Vendor as reflected in the query has been accepted by the Bank.

c) Amendment to Application Document:

At any time prior to deadline for submission of application, the Bank, for any reason, whether, at its own initiative or in response to a clarification requested by prospective bidder may modify the application document by amendment.

Notification of amendments/ Corrigendum will be made available on the Bank's website (www.canarabank.com) and will be binding on all Vendors and no separate communication will be issued in this regard.

In order to allow prospective Vendors reasonable time in which to take the amendment into account in preparing their APPLICATION, the Bank at its discretion, may extend the deadline for a reasonable period for the submission of Application.

Authorized representatives of interested bidders shall be present during the scheduled time with authorization letter. The Bank shall clarify the queries during the pre-bid meeting followed by confirmation in Banks website. No individual consultation / communications shall be entertained.

7.0 SCRUTINY OF OFFERS.

7.1 The Bank will scrutinise the Bid/s received to determine whether they are complete in all respects as per the requirement of RFP.

7.2 The Technical Bid will be evaluated only for those bidders who submit EMD in the same cover.

7.3 The Technical Bid submitted by the bidder will be evaluated based on the stipulated eligibility criteria and RFP Terms.

7.4. The bidders who comply with the eligibility criteria will be qualified for further evaluation and such pre qualified bidders will have to obtain a test certificate from National Test House, Chennai for the model offered by them for further evaluation.

7.4.1. It will be the responsibility of the Pre - qualified Bidder to take their Heavy Duty Note Sorting Machine to National Test House Chennai or an identified Currency Chest in Chennai. The cost of testing charges, transportation, insurance and any related expenses will have to be borne by the bidders and no reimbursement will be made to any of the bidders.

7.4.2 IF THE BIDDER FAILS TO CARRYOUT THE TEST, THEIR OFFER WILL NOT BE EVALUATED FURTHER AND WILL BE DISQUALIFIED.

7.4.3. These tests shall be conducted at Currency Chests/Branches/Offices specified by the Bank at a specified time in the presence of bidder's representative, Bank's officials appointed for conducting the tests

7.4.4. The Test Certificate covers the following tests:

- Speed test to check the machine's speed;
- Authenticity check with reference to the features of genuine notes as disclosed by the RBI to sort suspect notes;
- Fitness sorting with reference to the fitness parameters laid down by RBI;
- Consistency test to check the consistency of the machine's performance;
- Stress test to check the suitability of the machine to work continuously for long hours.

The details of the tests to be undertaken are furnished in Annexure - E

7.5 The Financial Bid of only those bidders who qualify in the tests mentioned in this RFP with the certificate from the National Test House, Chennai will be opened with due communication by the Bank.

8.0 CLARIFICATION OF OFFERS

During the process of scrutiny, evaluation and comparison of offers, the Bank may, at its discretion, seek clarifications from all the bidders/any of the bidders on the offer made by them. The request for such clarifications and the Bidders response will necessarily be in writing and it should be submitted within the time stipulated by the Bank, failing which the bids are liable for rejection.

9.0 NO COMMITMENT TO ACCEPT LOWEST OR ANY OFFER

9.1. The Bank is not bound to accept the lowest bid or any offer / bid or to assign any reason for non-acceptance. It also reserves its right to reject any or all the offers / Bids without assigning any reason thereof whatsoever.

9.2. The Bank will not be obliged to meet and have discussions with any bidder and /or to entertain any representations in this regard.

9.3 The bidder including those, whose RFP is not accepted shall not be entitled to claim any costs, charges, damages and expenses of and incidental to or incurred by them through or in connection with his submission of RFPs, even though the Bank may opt to modify/withdraw the RFP / Recall the RFP.

10.0 INCOMPLETE OFFERS WILL BE REJECTED.

10.1. The incomplete offers will be rejected without any further reference. Such rejections may take place in case of non-adherence to the format or partial submission of technical information as per the format given in the offer or not Furnishing the information sought for.

11.0 ERASURES OR ALTERATIONS.

Offer shall be submitted on prescribed Format only, the documents downloaded from website have to be duly filled and submitted and no other format shall be used, except for Proformas which shall be submitted in the letter head. Wherever required, particulars can be submitted in annexure but such details shall be clearly mentioned in respective columns in the original document.

All the documents, enclosures, and correspondence will form the part of contract. Offer in any other format other than the prescribed in this document shall be liable for rejection. The applicant shall submit an under taking in **Annexure - L** stating that no changes, alterations are made in the offer documents issued by the Bank or downloaded from the website and same is submitted to the Bank.

12. ALTERNATIVE OFFERS /BIDS.

A Bidder/s should specifically quote for one model and no alternate models should be quoted. Any bidder with multiple quoting for multiple models will be rejected. **The model quoted should be mentioned in Annexure A-3 and Annexure D.**

13.0 EARNEST MONEY DEPOSIT.

13.1 The bidder shall furnish Earnest Money Deposit (EMD) of **Rs. 1,65,000/- (Rupees One Lakh Sixty Five Thousand only)** by way of Demand Draft drawn on any scheduled Commercial bank in favour of Canara Bank, payable at Bangalore.

13.2. No interest is payable on EMD.

13.3. EMD can also be submitted in the form of Irrevocable Bank Guarantee. The same shall be issued by Scheduled Bank in India other than Canara Bank with validity for a minimum period of 6 months from the last date for submission of offer. The format for submission of EMD in the form of Bank Guarantee shall be as per Annexure-H.

13.4. The EMD should be placed in the Technical Bid only.

- 13.5. The EMD of the Bidders not qualified under Technical Bid and unsuccessful bidder in the financial bid will be returned.
- 13.6. The EMD of the successful bidder shall be returned within 7 days after signing of agreement and depositing of the Security Deposit as per terms & conditions of the RFP by the bidder.
- 13.7. The EMD may be forfeited/ Bank Guarantee may be invoked in the following instances:
- 13.7.1. If the bidder withdraws or amends the bid during the period of bid validity specified in this document.
- 13.7.2. If the successful bidder fails to sign the agreement and / or fails to furnish Performance Guarantee/ Security Deposit in accordance with the terms of this RFP within 14 days from the date of receipt of the Purchase Order from the Bank.

14.0 PROVISIONS FOR MICRO & SMALL ENTERPRISES (MSES):-

As per Government of India's Public Procurement Policy act 2012, certain benefits will be given for MSE Units. The details are as under.

- 14.1 The Public Procurement Policy shall apply to MSEs registered with District Industries Centres or Khadi Village Industries Commission or Khadi & Village Industries Board or Coir Board or National Small Industries Corporation or Directorate of Handicrafts & Handloom or any other body specified by Ministry of Micro, Small & Medium Enterprises.
- 14.3 MSEs participating in Tender/RFPs and qualified for opening price bid, quoting price within price band of L1+15% shall also be allowed to supply a portion of requirement by bringing down their price to L1 in a situation where L1 price is from someone other than a MSE & such MSE shall be allowed to supply upto 20% of total Tender/ RFP value. In case of more than one such MSE, the supply shall be shared proportionately (to Tender/RFP quantity).
- 14.4 MSEs are also exempted from paying Tender/RFP fee/cost, EMDs. For getting the benefits in case of MSE firms, shall submit relevant documents such as valid MSE registration Certificates as per policy under clause 14.1. The purchase preference are furnished in **Annexure - N**.

15.0 Tenderer shall fill in all the blanks and put their signature and seal on each page of the tender documents. The successful Tenderer will have to enter into an agreement with each component of the Tender document with the Bank.

16.0 INTEGRITY PACT: - Integrity Pact format is enclosed as **Annexure - M**. The same to be duly filled in a non judicial stamp paper of Rs 200/- and submitted along with offer. Name & details Independent External Monitor (IEM) identified for this Tender/RFP are as under:

- a) **Sri Dilip Mavinkurve - dilipmav@gmail.com**
- b) **Sri Hari Santhosh Kumar - hsantoshkumar50@gmail.com**

Only those tenderers, who commit themselves to the above pact with the Bank, shall be considered eligible for participate in the tendering process. Those bids/ tenders which are not containing the above pact are liable for rejection. Integrity pact shall be signed by the person who is authorized to signed the Bid.

**Assistant General Manager
General Administration Wing
Head Office**

B. TERMS AND CONDITIONS:

1. EFFECTIVE DATE

1.1 The contract shall come into effect from the date of receipt of purchase order by the successful bidder.

2. SCOPE CONTRACT

The scope of procurement includes Supply, Installation, Testing, Commissioning and delivery of machines securely packed in good condition. The same is also inclusive of making the machine operational, training to the Branch officials and maintenance of machines for 6 years (including warranty) thereof at various offices of Canara Bank in India.

This RFP consists of following requirements.

Sl No	Item details	No. of Machines Required	Locations
1	Supply of Heavy Duty Note Sorting Machines confirming to the Technical Specifications as per Annexure E and maintenance for 6 years(Including warranty period).	9 Nos	The Details of the tentative locations where the machines are required is furnished in Annexure-G.

It may be noted that the requirement given in this RFP is indicative only and Bank will have the option to purchase 2 Nos less or more than the quantity specified in this RFP at the same price and the Terms & Conditions of the RFP.

(Bank reserves the right to increase or decrease the quantum of purchase by 25% in respect to the quantity specified in this tender at the same rate arrived at on the Terms and Conditions of this Tender).

Making machines operational at respective site should be carried out by the bidder for free of cost.

2.3 Definition: The definitions of the words used shall be as follows:

Bidder - Firm participating for subject RFP.

Bank - Canara Bank.

Offices - Canara Bank's Offices.

Note - Currency Note issued by RBI.

Contract - Agreement / Order between Bank and successful bidder.

Machine : Heavy Duty Note Sorting Machine (HDNSM) - 4+1 stackers .

Vendor : Successful bidder on whom the Purchase Order is placed by Bank.

3. TIME PERIOD.

- 3.1 The supply and delivery of the machines has to be completed within a period of **60 days** from the date of receipt of the Purchase order by the bidder. The machines should be made operational within 75 days from the date of receipt of the Purchase order by the bidder
- 3.2. Time is the essence of the Contract. Time Period for delivery and to make the machine operational shall be firm and binding on the bidder / vendor.
- 3.3. The successful bidder shall co-ordinate the activities relating to provision of infrastructural facilities within the scope of the Bank. Such facilities shall be specifically listed out by the Bidder at the time of submission of the RFP.
- 3.4. The delay on delivery and to make the machine operational will attract Liquidated Damages as per clause 7 of the terms & conditions of RFP.
- 3.5 The warranty period will start from the date of machine operational as certified by the Bank in writing.

4. PRICE.

- 4.1. The Price/s quoted for supply of the Heavy Duty Note Sorting Machine must be made in Indian Rupees only and shall include the following:
 - a. All duties and importing cost.
 - b. Cost of any other miscellaneous items supplied by the Bidder for functioning of the machine if any.
 - c. Packing, Transportation and Forwarding charges to the site.
 - d. Make the machine operational at free of cost.
 - e. Local levies in the country of origin and shipment
 - f. Minimum of One-Year Comprehensive On-site Warranty from the date of the machine operational at site including free preventive service once in three months.
 - g. Future Up gradations issued by the RBI / Bank for total six years .
 - h. Any penalty levied by the RBI on account of non-functioning of machine during the warranty period and during AMC is to be borne by the vendor.

- 4.2 All the applicable Taxes like Goods & Service Taxes (GST), CST/LST/VAT/Service Tax are payable extra. The bank shall reimburse the actual Octroi / Entry Tax paid subject to production of the original receipts issued by concerned Government authorities.
- 4.3 If the bidder fails to include any other expenditure/item in the RFP, no claim thereof will be considered by the bank afterwards.
- 4.4 The AMC prices shall be firm and binding without any escalation whatsoever for entire period of 5 years of contract after warranty period of one year.
- 4.5 No escalation in price is permitted for any reason whatsoever. Prices quoted must be firm till the completion of the contract i.e. supply, testing, and operationalizing the machines warranty period and AMC period of five years
5. **AGREEMENT:** The Successful bidders shall sign an agreement on bank prescribed format as per **Annexure I** with the Bank within 14 days from the date of receipt of Purchase Order.

6. DELIVERY.

- 6.1. The delivery has to be made at the locations detailed in **Annexure G**
- 6.2. In the event of any change / modification in the locations where the Note Sorting Machine is to be delivered, the bidder in such cases shall deliver, at the modified locations at no extra cost to the Bank. However if the Note Sorting Machine is already delivered, and if the modification in location is made after delivery, the bidder shall carry out operationalizing work for free of cost at the modified location and the Bank in such cases shall bear the shifting charges / arrange shifting. The Warranty / AMC should be applicable at the altered locations also.
- 6.3 The order will be deemed as incomplete if any component of the Heavy Duty Note Sorting Machine is not delivered or is delivered but not operational or not acceptable to the Bank after acceptance testing / examination. In such an event, the supply and made the machine operational will be termed as incomplete and Heavy Duty Note Sorting Machine will not be accepted and the warranty period will not commence. The machine will be accepted only after complete operational of the machine.
- 6.4 If the Bidder fails to deliver and / or made the machine operational (Heavy Duty Note Sorting Machine) ordered within the stipulated time schedule or by the date extended by the Bank, the same shall be treated as a breach of contract. Partial supply of the ordered quantity shall also be considered as breach of contract. In

such case, the Bank may invoke the proportionate amount of Security Deposit / Bank Guarantee.

- 6.5 The Bank will not arrange for any Road Permit / Sales Tax clearance for delivery of machine to different locations and the Bidder is required to make the arrangements for delivery of machine to the locations as per the list of locations / items provided from time to time by the Bank. However, the Bank will provide letters / certificate / authority to the Bidder, if required. Import / Export license, if any required shall be arranged by the bidder only on his own, at his own cost. Failure to obtain required licence from the competent authority will not be considered as Force majeure.
- 6.6 Operationalizing of the Heavy Duty Note Sorting Machine will be deemed as complete only when the same is certified by the Branch In charge in accordance with the Terms & Conditions of this RFP.
- 6.7. **Post Delivery Test:** The Bank reserves the rights to test i.e. both technical and stress test at least one machine after delivery at site. The selection of the machine for testing shall be random selection at Banks discretion. The cost of such testing and related expenses shall be borne by the Bank. Any failure of the machines to meet the rules, terms and conditions of RFP as a result of post delivery tests either fully or partially, will Empower Bank to reject all the machines supplied to Bank against the purchase order of this RFP.

In such events the bidder shall supply new machines on the same rules, terms and conditions of the RFP. Any delay due to such failure will attract Liquidated Damages as stipulated in this RFP and no extensions will be permitted.

7. LIQUIDATED DAMAGES FOR DELAY

- 7.1 If the bidder fails to deliver and operationalizing the machines within the specified time, the Bank shall have the option to accept or reject the machine delivered by the bidder after the expiry of the time period specified in the RFP. In case of acceptance of the delayed operational of the machine, the bidder shall be liable to pay the Bank the following amount as Liquidated damages at the rates specified below, for each completed week of delay or part thereof, on the cost price of the machine as per item 1 of BOQ.

Liquidated Damages per week of delay or part thereof	0.5% of the cost of the Machine (i e item 1 of BOQ) per week subject to a maximum of 5% of the cost per machine (i e item 1 of BOQ)
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For the purpose of this clause, Supply and delivery at each location shall be treated as separate entity.

- 7.2. The bidder agrees and considers that the liquidated damages set out herein above are fair and reasonable and that he will raise no objection or dispute with regard to the bank's right to recover the liquidated damages.
- 7.3. The liquidated damages shall be deducted / recovered by the bank from any money due or becoming due to the bidder under this purchase contract or may be recovered by encashment of bank guarantees or otherwise from bidder.

8. TERMS OF PAYMENT

The following terms of payment shall be applicable to this contract.

- 8.1. Bank will not pay any advance.
- 8.2. Payment shall be made after completion of Satisfactory Post delivery test as per clause 6.7 of the Terms and Conditions.
- 8.3. 90% of the Invoice value against receipt of the machines at respective sites, and completion all work against submission of the following:
- a. Vendor's signed Financial invoice (IN DUPLICATE)
 - b. Manufacturer's Inspection and Test certificates.
 - c) Satisfactory site installation certificate signed by the Branch In charge as per Banks approved format.
- 8.4. 10% of Invoice value on completion of 3 months of satisfactory functioning and submission of certificate from the Currency Chest incharge as per bank's approved format OR Alternately release of payment of 100 % of the invoice value against operationalizing and submission of above documents and a Bank Guarantee from a Scheduled Bank other than Canara Bank, for 10% invoice value for a period of 3 Months from the date of machine operational at site. In case of payment against BG , Bank shall reserve the right to invoke the BG if machine fails to function satisfactorily during these 3 months.

Please note that Bidder's Signed Financial Invoice, *Delivery Proof and machine operational Reports duly signed by bank officials of the respective branch / office should be submitted in originals only while claiming payment* in respect of orders placed.

9. SECURITY DEPOSIT.

- 9.1. The successful bidder should submit a Security Deposit for **10 % value of the contract** within fourteen days from the date of receipt of the Banks' purchase

order. If the Security Deposit is not submitted within the stipulated time, Bank reserves rights to cancel the order and forfeit the EMD.

- 9.2. The successful bidder should submit Security Deposit by way of Performance Bank Guarantee issued by a Scheduled Bank in India other than Canara Bank . No interest shall be payable by the Bank on the above in case of BG as security deposit. The format of performance BG is shall be as per **Annexure J**.
- 9.3. Security deposit if submitted in the form of Performance Bank Guarantee, the guarantee /maturity period should be valid for 15 months from the date of placing the order or till expiry of warranty period, whichever is later. The guarantee should also contain a claim period of three months from the last date of validity.
- 9.4. 50% of the security deposit / bank guarantee will be returned to the bidder / vendor within 30 days after completion of warranty period subject to satisfactory performance of the machines as per the RFP rules, terms& conditions and deducting the recoveries if any. The Balance 50 % of the security deposit shall be retained by the Bank for the duration of AMC period of 5 years for due performance of the AMC. In case of the performance BG the vendor shall submit a fresh BG for the revised amount and the period.
- 9.5. The selected bidder shall be responsible for extending the validity date and claim period of the Bank guarantees as and when it is due, on account of incomplete work and unsatisfactory performance during the warranty period.
- 9.6. The Bank shall invoke the Bank guarantee before the expiry of validity, for breach of contract and or if the guarantee is not extended, or if the selected bidder fails to complete his obligations under the contract. The proceeds of the guarantee shall be payable to the Bank.

10. ORDER CANCELLATION.

The Bank reserves its right to cancel the entire / unexecuted part of Purchase Order at any time by assigning appropriate reasons in the event of one or more of the following conditions treating it as default / non performance of the contract:

1. Fails to accept the purchase order within the specified time.
2. Fails to sign the agreement within the specified time.
3. Fails to deposit the Security deposit /performance Guarantee within the specified time.
4. Delay in delivery beyond the specified period.
5. Partial Delivery.
6. Serious discrepancies noted in the items delivered.
7. Breaches in the terms and conditions of the Order.

In addition to the cancellation of purchase order, the Bank shall invoke the Bank Guarantee or forfeit the Security Deposit given by the bidder towards non performance/non compliance of the terms and conditions of the contract, to appropriate the damages to the extent of number of machines not delivered, defective machines.

11. SOFTWARE, DRIVERS AND MANUALS.

11.1. The bidder shall supply along with each Heavy Duty Note Sorting Machine ordered, all the related documents and necessary media of the software loaded in the machine without any additional cost. The media and documents shall be in English. These will include but not restricted to User Manual, Operation Manual, Other Software and Drivers etc.

11.2. All related documents, manuals, catalogues and information furnished by the bidder shall become the property of the Bank.

12. WARRANTY.

12.1 The entire machine including its accessories etc. shall be under Comprehensive Onsite Warranty covering all parts, maintenance or support for its proper operation, performance and output as specified in the RFP for a **Period of 12 months** from the Date of satisfactory operational of Machines and Certified by the Currency Chest InCharge in writing.

12.2 The supplied machine shall be free from defective material and workmanship and any shortfall/defect that may appear/be detected within 12 months from the date of site acceptance, which in the opinion of the Bank has arisen from bad design, material and/or poor workmanship, shall upon intimation to the bidder, be made good at the bidder's own risk within 2 days.

12.3 During the said warranty period of 12 months, the bidder shall without any extra cost, carry out all routine and special maintenance of the Heavy duty Sorting Machine and attend to any difficulties/defects/replacements that may arise in the operation of the system. There should be regular **preventive maintenance at least once in three months.**

12.4 The Bidder should further guarantee that the Heavy Duty Note Sorting Machine shall be brand new and based on proven and established technology and shall be suitable for Indian conditions.

12.5 The defective or replaced parts shall be returned to the Bidder upon request and at his cost and responsibility. The Bank will, however, render such assistance in the matter as will expedite the same.

- 12.6 If the Bidder on account of the defects and/or repairs replaces certain items by changing the design or materials, such change shall not reduce the performance of the equipment as per the technical specification.
- 12.7 The issue of machine operational, certificate/inspection certificate/approval by the Bank shall in no way relieve the Bidder from the provisions of this clause.
- 12.8 If the bidder does not rectify either by repair or replacement, such defects and put back the machine into satisfactory operation within 2 working days from the date of notice by the Bank or does not complete the said rectification with reasonable diligence, a penalty of Rs.1000/- per day per machine subject to a maximum of cost of machine will be levied and deducted from the security deposit or such other/any other sums payable to the bidder. If the machine cannot be repaired within the stipulated time, the bidder shall arrange for a standby machine.
- 12.9 Bank reserve rights to forfeit the Security Deposit deposited by the vendor in case of any breach / deviations on part of vendor on any service related issues or warranty issues or any breach in the contract during warranty period.

13. ANNUAL MAINTENANCE CONTRACT.

- 3.1 The Bank, at its discretion may enter into Annual Maintenance Contract with the bidder.
- 13.2. The support for maintenance of Heavy Duty Note Sorting Machine supplied should be available for a minimum period of 5 years after warranty period by the bidder.
- 13.3. The Bidder shall quote his rates per year per machine for all inclusive (comprehensive) maintenance service **exclusive of Taxes/ Goods & Services Taxes** after the expiry of Warranty period, for minimum period of Five years.
- 13.4. The rate of AMC must be quoted both in words and figures in the Financial Bid separately for maintenance contract (which shall cover replacement of defective parts) for 5 years after the expiry of warranty.
- 13.5. The AMC Charges should cover the regular maintenance of the machine, cost of the replaced parts, consumables and also the manpower cost except electrical power.

It may be noted by the bidder that Bank will not provide any kind of assistance in the form of men/material and the Bidder will have to make his own arrangements for deputing the required skilled manpower including all necessary

spares for setting right the reported/observed defects. These rates shall remain firm and valid for a period of **Five years** from the date of expiry of the warranty period.

Repairs to the Machines and trouble shooting of software in the event of any breakdown, the scope of the contract shall include all costs, transport, handling, insurance charges and including all taxes, duties, levies for the following.

- 13.5.1. Preventive maintenance like periodical servicing, trouble shooting, settings, adjustments, cleaning, oiling, greasing at periodical intervals to ensure (i) smooth and trouble free working of the system and (ii) the performance of the machine at the contracted capacity.
 - 13.5.2 Troubleshooting, settings, adjustments including cost of repair/supply of spares/ components/ sub-systems.
 - 13.5.3 The bidder has to update the features of the Heavy Duty Note Sorting Machine as per the guidelines issued by the regulator (RBI) regarding the matter related to issue/sorting/quality etc., of currency notes from time to time, free of cost.
- 13.6. Payments will be released by the Premises Section of respective Circle Offices quarterly after satisfactory completion of the service during the period. The invoices should be submitted along with the service reports duly certified by the Currency Chest in-charge.
 - 13.7. Any breakdown of the machine/ shortfall in its performance will be intimated to the bidder by the Bank and the bidder shall attend to the fault and rectify the same within 2 working days of reporting the fault. If the machine is not put back into satisfactory operation within 2 working days, a penalty at the rate of Rs 1000/- per working day per machine subject to a maximum of Rs 1.50 lakh per machine will be imposed and the same will be deducted from the AMC charges payable or from the security deposit/performance guarantee.
 - 13.8. The Bank shall have the option to terminate the service contract any time during the contract period by giving a written notice of 3 months, without assigning any reason thereof. However, the contractor shall commit himself to the service contract for a minimum period of 5 years, unless the service contract is terminated by the Bank and bidder will have no right to terminate the contract within this period.
 - 13.9. Bank reserve rights to forfeit the Security Deposit deposited by the vendor incase of any breach / deviations from the vendor side on any service related issues or any breach in the contact during AMC period.

13.10. There should be a preventive maintenance during the AMC period, such preventive maintenance should be at least once in three months.

14. TRAINING.

The successful bidder shall associate the Bank's staff during the testing of the Heavy Duty Note Sorting Machines. The successful Bidder shall train Bank's staff in proper Operation, Trouble identification, Trouble shooting and routine maintenance of the Heavy Duty Note Sorting Machine for each and every location on a mutually agreed Date & Time.

15. LOCAL SUPPORT.

The bidder should be capable of meeting the service & support standards as specified in this RFP. Service support should be available during all Bank working days/ hours.

16. PATENT.

The bidder shall indemnify, protect and save the Bank against all claims, losses, costs, damages, expenses, action suits and other proceedings, resulting from infringement of any law pertaining to patent, trademarks, copyrights etc. or such other statutory infringements in respect of Heavy Duty Note Sorting Machine supplied by them.

17. PUBLICITY.

Any publicity by the bidder in which the name of the Bank is to be used will be done only with the explicit written permission of the Bank.

18. GUARANTEES FOR SOFTWARE.

The bidder should guarantee that the Heavy Duty Note Sorting Machine delivered to the Bank are brand new, including all components. In the case of software, the bidder should guarantee that the software supplied to the Bank is licensed and legally obtained. All hardware and features must be supplied with their original and complete printed documentation.

19. SPARE PARTS

The bidder will make the spare parts for the Heavy Duty Note Sorting Machine available for a minimum period of 5 years after warranty period.

If any of the peripherals / components are not available during the warranty / AMC period, the substitution shall be carried out with peripherals / components of equivalent or higher capacity.

20. NEGLIGENCE.

In connection with the contravenes the provisions of General Terms, If the bidder neglects to execute the order with due diligence or expedition or refuses or neglects to comply with any reasonable order given to him in writing by the Bank, in such eventuality, the Bank may after giving notice in writing to the bidder calling upon him to make good the failure, neglect or contravention complained of, within such times as may be deemed reasonable and in default of the said notice, the Bank shall have the right to cancel the Contract holding the bidder liable for the damages that the Bank may sustain in this behalf. Thereafter, the Bank may make good the losses at the risk and cost of the Contractor.

21. RESPONSIBILTY FOR COMPLETENESS

Any supplies and services which might not have been specifically mentioned in this RFP but are necessary for the design, engineering, manufacture, supply and operationalizing, completeness of the order, shall be provided / made available as per the time schedule for smooth and efficient operation and maintenance of the machine under Indian condition.

The Bidder shall be responsible for any discrepancies, errors and omissions in the drawings or other information submitted by him irrespective of whether these have been approved, reviewed or otherwise accepted by the bank or not. The bidder shall take all corrective measures arising out of discrepancies, error and omission in drawings and other information as mentioned above within the time schedule and without extra cost to the bank.

22. FORCE MAJEURE

The bidder shall not be liable for default or non-performance of the obligations under the contract, if such default or non-performance of the obligations under this contract is caused by any reason or circumstances or occurrences beyond the control of the bidder, i.e. Force Majeure.

For the purpose of this clause, "Force Majeure" shall mean an event beyond the control of the bidder, due to or as a result of or caused by acts of God, wars, insurrections, riots, earth quake and fire, events not foreseeable but does not include any fault or negligence or carelessness on the part of the bidder, resulting in such a situation.

In the event of any such intervening Force Majeure, the Bidder shall notify the Bank in writing of such circumstances and the cause thereof immediately within five calendar days. Unless otherwise directed by the Bank, the Bidder shall continue to perform /

render / discharge other obligations as far as they can reasonably be attended / fulfilled and shall seek all reasonable alternative means for performance affected by the Event of Force Majeure.

In such a case, the time for performance shall be extended by a period (s) not less than the duration of such delay. If the duration of delay continues beyond a period of three months, the Bank and the Bidder shall hold consultations with each other in an endeavor to find a solution to the problem.

Under no circumstances the bidder will be entitled to any compensation, damages or extra cost. Notwithstanding above, the decision of the Bank shall be final and binding on the Bidder.

23. RESOLUTION OF DISPUTES.

All disputes and differences of any kind whatsoever, arising out of or in connection with this Offer or in the discharge of any obligation arising under this Offer (whether during the course of execution of the order or after completion and whether beyond or after termination, abandonment or breach of the Agreement) shall be resolved amicably. In case of failure to resolve the disputes and differences amicably the matter may be referred to a sole arbitrator mutually agreed upon after issue of at least 30 days notice in writing to the other party clearly setting out there in the specific disputes. In the event of absence of consensus about the single arbitrator, the dispute may be referred to joint arbitrators; one to be nominated by each party and the said arbitrators shall appoint a presiding arbitrator. The provisions of the Indian Arbitration and Conciliation Act, 1996, shall govern the arbitration. In case the Proposal is not received as required above on or before the said date and time, Bank shall presume that bidder is not interested proceeding with the dispute. The venue of arbitration shall be Bangalore, INDIA.

24. JURISDICTION

The Purchase Contract / Annual Maintenance Contract shall be governed by the Laws and Regulations of India for the time being in force and will be subject to the exclusive jurisdiction of the Courts in Bangalore, India.

25. UPGRADATION

Features should be upgradeable so as to incorporate the additional/new features of Bank Notes as and when introduced by RBI and also should be capable of sorting a particular series as soiled notes as directed by the Bank/ RBI. The machine should be able to detect the pre 2005 notes as soiled notes as per recent guidelines issued by

RBI. The Bidder to provide necessary features for all denominations of bank notes in Heavy Duty Note Sorting Machine for detection of suspect notes.

ASST GENERAL MANAGER
General Administration Wing,
Head Office

ANNEXURE - A

Covering letter format

Offer Reference No:

Date:

To
The Asst General Manager,
Technical cell,
Estate Policy & Control Section,
G A Wing, Head Office Annexe,
29 K R Road, Basavanagudi
Bangalore - 560 004

Dear Sir,

RFP Ref: RFP -01/HDNSM/19-20 DT: 23/08/2019

Having examined the RFP document including all Annexure the receipt of which is hereby duly acknowledged, we, the undersigned, offer to supply, installation, testing and carry out operationalizing for Heavy Duty Note Sorting Machine and maintain them in conformity with the said RFP in accordance with the schedule of prices indicated in the Financial offer and made part of this offer.

If our offer is accepted, we undertake to complete delivery operationalizing and handing over the Heavy Duty Note Sorting Machine to the Bank within two months for all locations as specified in the offer document. We enclose a Demand Draft /Bank Guarantee in lieu of EMD as per RFP in favour of Canara Bank as EMD.

We agree to abide by this offer till 6 months from the date of opening of the RFP and for such further period as may be requested for by the bank, and agreed to in writing by us. We also agree to keep the Earnest Money Deposit/Bank Guarantee in lieu of EMD during the entire validity period of the RFP. However if we withdraw our offer within the said validity period, you shall have the right to forfeit the EMD/invoke the Bank Guarantee in lieu of EMD, without reference to us. We agree to abide by and fulfill all the terms and conditions of the RFP and in default thereof, to forfeit and pay to you or your successors, or authorized nominees such sums of money as are stipulated in the conditions contained in RFP together with the return acceptance of the purchase contract for supply of the Heavy Duty Note Sorting Machines.

We enclose a list of clients in India (giving their full addresses) where the model quoted by us now have been supplied by us and the name and addresses of our Bankers.

We also confirm that we have not been disqualified by any PSU bank for supply of Heavy Duty Note Sorting Machine.

Our PAN number for Income Tax is _____.

We are registered with the Goods & Service Tax authorities and our registration numbers are as follows.

Goods & Service Tax Registration Number is _____.

We accept all the Instructions and Terms and Conditions of the subject RFP.

We understand that the Bank is not bound to accept the lowest or any offer the Bank may receive without assigning any reason whatsoever.

Dated this _____ day of _____ 2019

Signature. _____

Signature of the Authorized Signatory with date & seal

ENCLOSED : 1) EMD : DD No.s

BG No.

ANNEXURE - A1

Particulars of Bidders / Manufacturer

<u>Sr No</u>	<u>Particulars</u>	
<u>A</u>	<u>Company/ Bidder Profile</u>	
1	Name of the Bidders/ Firm Company	
2	Constitution	
3	Date of Establishment/ Incorporation	
4	Address Registered Office Corporate Office	
5	Telephone No Mobile No FAX No E-mail Address Website	
6	Sales Turnover 2015-2016 2016-2017 2017-2018	
7	Domestic Customer Base (Number of Sorting Machines installed in India)	
8	Service Network details	
<u>B</u>	<u>Manufacturer's Profile</u>	
1	Name of the Manufacturing Company	

2	Constitution of the Manufacturing Company	
3	Date of Establishment/Incorporation of the Manufacturing Company	
4	Address of the Manufacturing Company Registered Office Corporate Office	
5	Telephone No FAX No E-mail Address Website	
6	Nature of Relationship of your company with the Manufacturing Company. Subsidiary of the Manufacturing Company/Division of Manufacturing Company/Sole Distributor/Non Exclusive Distributor/Agent/Others Please Specify	
7	Experience of the Manufacturing Company in Sorting Machines	

Signature of the Authorised Signatory with date & seal

ANNEXURE - A2

Details of Offices/ Branches /Service Centers

Sr No	Place	Postal Address	Contact Details (including Name of In charge and his contact no. email etc)	Service Facilities Available (Describe)	No of Engineers	Jurisdiction
1						
2						
3						
4						
5						
6						
7						
8						
9						
10						

Signature of the Authorised Signatory with date & seal

ANNEXURE - A3

Technical compliance Statement

Declaration

We hereby undertake to agree to abide by all the terms & conditions stipulated in the RFP document

We certify that the systems / services offered by us for RFP conform to the specifications stipulated in the RFP form

We have quoted for the Model.....

Signature of the Authorised Signatory with date & seal

ANNEXURE - B

Authorization letter format

To
The Asst General Manager,
Technical Cell, Estate Policy Section,
G A Wing, Canara Bank, Head Office
Annexe, 29 K R Road, Basavanagudi
Bangalore - 560 004

Dear Sir,

SUB: Authorization Letter for attending the Bid Opening

REF: YOUR RFP NO: - _____ Dt _____.

This has reference to your above RFP for supply of _____. Mr. Miss/Mrs.
_____ is hereby authorized to attend the bid
opening of the above RFP _____ DT: _____ on _____
on behalf of our organization.

The specimen signature is attested below :

Specimen Signature Of Representative

Signature of Authorizing Authority

Signature of Attesting Authority

Name of Authorizing Authority

ANNEXURE -C

Manufacturer's Authorization Form

No. _____.

Dated. _____

To
The Asst General Manager,
Technical cell, Estate Policy & Control Section,
G A Wing, Canara Bank
Head Office Annexe, 29 K R Road, Basavanagudi
Bangalore - 560 004

Dear Sir,

RFP Reference No. _____

We _____ who are established and reputed manufacturers of
_____ having factories at _____ and _____

do hereby authorize M/s _____ (Name and address of the Agent/Dealer)
to offer their quotation, negotiate and conclude the contract with you against the
above invitation for RFP offer.

We hereby extend our full guarantee and warranty as per terms and conditions of the
RFP and the contract for the equipment and services offered against this invitation for
RFP offer by the above firm and will extend technical support for a period of **6 years**
from the date of submission of this RFP.

Yours faithfully
(Name)
For and on behalf of

M/s _____

(Name of Manufacturers)

Note: This letter of authority should be on the letterhead of the manufacturing
concern and should be signed by a competent person of the manufacturer.

ANNEXURE - D

Bill of Material and Price Schedule

Supply of the Heavy Duty Note Sorting Machine (4+1) with modular type:

Model Quoted :

S.No	Description of Items	Qty Nos	Rate Per unit (Rs)	Amount / Total Cost (Rs)
1	Cost of the Heavy Duty Note Sorting Machine with all the required hardware, software, and other miscellaneous items as per RFP including, transportation, operationalizing of the machine at site with 12 months of warranty and service during the warranty all as per this RFP. The Price should be inclusive of all applicable Import cost / Excise Duty and exclusive of Goods & Services Taxes etc. Octroi / Entry Tax is payable extra on submission of proof.	9		
2	Annual maintenance Charges exclusive of all Goods & Service taxes, charges, fees.			
2.1	AMC for the 1st year (after warranty period of 12 months)	9		
2.2	AMC for the 2nd year	9		
2.3	AMC for the 3rd year	9		
2.4	AMC for the 4th year	9		
2.5	AMC for the 5th year	9		

Authorized Signature on behalf of the Bidder with full Name.

Notes:

- This bill of material including these Notes, duly filled up and signed, shall be submitted as Financial Bid in a separate sealed envelope as detailed in Instructions to Bidders. A photocopy of the Financial Bid with the prices masked shall be attached in Technical Bid as 'masked price bid'. Technical Bid without 'masked price bid' will be liable for rejection.
- Bidder must take care in filling price information in the Financial Offer, to ensure that there are no typographical or arithmetic errors. All fields must be filled up correctly.
- All the above prices should be inclusive of all imports cost, duties, excise duty, and exclusive of applicable Taxes like Goods & Service Taxes etc. Octroi & entry tax shall be paid by Bank on actual on submission of proof .
- The AMC charges shall be **exclusive of all taxes, Goods & Services Taxes, charges, fees .**
- The Present Value (PV) of the AMC price offered for all the years shall be added to the price of the Machines offered, for the purpose of evaluation of the price bid and arriving at L1. The Present Value (PV) for the AMC component will be calculated as per the following formula:

$$PV = \frac{C}{(1+r)^n}$$

Where 'C' is the annual AMC amount of each year

'r' is Marginal Cost of Fund Based Lending Rate which is presently 8.50%.

'n' is 1 for 1st year, 2 for 2nd year.....5 for 5th Year.

We understand that the above-mentioned figure is for price-comparison purpose only and the bank will pay on actual, taking into account the unit prices quoted by us.

We confirm that we have quoted for 5 years post warranty AMC rates (as per terms and conditions of the RFP), giving the rates/price in our Financial Offer.

Date:

Place:

Signature

(name)

on behalf of

(Name of the bidder)

Annexure - E

TECHNICAL SPECIFICATIONS

HEAVY DUTY NOTE SORTING MACHINE (HDNSM 4+1 POCKETS) WITH MODULAR

The machines shall perform authenticity check with reference to the features of genuine notes as disclosed by the Reserve Bank of India from time to time. Any note which is not found to be having all the features of a genuine note shall be classified by the machine as suspect.

Notes can only be recycled / reissued if they are evaluated as genuine and fit according to the parameters laid down by RBI (see Guidelines on Note Authentication and Fitness Sorting Parameters attached). Authenticity check is a prerequisite for fitness sorting. Fitness sorting can be done only in case of genuine notes. The machines shall be able to identify and separate suspected counterfeits and notes which are unfit for circulation in terms of these standards in a reliable and consistent fashion.

A fit note is a note that is genuine, sufficiently clean to allow its denomination to be readily ascertained and thus suitable for recycling. An unfit note is a note that is not suitable for recycling because of its physical condition or belongs to a series that has been phased out by Reserve Bank of India. All the fitness parameters laid down by RBI are to be evaluated individually. A note must pass all the fitness parameters to be considered fit for recycling.

If the Machine offered by the bidder meets with the following specifications and requirements, the bidder's response to be given as "YES", otherwise the exact specification should be given.

Sl. No.	Details	Remarks by Bidder
1	Model number of machine	
2	Model- Desk top - Ergonomic design, sturdy, capable of working in dusty, hot and humid conditions in India	
3	Number of Stackers with capacity - 4 Nos minimum	
4	Number of Reject Stackers with capacity - 1 No minimum	
5	Minimum Processing Speed - 36000 Notes/ Hour. Machine programmable for diverse sorting parameters	

6	Feeding Pockets Capacity - Minimum 500 Notes with Assisted Feed mechanism	
7	Rejection Pockets Capacity - Minimum 100 Notes with Assisted Feed mechanism	
8	Machine should work on both orientation of the notes	
9	First Note recognition	
10	Denomination sorting	
11	Orientation sorting on all four sides	
12	Facing sorting on both sides	
13	Machine must detect and sort suspect Notes	
14	Fitness sorting: The machines shall perform the following fitness sorting functions as per criteria and standards laid down in RBI Guidelines on Note Authentication and Fitness Sorting Parameters:	
A	Soiling	
B	Limpness:	
C	Dog-Ears	
D	Tears:	
E	Holes:	
F	Stains:	
G	Graffiti:	
H	Crumples/Folds:	
I	Decolouration:	
J	Repair:	

	K	Mutilated, Imperfect and Mismatched Notes	
14		Batching Arrangement with indication in sound or light	
15		Table top model	
16		Machine should have LCD graphic mode Digital display of information with value / Nos. of Notes. That should be Dual display for note counting at cashier as well as towards customer end.	
17		Tape Note: Machine should have sensors for detection of tape note in counting as well fitness sorting modes.	
18		Counterfeit: Machine to have detection of counterfeit note in counting and fitness sorting modes.	
19		Machine should indicate the reason for rejected notes	
20		Up gradation of software : Up gradation of Software or Hardware for new features or changes in existing denomination of notes or type of notes as suggested by RBI time to time and to be free of charge	
21		Sensors : The machine should have all type of sensors like image scan Sensor, magnetic sensor, UV sensor, thickness sensor , infrared sensor, security thread detection etc to check all type of Note authentication and sorting etc.	
22		The technology must be image based or equivalent.	
23		User interface machine should have provision to attach printer, display with function, menu keys and external display for count of notes at no extra cost.	
24		Printer interface facility must be provided free of cost	
25		Power supply requirements and consumption	
26		Voltage stabiliser - inbuilt or external? (at no extra cost)..	
27		Warranty (1 years, unconditional)	

28	Machines should have capability to read and compare both serial Numbers (Optical Character Reading) of the processed banknotes. It should also have the capability to save the serial Numbers of processes banknotes.	
29	Details of EMD: DD No..... Date..... .Amount..... Bank..... Payable at..... Or BG No.....Date..... Amount..... Issue Bank.....	

Guidelines on Note Authentication and Fitness Sorting Parameters

(Ref: DCM(R&D)No.G-26/18.00.14/2009-10 dated May 11, 2010 from RBI)

1. Introduction

A fit note is a note that is genuine, sufficiently clean to allow its denomination to be readily ascertained and thus suitable for recycling. An unfit note is a note that is not suitable for recycling because of its physical condition or belongs to a series that has been phased out by Reserve Bank of India. All the fitness parameters laid down in this document are to be evaluated individually. A note must pass all the fitness parameters to be considered fit for recycling.

These parameters provide the minimum standards for cash handling machines used by banks (hereinafter called 'the machines'). Notes can only be recycled / reissued if they are evaluated as genuine and fit according to these parameters. Authenticity check is a prerequisite for fitness sorting. Fitness sorting can be done only in case of genuine notes. The machines shall be able to identify and separate suspected counterfeits and notes which are unfit for circulation in terms of these standards in a reliable and consistent fashion.

The Reserve Bank of India phases out certain series (issue) of notes from circulation from time to time. These notes, though considered legal Tender/RFP unless otherwise specified, are unfit for recycling. As and when the Reserve Bank of India decides to phase out a specific series (issue) of a specific denomination of notes, the machines shall sort all the phased out notes as unfit, irrespective of their physical condition.

2. Applicability

These parameters are applicable to machines operated by banks, either directly by their staff or indirectly by their agents. These machines can be of any of the following:

- (i) machines which check the authenticity and fitness of notes, i.e. note processing machines / note sorting machines, and
- (ii) machines which check only the authenticity of notes, i.e. note authentication machines. All these machines shall classify the individual notes as either genuine or suspect.

3. Authenticity Check

The machines shall perform authenticity check with reference to the features of genuine notes as disclosed by the Reserve Bank of India from time to time. Any note which is not found to be having all the features of a genuine note shall be classified by the machine as suspect.

4. Fitness Sorting

As a part of fitness sorting, notes with any visual or physical defects are to be sorted as unfit as per the criteria set out in Table 1.

Table 1: Sorting Criteria

Sl. No.	Feature	Criteria
1	Soiling	General distribution of dirt across the entire note
2	Limpness	Structural deterioration resulting in a marked lack of stiffness
3	Dog-ears	Corner folds
4	Tears	Lengthwise and crosswise cuts
5	Holes	Holes of a specific diameter
6	Stains	Localised concentration of dirt
7	Graffiti	Deliberate graphic alteration of the note
8	Crumples	Multiple random folds
9	Decolouration	Lack of ink on part or whole of the note, e.g. a washed note
10	Folds	Folds reducing the length or width of the note
11	Repair	Note repaired using adhesive tape/ paper/ glue

(i) Soiling

Soiling refers to the general distribution of dirt across the entire note or in some patterns. It is a measure of the loss of reflectivity from the unprinted areas due to dirt, ageing (yellowing), wear and extraneous markings and includes decolouration due to ageing, excessive folding wear and other wearing. Soiling increases the optical density and decreases the reflectance of the notes. Notes exceeding the soiling levels set out in Table 2 shall be sorted as unfit. Both the obverse and the reverse of the note shall be checked for soiling.

Table 2: Soiling Levels

Sl. No.	Denomination	Maximum Density	Minimum	Filters
1	Rs. 5	0.07	85 %	Yellow
2	Rs. 10	0.07	85 %	Yellow
3	Rs. 20	0.06	87 %	Yellow
4	Rs. 50	0.06	87 %	Yellow
5	Rs. 100	0.05	90 %	Cyan
6	Rs. 200	0.04	93 %	Blue/Green
7	Rs. 500	0.03	95 %	Grey
8	Rs. 2000	0.03	95 %	Blue/Green

(ii) Limpness

Limpness relates to structural deterioration or wear resulting in a marked lack of stiffness in the note paper. Notes with a very low stiffness shall be sorted as unfit. Notes with very low stiffness of paper, i.e. with paper which is worn out in circulation or mechanically mutilated shall be sorted out as unfit. Detectors for paper quality shall be adapted to the same level as for soiling.

(iii) Dog-Ears

Notes with dog-ears with an area of more than 130 mm² and a minimum length of the smaller edge greater than 10 mm shall be sorted as unfit. Chipped notes shall also be sorted as unfit.

(iv) Tears

Notes exhibiting at least one tear at the edge shall be classified as those having tears. Notes with tears larger than those indicated in Table 3 shall be sorted as unfit.

Table 3: Tears

Sl. No.	Direction	Width	Length
1	Vertical	4 mm	8 mm
2	Horizontal	4 mm	15 mm
3	Diagonal *	4 mm	18 mm

* Measured by drawing a straight line from the peak of the tear to the edge of the note where the tear begins (rectangular projection), rather than measuring the length of the tear itself.

(v) Holes

This refers to notes with at least one visible hole. Notes with holes with area exceeding 10 mm² shall be sorted as unfit.

(vi) Stains

Stains are visible markings which are not part of the feature of a note. Notes shall be detected as unfit if localized - i.e. with limited extension - stain can be recognised on its surface. In case the total area covered by stains exceeds 500 mm², the note shall be sorted as unfit. A note with a single stain covering an area of more than 200 mm² shall be sorted as unfit. Both the obverse and the reverse of the note shall be checked for stains.

(vii) Graffiti

Graffiti refers to deliberate graphic alteration of the note with for example, figures or letters. Fitness sorting criteria in case of graffiti shall be the same as those for stains. Both the obverse and the reverse of the note shall be checked for graffiti.

(viii) Crumples/ Folds

Crumpled / folded notes shall be sorted as unfit if the folds result in reduction of the original note in length or width greater than 5 mm.

(ix) Decolouration

Notes affected by decolouration shall be sorted as unfit if the ink is partially or wholly missing from its surface. Both the obverse and the reverse of the note shall be checked for decolouration.

(x) Repair

A repaired note is created by joining parts of the same note together, for example, by using extraneous matter such as tape, paper or glue. Notes with the following types of repairs shall be sorted as unfit:

- Repairs covering an area greater than 100 mm²; or
- Thickness of the extraneous matter 50 µm or more; or
- Width of the extraneous matter 10 mm or more; or
- Length of the extraneous matter 10 mm or more.

5. Mutilated, Imperfect and Mismatched Notes

A mutilated note is note, of which a portion is missing or which is composed of more than two pieces. An imperfect note is a note, which is wholly or partially, obliterated, shrunk, washed, altered or indecipherable but does not include a mutilated note. A mismatched note is a note, which has been formed by joining a half note of any one note to a half note of another note. Such notes shall be classified as unfit.

DETAILED PROCEDURE FOR CONDUCTING DIFFERENT TESTS ON HEAVY DUTY NOTE SORTING MACHINES (HDNSM).

These tests have to be conducted in presence of the Technical consultants / Agents of National Test House at currency chest / branch / Testing agent Laboratory. The test results have to be recorded in the prescribed format and jointly signed by the representative of the Tender/RFP and the technical consultants.

1. Authenticity check

The machines shall check authenticity of notes with reference to the features of genuine notes as disclosed by the Reserve Bank of India from time to time.

Test procedure: A known number (not less than 100) of suspect notes, which do not have one or more of the features of genuine notes and which are otherwise in good condition, shall be mixed with about 2000 notes fit for circulation and shall be processed. The machine should detect all the suspect notes. The test should be repeated with at least two other denominations.

2. Speed Test

This test should be carried out in the presence of technical consultants to Bank. The speed test should be carried out for all denominations of currency notes (Rs. 10, 20, 50, 100, 200, 500 and 2000). The procedure for carrying out the speed test is outlined below.

Set the machine in the sorting mode

- Load a bundle consisting of **2000** pieces of bank notes.
- Record the time (**T** seconds) required by the machine to process this bundle
- Speed of the machine (**N** notes per hour) is computed using the formula

$$N = \frac{(2000 \times 3600)}{T}$$

T

- Repeat this procedure for all the other denominations.
- The results should be recorded in the format given in **Annexure - St**

3. Repeatability Test

This test will be carried out on notes of denomination Rs. 100, Rs. 200, Rs. 500 and Rs. 2000. The procedure for carrying out the Repeatability test on denomination of Rs. 100 for DTNSM comprises of 12 iterations in total and is outlined below. This procedure will have to be repeated for denominations of Rs. 500 and Rs. 2000.

Iteration-1

- The machine should be configured to sort the note into the following categories - ATM fit, Bank fit(Issuable), Soiled (Non-issuable) and Reject/Suspect .
- Feed the machine with a minimum of **2000 pieces** of bank notes.
- Let ***A1***, ***B1***, ***S1*** and ***R1*** denote respectively the number of ATM fit notes, the number of Bank fit notes, Soiled notes and Reject notes
- Record these numbers in the table provided in Annexure Rt.

Iteration-2(a)

- Feed the machine with notes declared as ATM fit in the first Iteration (Number of notes to be fed is ***A1***).
- Let ***A2a***, ***B2a***, ***S2a*** and ***R2a*** denote respectively the number of ATM fit notes, Bank fit notes, Soiled notes and Reject notes in this iteration.
- Record these numbers in the table provided in Annexure Rt.

Iteration-2(b)

- Iteration 2(a) is repeated i.e. feed the notes declared as ATM fit in the first Iteration (***A1*** number of notes) once again into the machine.
- Let ***A2b***, ***B2b***, ***S2b*** and ***R2b*** denote respectively the number of ATM fit notes, Bank fit notes, Soiled notes and Reject notes in this iteration.
- Record these numbers in the table provided in Annexure Rt.

Iteration-3(a)

- Feed the machine with notes declared as Bank Fit (issuable) in the first Iteration (Number of notes to be fed is ***B1***).
- Let ***A3a***, ***B3a***, ***S3a*** and ***R3a*** denote respectively the number of ATM fit notes, Bank fit notes, Soiled notes and Reject notes in this iteration.
- Record these numbers in the table provided in Annexure Rt.

Iteration-3(b)

- Iteration 3(a) is repeated i.e. feed the notes declared as Bank fit in the first Iteration (***B1*** number of notes) once again into the machine.
- Let ***A3b***, ***B3b***, ***S3b*** and ***R3b*** denote respectively the number of ATM fit notes, Bank fit notes, Soiled notes and Reject notes in this iteration.
- Record these numbers in the table provided in Annexure Rt.

Iteration-4(a)

- Feed the machine with notes declared as Soiled in the first Iteration (Number of notes to be fed is ***S1***).
- Let ***A4a***, ***B4a***, ***S4a*** and ***R4a*** denote respectively the number of ATM fit notes, Bank fit notes, Soiled notes and Reject notes in this iteration.
- Record these numbers in the table provided in Annexure Rt.

Iteration-4(b)

- Iteration 4(a) is repeated i.e. feed the notes declared as Soiled in the first Iteration (***S1*** number of notes) once again into the machine.
- Let ***A4b***, ***B4b***, ***S4b*** and ***R4b*** denote respectively the number of ATM fit notes, Bank fit notes, Soiled notes and Reject notes in this iteration.
- Record these numbers in the table provided in **Annexure Rt.**

Iteration-5(a)

- Feed the machine with notes declared as Reject in the first Iteration (Number of notes to be fed is ***R1***).
- Let ***A5a***, ***B5a***, ***S5a*** and ***R5a*** denote respectively the number of ATM fit notes, Bank fit notes, Soiled notes and Reject notes in this iteration.
- Record these numbers in the table provided in **Annexure Rt.**

Iteration-5(b)

- Iteration 5(a) is repeated i.e. feed the notes declared as Reject in the first Iteration (***R1*** number of notes) once again into the machine.
- Let ***A5b***, ***B5b***, ***S5b*** and ***R5b*** denote respectively the number of ATM fit notes, Bank fit notes, Soiled notes and Reject notes in this iteration.
- Record these numbers in the table provided in **Annexure Rt B.**

The formulae for computing % variation in the sorting of ATM fit, Bank fit, Soiled and Reject notes are given in **Annexure Rt.**

4. Test for detecting Counterfeit/Damaged/Old series bank notes.

To conduct this test the machine should be fed with counterfeit (forged), notes having holes, notes of incorrect dimension, notes having tears, tapes, missing parts and stains and Ashoka pillar series notes and bank notes of Rs. 500 denomination of Mahatma Gandhi (MG) series (1996). This test should be conducted on bank

notes of all denominations (Rs. 10, 20, 50, 100, 500, 2000) Such defective notes should be mixed with 100 pieces of genuine notes of the corresponding denomination and fed to the machine. The machine should respond in the following manner.

- Ashoka pillar series note, bank notes of Rs. 500 denomination Mahatma Gandhi (MG) series (1996) should go to the non-issuable i.e. soiled pocket.
- All the (100%) forged notes, notes of incorrect dimension, notes having tears, tapes, missing parts and improper thickness should be detected by the machine and sent to the reject/suspect pocket.
- Notes having big holes/ number of holes, stains should go to the reject pocket.
- The results have to be tabulated in the format given in **Annexure Ct.**

Annexure St

Speed Test

Name of the supplier:

Model number :

Structure : Singular/ Modular

No. of pockets :

Test Results

Denomination	Time taken (in seconds) to	Speed of the machine
Rs. 10		
Rs. 20		
Rs. 50		
Rs. 100		
Rs. 200		
Rs. 500		
Rs. 2000		
Average speed of the machine (Notes/ Hour) =		

Other observations (if any)

We have carefully gone through the speed test procedure given to us and have understood the contents thereof.

We confirm that the speed test was conducted in the presence of representative of the Tender/RFP and that the results recorded in the above format reflect the factual position.

We are signing this test result jointly as already agreed by us while submitting the Tender/RFP document.

1. Authorized Representative

2. Bank Officials

3. National Test House.

Repeatability Test

Performance of the Heavy Duty Note Sorting Machine (HDNSM) while undergoing the test for Repeatability.

Name of the supplier :
 Model number :
 Structure : Singular/ Modular
 No. of pockets :

Annexure Rt

Machine is configured to classify the notes as ATM Fit, Bank Fit (Issuable), Soiled (Non-issuable) and Reject/ Suspect.

Iteration-1

Denomination (Rs.)		100	200	500	2000
No. of notes processed					
No. of ATM Fit	<i>A1</i>				
No. of Bank Fit	<i>B1</i>				
No. of Soiled (Non-	<i>S1</i>				
No of Reject/Suspect	<i>R1</i>				

Iteration-2(a) : Notes declared as ATM Fit in Iteration-1 are processed

Denomination (Rs.)		100	200	500	2000
No. of notes processed	<i>A1</i>				
No. of ATM Fit	<i>A2a</i>				
No. of Bank Fit	<i>B2a</i>				
No. of Soiled (Non-	<i>S2a</i>				
No of Reject/Suspect	<i>R2a</i>				

Iteration-2(b) : Notes declared as ATM Fit in Iteration-1 are processed again

Denomination (Rs.)		100	200	500	2000
No. of notes processed	<i>A1</i>				
No. of ATM Fit	<i>A2b</i>				
No. of Bank Fit	<i>B2b</i>				
No. of Soiled (Non-	<i>S2b</i>				
No of Reject/Suspect	<i>R2b</i>				

Annexure Rt
(continued)

Iteration-3(a) : Notes declared as Bank Fit (Issuable) in Iteration-1 are processed

Denomination (Rs.)		100	200	500	2000
No. of notes processed	<i>B1</i>				
No. of ATM Fit	<i>A3a</i>				
No. of Bank Fit	<i>B3a</i>				
No. of Soiled (Non-	<i>S3a</i>				
No of Reject/Suspect	<i>R3a</i>				

Iteration-3(b) : Notes declared as Bank Fit (Issuable) in Iteration-1 are processed again

Denomination (Rs.)		100	200	500	2000
No. of notes processed	<i>B1</i>				
No. of ATM Fit	<i>A3b</i>				
No. of Bank Fit	<i>B3b</i>				
No. of Soiled (Non-	<i>S3b</i>				
No of Reject/Suspect	<i>R3b</i>				

Iteration-4(a) : Notes declared as Soiled (Non-issuable) in Iteration-1 are processed

Denomination (Rs.)		100	200	500	2000
No. of notes processed	<i>S1</i>				
No. of ATM Fit	<i>A4a</i>				
No. of Bank Fit	<i>B4a</i>				
No. of Soiled (Non-	<i>S4a</i>				
No of Reject/Suspect	<i>R4a</i>				

Iteration-4(b) : Notes declared as Soiled (Non-issuable) in Iteration-1 are processed again

Denomination (Rs.)		100	200	500	2000
No of notes processed	<i>S1</i>				
No. of ATM Fit	<i>A4b</i>				
No. of Bank Fit	<i>B4b</i>				
No. of Soiled (Non-	<i>S4b</i>				
No of Reject/Suspect	<i>R4b</i>				

Iteration-5(a) Notes declared as Reject/Suspect in Iteration-1 are processed

Denomination (Rs.)		100	200	500	2000
No. of notes processed	<i>R1</i>				
No. of ATM Fit	<i>A5a</i>				
No. of Bank Fit	<i>B5a</i>				
No. of Soiled (Non-	<i>S5a</i>				
No of Reject/Suspect	<i>R5a</i>				

**Annexure Rt
(continued)**

Iteration-5(b) Notes declared as Reject/ Suspect in Iteration-1 are processed again

Denomination (Rs.)		100	200	500	2000
No. of notes processed	<i>R1</i>				
No. of ATM Fit	<i>A5b</i>				
No. of Bank Fit	<i>B5b</i>				
No. of Soiled (Non-	<i>S5b</i>				
No of Reject/Suspect	<i>R5b</i>				

% variation in the sorting of notes

Denomination (Rs.)		100	200	500	2000
Sorting of ATM Fit Notes	$(B2a + S2a + R2a) \times 100 / A1$				
	$(B2b + S2b + R2b) \times 100 / A1$				
Sorting of Bank Fit (Issuable) Notes	$(A3a + S3a + R3a) \times 100 / B1$				
	$(A3b + S3b + R3b) \times 100 / B1$				
Sorting of Soiled (Non-issuable) Notes	$(A4a + B4a + R4a) \times 100 / S1$				
	$(A4b + B4b + R4b) \times 100 / S1$				
Sorting of Reject/Suspect Notes	$(A5a + B5a + S5a) \times 100 / R1$				
	$(A5b + B5b + S5b) \times 100 / R1$				

% variation calculated in each cell should be less than 5%

Observations (if any)

We have carefully gone through the Repeatability Test procedure given to us and have understood the contents thereof.

We confirm that the Repeatability Test was conducted in the presence of representative of the Tender/RFPper and that the results recorded in the above format reflect the factual position.

We are signing this test result jointly as already agreed by us while submitting the Tender/RFP document.

1. Authorized Representative)

2. Bank Officials

3. National Test House.

Annexure - Ct

TEST FOR DETECTING COUNTERFEIT/ DAMAGED/ OLD SERIES BANK NOTES

Performance of the DTNSM while undergoing the test for detection of counterfeit notes / notes having improper dimension / notes with holes, tears, stains etc.

Name of the supplier :

Model number :

Structure : Modular / Singular

No. of pockets :

Hundred numbers of Fit (Issuable) bank notes of a particular denomination are mixed with known number of counterfeit (forged) notes, notes having holes, notes of incorrect dimension, notes having tears, tapes, missing parts and stains, Ashoka pillar series notes. The mixture is fed to the machine under test and set to classify. The test is carried out for notes all denomination and the results are tabulated.

SIN o	Particulars of notes fed	Denomination wise number of notes fed						Denomination wise result of number of notes that were correctly counted/sorted/checked/detected					
		10	50	100	200	500	2000	10	50	100	200	500	2000
1	Fit (Issuable)												
2	Soiled (Non-issuable)												
3	Ashoka Pillar series												
4	Mahatma Gandhi (MG)												
5	Counterfeit notes												
6	Notes having holes												
7	Notes of incorrect												

8	Notes having tears, tapes, missing parts, stains, improper												
---	--	--	--	--	--	--	--	--	--	--	--	--	--

Note:

1. Notes in category 2, 3 & 4 should go to the soiled pocket
2. Notes in category 5, 6, 7 & 8 should go to the reject pocket

Observations (if any)

We have carefully gone through the **Counterfeit/ Damaged/ Old series** Test procedure given to us and have understood the contents thereof.

We confirm that the **Counterfeit/ Damaged/ Old series** Test was conducted in the presence of representative of the Tender/RFPper and that the results recorded in the above format reflect the factual position.

We are signing this test result jointly as already agreed by us while submitting the Tender/RFP document.

1. Authorized Representative)

2. Bank Officials

3. National Test House.

Annexure - S

Stress Test

This test is conducted to check the suitability of the machine to work continuously for long hours. The test shall be conducted under conditions similar to those that are available in normal branches and currency chests.

Test procedure: The machine should be put to work continuously for 6 hours daily for 4 consecutive days. The machine may be given rest for 10 minutes after each hour of working. During each hour, the machine should work continuously. Details of stoppages or breakdown, if any, (number of occasions, time, time taken to restart, nature of break down etc) and other defects or abnormal behavior etc noticed during the test should be carefully recorded.

1. Authorized Representative)

2. Bank Officials

3. National Test House.

Annexure G

Details of Tentative Locations where the Heavy Duty Note sorting machines will be deployed

Sl No	Currency Chest Name	Circle Name
1	Ludhiana CC	Chandigarh
2	Etah CC	Lucknow
3	Ghaziabad CC	Delhi
4	Rawatsar CC	Jaipur
5	Merta City	Jaipur
6	TCS Street	Chennai
7	Habibulla Road	Chennai
8	Kollam	Trivandrum
9	Tripunithra	Trivandrum

Annexure - H

BANK GUARANTEE FORMAT FOR EARNEST MONEY DEPOSIT

To

WHEREAS _____ (Name of bidder) (hereinafter called "the bidder " has submitted its RFP dated _____ (Date) for the execution of (Name of Contract)_____ (hereinafter called "the RFP") in favour of Canara Bank hereinafter called the " Employer ";

KNOW ALL MEN by these presents that we, _____ Bank, a body corporate constituted under the Banking Companies (Acquisition & Transfer of Undertakings) Act, 1970 having its Head Office at _____ amongst others a branch at _____ (hereinafter called "the Bank" are bound unto the employer _____ for the sum of Rs _____ (Rupees _____ only) for which payment well and truly to be made to the said Employer, the Bank binds itself, its successors and assigns by these presents;

THE CONDITIONS of this obligation are:

- (a) If the bidder withdraws its RFP during the period of RFP validity specified in the RFP; or
- (b) If the bidder having been notified of the acceptance of his RFP by the Employer during the period of RFP validity;
 - (i) Fails or refuses to execute the Agreement, if required; or
 - (ii) Fails or refuses to furnish the performance security or security Deposit, in accordance with clause 9 of Terms and Conditions of this RFP.

We undertake to pay to the Employer up to the above amount upon receipt of his first written demand without the Employer having to substantiate his demand, provided that in his demand the Employer will note that the amount claimed by him is due to him owing to the occurrence of one or both of the two conditions, specifying the occurred condition or conditions.

Notwithstanding anything contained herein,

- 1) our liability under this Bank guarantee shall not exceed Rs _____ (Rupees _____ only)
- 2) The bank Guarantee is valid upto _____ and
- 3) We are liable to pay the guaranteed amount or any part thereof under this Bank guarantee only and only if you serve upon us a written claim or demand on or before _____ (mention period of the Guarantee as found under clause (ii) above plus claim period)

Dated _____ day of _____ 2019_

SIGNATURE OF THE BANK

ANNEXURE - I - AGREEMENT FORMAT

FORM OF AGREEMENT

This agreement made the _____ day of the month of _____ in the year 2019 BETWEEN, Canara Bank a body corporate constituted under the Banking Companies (Acquisition and Transfer of undertakings Act, 1970, having its Head office, 112, J C Road, Bangalore) represented by AGM & its duly constituted attorney (hereinafter referred to as the Employer / Bank) on the ONE PART; and

*Sri _____ S/D/o _____
_ resident of _____ the sole proprietor of
M/s _____ having office at the following
address _____

* M/s. _____ the partnership firm having an administrative/principal office at _____ represented by its Managing/duly authorised partner.

* M/s. _____ company/body corporate incorporated under the provisions of the Companies Act 1956 having its registered office at the following address _____, duly represented at _____ duly represented by its constituted and authorised Managing Director, Shri _____ and (hereinafter called the vendor which term shall also be called the Supplier or the Contractor) on the other part

WHEREAS THE Employer / Bank is desirous to purchase ___ Heavy Duty Note Sorting Machines for their identified Currency Chests across India as detailed in the RFP _____ Dated _____ and opened on _____ furnished by the Vendor for the supply, operationalizing and performance of such supply has been accepted by the Employer on the terms and conditions as set out therein and interalia others.

NOW THIS AGREEMENT WITNESSETH as follows:

1. In this agreement words and expression shall have the same meanings as are respectively assigned to them in the conditions of contract hereinafter referred to.

2. The following documents not inconsistent with these presents shall be deemed to form and be read and construed as part of this agreement viz;

a) Notice inviting RFP

b) General Rules and Instructions for the guidance of Bidders.

c) Terms and conditions of the RFP.

d) All Annexures of the RFP

e) The details submitted in technical bid, design, technical brochures, drawings and such other details etc.

f) Price bid

g) The Purchase order , Letters from & to the Vendor, if any, leading to and prior to issue of purchase order .

3. In consideration of the payments to be made by the Employer to the Vendor, the Vendor hereby covenants and agrees with the Employer to supply the items perform the supply in conformity in all respects and subject to all terms and conditions/rules as mentioned in this RFP as also in the aforesaid documents which shall form part of this agreement.

In witness whereof the parties hereto have hereunto set their respective hands and seals the day and year first above written.

Signed, sealed and delivered by the said Vendor

_____ to the Employer _____ in the presence of:

Signature of Vendor (with seal)

Signature of Authorised representative
of the Employer / Accepting Authority.

Witness (Signature, Name & Address):

1).

2).

ANNEXURE - J - SECURITY DEPOSIT FORMAT

BANK GUARANTEE FORMAT FOR SECURITY DEPOSIT

Guarantee No.....

Amount of Guarantee Rs.....

Guarantee cover from Dated :

To Dated:

Last Date for Lodgement of claim:

To:

.....
.....
.....
.....

In consideration of (hereinafter called "Beneficiary") having agreed to exempt Ltd., having its Registered Office situated at (hereinafter called the "the obligator(s)") from the demand of security deposit of Rs..... (Rupees only) under the terms and conditions of an agreement dated (hereinafter called the "said Agreement") for the due fulfillment by the said obligator of the terms and conditions contained in the said agreement, on production of the Bank Guarantee for Rs..... (Rupees only), at the request of the obligator _____ Bank, a body corporate constituted under the Banking Companies (Acquisition & Transfer of undertakings) Act, 1970 having its Head Office at _____ amongst others a branch at (hereinafter referred to as "the Bank") has agreed to give following guarantee in favour of the beneficiary for an amount not exceeding Rs..... (Rupees only) against any loss or damage caused to or suffered or would be caused to or suffered by reason of any breach by the said Obligator(s) of any of the terms and conditions contained in the said agreement.2/-

- : 2 : -

1. We, the Bank to hereby undertake to pay the amount payable under this guarantee without any demur merely on a demand from the beneficiary stating that the amount claimed is due by way of loss or damage caused to or would be caused to or suffered by reason or any breach of the terms and conditions contained in the said agreement or by reason of the obligator's failure to perform the said agreement. Any such demand in writing made on the Bank shall be conclusive as regards the amount due and payable by the Bank under the guarantee. However, our liability under this guarantee shall be restricted to an amount not exceeding Rs.....
2. We, the Bank further agree that the guarantee herein contained shall remain in full force and effect during the period that would be taken for the performance of the said agreement and that it shall continue to be enforceable till all the dues of the beneficiary under or by virtue of the said agreement have been fully paid and its claims satisfied or till the beneficiary certifies that the terms and conditions of the said agreement have been fully discharged this guarantee. Unless a demand for claim under this guarantee is made on us in writing on or before we shall be discharged from all liabilities under this guarantee thereafter.
3. We, the Bank further agree that the beneficiary shall have the fullest liberty, without consent and without effecting in any manner or obligations hereunder, to extend time of performance the said obligator(s) from time to time or to postpone for any time any of the powers exercisable by the beneficiary against the said obligator(s) and to forbear or enforce any of the terms and conditions relating to the said agreement and we shall not be relieved of our liability by reason of any extension being granted to the said obligator(s) for any forbearance, act or omission on the part of the beneficiary or any indulgence by the beneficiary to the said obligator(s) or by any such matter or thing whatsoever which under the law relating to sureties would not for this provision have effect of so relieving us.
4. We, the Bank lastly undertake not to revoke this guarantee during its currency except with the previous consent of the beneficiary in writing.

....3/-

- : 3 : -

5. Notwithstanding anything contained herein:

(i) Our liability under this Bank Guarantee shall not exceed Rs.

(Rupees only)

(ii) This Bank Guarantee is valid upto and

(iii) We are liable to pay the guaranteed amount or any part thereof under this Bank Guarantee only and only if you serve upon us a written claim or demand on or before (mention period of the guarantee as found under clause(ii) above plus claim period)

PLACE:

DATE :

SIGNATURE

ANNEXURE - K

Undertaking Letter in Your Letter Head with Technical Bid

To,

The Asst General Manager
Canara Bank,
Technical Cell, E P C Section,
General Administration Wing
Head Office (Annex), Bangalore -4

SUBJECT: RFP -01/HDNSM/19-20 DT:23.08.2019

Dear Sir,

This has reference to your above RFP published in your banks web site and NIC web site .

We hereby state that we M/s _____ have submitted the above offer documents duly filling at the appropriate places without making any alterations , corrections , omissions in the offer issued by the bank or downloaded from the web site.

Signature & Name of the Bidder with seal

APPENDIX- L

(DECLARATION TO BE SUBMITTED ON LETTER HEAD OF THE BIDDER)

Ref: RFP -01/HDNSM/19-20 DT: 23.08.2019

I / We hereby declare that I / We have not been banned or delisted or debarred by any Government , Quasi Government Agencies, Public Sector Undertakings or Private Companies anywhere, anytime.

Should it be observed anytime during currency of the bidding process or during execution of the work that I / We have been banned, delisted or debarred by any of the above Agencies, then I / We agree for termination of the contract forthwith and also agree for forfeiture of our Earnest Money Deposit and Security cum Performance Deposit, if any, by Canara Bank, without any recourse.

Dated:

Signature & Name of the Bidder with seal

ANNEXURE - M
PRE CONTRACT INTEGRITY PACT FORMAT
PRE CONTRACT INTEGRITY PACT

Between

This pre-bid contract Agreement (herein after called the Integrity Pact) is made on ____ day of the month 2019, between, CANARA BANK hereinafter referred to as "The Principal", a body corporate constituted under Banking Companies (Acquisition and transfer of undertakings), Act 1970 having its Head office at 112, J.C. Road, Bangalore 560 002, with branches spread over India and abroad (hereinafter referred to as BUYER which expression shall include its successors and assigns) acting through Shri _____, (Designation of the officer) representing _____, of the BUYER, of the FIRST PART

AND

M/s. _____ represented by Shri _____ Chief Executive Officer/Authorised Signatory (hereinafter called the "The Bidder/ Seller/ Contractor/ Service Provider", which expression shall mean and include, unless the context otherwise requires, his successors and permitted assigns), of the SECOND PART

The Principal intends to award, under laid down organizational procedures, contract/s for _____. The Principal values full compliance with all relevant laws of the land, rules, regulations, economic use of resources and of fairness/ transparency in its relations with its Bidder(s) and / or Contractor(s).

In order to achieve these goals, the Principal will appoint Independent External Monitors (IEMs) who will monitor the tender process and the execution of the contract for compliance with the principles mentioned above.

Section 1 - Commitments of the Principal

(1) The Principal commits itself to take all measures necessary to prevent corruption and to observe the following principles:-

- a) No employee of the Principal, personally or through family members, will in connection with the tender for, or the execution of a contract, demand, take a promise for or accept, for self or third person, any material or immaterial benefit which the person is not legally entitled to.
- b) The Principal will, during the tender process treat all Bidder(s) with equity and reason. The Principal will in particular, before and

during the tender process, provide to all Bidder(s) the same information and will not provide to any Bidder(s) confidential/ additional information through which the Bidder(s) could obtain an advantage in relation to the tender process or the contract execution.

c) The Principal will exclude from the process all known prejudiced persons.

(2) If the Principal obtains information on the conduct of any of its employees which is a criminal offence under the IPC/PC Act, or if there be a substantive suspicion in this regard, the Principal will inform the Chief Vigilance Officer and in addition can initiate disciplinary actions.

Section 2 - Commitments of the Bidder(s)/ Contractor(s)

(1) The Bidder(s)/ Contractor(s) commit themselves to take all measures necessary to prevent corruption. The Bidder(s)/ Contractor(s) commit themselves to observe the following principles during participation in the tender process and during the contract execution.

a) The Bidder(s)/ Contractor(s) will not, directly or through any other person or firm, offer, promise or give to any of the Principal's employees involved in the tender process or the execution of the contract or to any third person any material or other benefit which he/ she is not legally entitled to, in order to obtain in exchange any advantage of any kind whatsoever during the tender process or during the execution of the contract.

b) The Bidder(s)/ Contractor(s) will not enter with other Bidders into any undisclosed agreement or understanding, whether formal or informal. This applies in particular to prices, specifications, certifications, subsidiary contracts, submission or non-submission of bids or any other actions to restrict competitiveness or to introduce cartelisation in the bidding process.

c) The Bidder(s)/ Contractor(s) will not commit any offence under the relevant IPC/PC Act; further the Bidder(s)/ Contractor(s) will not use improperly, for purposes of competition or personal gain, or pass on to others, any information or document provided by the Principal as part of the business relationship, regarding plans, technical proposals and business details, including information contained or transmitted electronically.

d) The Bidder(s)/ Contractor(s) will, when presenting their bid, disclose any and all payments made, is committed to or intends to make to agents, brokers or any other intermediaries in connection with the award of the contract.

e) Bidder(s)/Contractor(s) who have signed the Integrity Pact shall not approach the Courts while representing the matter to IEMs and shall wait for their decision in the matter.

(2) The Bidder(s)/ Contractor(s) will not instigate third persons to commit offences outlined above or be an accessory to such offences.

Section 3 - Disqualification from tender process and exclusion from future contracts

If the Bidder(s)/Contractor(s), before award or during execution has committed a transgression through a violation of Section 2, above or in any other form such as to put their reliability or credibility in question, the Principal is entitled to disqualify the Bidder(s)/Contractor(s) from the tender process or take action as below -

(1) Any breach of the provisions herein contained by the BIDDER/SELLER /CONTRACTOR/SERVICE PROVIDER or any one employed by it or acting on its behalf (whether with or without the knowledge of the BIDDER/SELLER/CONTRACTOR/SERVICE PROVIDER shall entitle the BUYER to take all or any one of the following actions, wherever required:-

- a) To immediately call off the pre-contract negotiations without assigning any reason or giving any compensation to the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER. However, the proceedings with the other BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER(s) would continue.
- b) To forfeitfully or partially the Earnest Money Deposit (in pre-contract stage) and/or Security Deposit/Performance Bond (after the contract is signed), as decided by the BUYER and the BUYER shall not be required to assign any reason therefor.
- c) To immediately cancel the contract, if already signed, without giving any compensation to the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER.
- d) To recover all sums already paid by the BUYER, and in case of the Indian BIDDER/SELLER/CONTRACTOR/SERVICE PROVIDER with interest thereon at 2% higher than the prevailing Prime Lending Rate of (Name of the Bank/Financial Institution) while in case of a BIDDER/SELLER/CONTRACTOR/SERVICE PROVIDER from a country other than India with Interest thereon at 2% higher than the LIBOR. If any outstanding payment is due to the BIDDER/SELLER /CONTRACTOR from the BUYER in connection with any other contract such outstanding payment could also be utilized to recover the aforesaid sum and interest. The BUYER shall also be

entitled to recover the replacement costs from BIDDER/SELLER/CONTRACTOR/SERVICE PROVIDER.

- e) To encash the advance bank guarantee and performance bond/ warranty bond, if furnished by the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER, in order to recover the payments, already made by the BUYER, along with interest.
- f) To cancel all or any other contracts with the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER and the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER shall be liable to pay compensation for any loss or damage to the BUYER resulting from such cancellation/rescission and the BUYER shall be entitled to deduct the amount so payable from the money(s) due to the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER.
- g) To debar the BIDDER/SELLER/CONTRACTOR/SERVICE PROVIDER from participating in future bidding processes of the BUYER for a minimum period of five years, which may be further extended at the discretion of the BUYER.
- h) To recover all sums paid in violation of this Pact by BIDDER/ SELLER/ CONTRACTOR/ SERVICEPROVIDER(s) to any middlemen or agent or broker with a view to securing the contract.
- i) In cases where irrevocable Letters of Credit have been received in respect of any contract signed by the BUYER with the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER, the same shall not be opened.
- j) Forfeiture of The Performance Bond in case of a decision by the BUYER to forfeit the same without assigning any reason for imposing sanction for violation of this Pact.
- k) The BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER shall not lend to or borrow any money from or enter into any monetary dealings or transactions, directly or indirectly, with any employee of the BUYER, and if he does so, the BUYER shall be entitled forthwith to rescind the contract and all other contracts with the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER. The BIDDER/SELLER/ CONTRACTOR shall be liable to pay compensation for any loss or damage to the BUYER resulting from such rescission and the BUYER shall be entitled to deduct the amount so payable from the money(s) due to the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER.

(2) The BUYER will be entitled to take all or any of the actions mentioned as per above clause - 1 (i) to (xi) of this Pact, also in the event of commission by the BIDDER/ SELLER/ CONTRACTOR/ SERVICE PROVIDER or anyone employed by it or acting on its behalf (whether with or without the knowledge of the BIDDER), of an offence as defined In Chapter IX of the Indian Penal code, 1860 or Prevention of Corruption Act, 1988 or any other statute enacted for prevention of corruption.

(3) The decision of the BUYER to the effect that a breach of the provisions of this pact has been committed by the BIDDER/ SELLER/ CONTRACTOR shall be final and conclusive on the BIDDER/ SELLER / CONTRACTOR. However, the BIDDER/SELLER/CONTRACTOR/SERVICE can approach the Independent External Monitor (s) appointed for the purpose of this pact.

Section 4 - Compensation for Damages

(1) If the Principal has disqualified the Bidder(s) from the tender process prior to the award according to Section 3, the Principal is entitled to demand and recover the damages equivalent to Earnest Money Deposit/ Bid Security.

(2) If the Principal has terminated the contract according to Section 3, or if the Principal is entitled to terminate the contract according to Section 3, the Principal shall be entitled to demand and recover from the Contractor liquidated damages of the Contract value or the amount equivalent to Performance Bank Guarantee.

Section 5 - Previous Transgression

(1) The Bidder declares that no previous transgressions occurred in the last three years with any other Company in any country conforming to the anti-corruption approach or with any Public Sector Enterprise in India that could justify his exclusion from the tender process.

(2) If the Bidder makes incorrect statement on this subject, he can be disqualified from the tender process or action can be taken as mentioned in section 3, clause - 1a to 1k).

Section 6 - Equal Treatment of all Bidders/ Contractors/ Subcontractors

1. In case of Sub-contracting, the Principal Contractor shall take the responsibility of the adoption of Integrity Pact by the Sub-contractor.

2. The Principal will enter into agreements with identical conditions as this one with all Bidders and Contractors.

3. The Principal will disqualify from the tender process all bidders who do not sign this Pact or violate its provisions.

Section 7 - Criminal charges against violating Bidder(s)/ Contractor(s) / Subcontractor(s)

If the Principal obtains knowledge of conduct of a Bidder, Contractor or Subcontractor, or of an employee or a representative or an associate of a Bidder, Contractor or Subcontractor which constitutes corruption, or if the Principal has substantive suspicion in this regard, the Principal will inform the same to the Chief Vigilance Officer.

Section 8 - Independent External Monitor

1. The Principal appoints competent and credible Independent External Monitor for this Pact after approval by Central Vigilance Commission. The task of the Monitor is to review independently and objectively, whether and to what extent the parties comply with the obligations under this agreement.
2. The Monitor is not subject to instructions by the representatives of the parties and performs his/her functions neutrally and independently. The Monitor would have access to all Contract documents, whenever required. It will be obligatory for him/ her to treat the information and documents of the Bidders/Contractors as confidential. He/ she reports to the Managing Director, CANARA BANK.
3. The Bidder(s)/Contractor(s) accepts that the Monitor has the right to access without restriction to all Project documentation of the Principal including that provided by the Contractor. The Contractor will also grant the Monitor, upon his/her request and demonstration of a valid interest, unrestricted and unconditional access to their project documentation. The same is applicable to Sub-contractors.
4. The Monitor is under contractual obligation to treat the information and documents of the Bidder(s)/ Contractor(s)/ Sub-contractor(s) with confidentiality. The Monitor has also signed declarations on 'Non-Disclosure of Confidential Information' and of 'Absence of Conflict of Interest'. In case of any conflict of interest arising at a later date, the IEM shall inform the Managing Director, CANARA BANK and recuse himself / herself from that case.
5. The Principal will provide to the Monitor sufficient information about all meetings among the parties related to the Project provided such meetings could have an impact on the contractual relations between the Principal and the Contractor. The parties offer to the Monitor the option to participate in such meetings.

6. As soon as the Monitor notices, or believes to notice, a violation of this agreement, he/she will so inform the Management of the Principal and request the Management to discontinue or take corrective action, or to take other relevant action. The monitor can in this regard submit non-binding recommendations. Beyond this, the Monitor has no right to demand from the parties that they act in a specific manner, refrain from action or tolerate action.
7. The Monitor will submit a written report to the Managing Director, CANARA BANK within 8 to 10 weeks from the date of reference or intimation to him by the Principal and, should the occasion arise, submit proposals for correcting problematic situations.
8. If the Monitor has reported to the Managing Director, CANARA BANK, a substantiated suspicion of an offence under relevant IPC/ PC Act, and the Managing Director, CANARA BANK has not, within the reasonable time taken visible action to proceed against such offence or reported it to the Chief Vigilance Officer, the Monitor may also transmit this information directly to the Central Vigilance Commissioner.
9. The word 'Monitor' would include both singular and plural.

Section 9 - Pact Duration

This Pact begins when both parties have legally signed it. It expires for the Contractor 12 months after the last payment under the contract, and for all other Bidders 6 months after the contract has been awarded. Any violation of the same would entail disqualification of the bidders and exclusion from future business dealings.

If any claim is made / lodged during this time, the same shall be binding and continue to be valid despite the lapse of this pact as specified above, unless it is discharged/ determined by the Managing Director, CANARA BANK.

Section 10 - Other provisions

1. This agreement is subject to Indian Law. Place of performance and jurisdiction is the Registered Office of the Principal, i.e. _____.
2. Changes and supplements as well as termination notices need to be made in writing. Side agreements have not been made.
3. If the Contractor is a partnership or a consortium, this agreement must be signed by all partners or consortium members.
4. Should one or several provisions of this agreement turn out to be invalid, the remainder of this agreement remains valid. In this case, the parties will strive to come to an agreement to their original intentions.

5. Issues like Warranty /Guarantee etc. shall be outside the purview of IEMs.

(For & On behalf of the Principal)

Contractor)

(Office Seal)

Place:

Date :

(For & On behalf of Bidder/

(Office Seal)

Witness 1:

(Name & Address)

Witness 2:

(Name & Address)

Annexure - N

PURCHASE PREFERENCE

Purchase Preference to Micro and Small Enterprises (MSEs) and Startups and Purchase Preference linked with Local Content (PP-LC) shall be applicable subject to full compliance of other terms and conditions of the RFP and Contract. Following are the conditions applicable as per the Government of India Guidelines on Purchase Preference.

1. Micro & Small Enterprises [MSEs]:

Procurement through MSEs (Micro & Small Enterprises) will be done as per the Policy guidelines issued by the Ministry of Micro, Small & Medium Enterprises vide Gazette notification no. D.L.-33004/99 dated 23.03.2012 and as amended from time to time. Following are the conditions applicable as per the Government of India Guidelines

1.1. MSEs should provide proof of their being registered as MSE (indicating the Terminal Validity Date of their Registration) **for the item** under Tender/ RFP along with their offer, with any agency mentioned in the Notification, including:

1.1.1. District Industries Centres or

1.1.2. Khadi Village Industries Commission or

1.1.3. Khadi & Village Industries Board or

1.1.4. Coir Board or National Small Industries Corporation or

1.1.5. Directorate of Handicrafts & Handloom or

1.1.6. Any other body specified by the Ministry of Micro, Small & Medium Enterprises.

1.1.7. For ease of registration of Micro and Small Enterprises (MSMEs), Ministry of MSE has started Udyog Aadhaar Memorandum which is an online registration system (free of cost) w.e.f. 18th September, 2015 and all Micro & Small Enterprises (MSEs) who are having Udyog Aadhaar Memorandum should also be provided all the benefits available for MSEs under the Public Procurement Policy for Micro and Small Enterprises (MSEs), Order 2012.

1.2. MSEs participating in tenders, quoting price within price band of L1+15% shall also be allowed to supply a portion of requirement by bringing down their price to L1 in a situation where L1 price is from someone other than MSE & such MSE shall be allowed to supply at least 20% of total tendered value. In case there are more than one MSEs within such price band and agree to bring down their price to L1, the 20% quantity is to be distributed proportionately among these Bidders.

- 1.3. MSEs are exempted from paying Application fee/cost & EMD, subject to furnishing of Valid certificate for claiming Exemption.
- 1.4. The Eligible MSEs who intend to match the L1 Price (ultimately decided by the Bank) shall indicate the willingness to match the L1 Price within 6 working days from the date of communication from the Bank to avail the purchase preference.
- 1.5. Bidder has to submit as self-declaration accepting that if they are awarded the contract and they fail to sign the contract, or to submit a performance security before the deadline defined in the RFP, they will be suspended for the period of three years from being eligible to submit Bids for contracts with Canara Bank as per Form PP-B.
- 1.6. The aforesaid Policy is meant for procurement of only goods produced and Services rendered by MSEs and not for any trading activities by them. An MSE unit will not get any Purchase Preference over any other MSE Unit.
- 1.7. The details are available on web site dcmsme.gov.in. Interested vendors are requested to go through the same for details.

2. Startup:

- 2.1. Applicable for Indian Bidders only as defined in gazette notification no. D.L-33004/99 dated 11.04.2018 of Ministry of Commerce and Industry and as amended from time to time.
- 2.2. As mentioned in Section-II of O.M. No.F.20/2/2014-PPD(Pt.) dated 20.09.2016 of Procurement Policy Division, Department of Expenditure, Ministry of Finance on Prior turnover and prior experience, relaxations may be applicable for all Startups [whether Micro & Small Enterprises (MSEs) or otherwise] subject to meeting of the quality and technical specifications specified in tender document.
- 2.3. Further, the Startups are also exempted from submission of Tender Fee and EMDs.
- 2.4. For availing the relaxations, bidder is required to submit requisite certificate towards Startup enterprise registration issued by Department of Industrial Policy and Promotion, Ministry of Commerce and the certificate should be certified by the Chartered Accountant (not being an employee or a Director or not having any interest in the bidder's company/firm) and notary public with legible stamp.
- 2.5. Bidder has to submit as self-declaration accepting that if they are awarded the contract and they fail to sign the contract, or to submit a performance security before the deadline defined in the RFP, they will be suspended for the period of three years from being eligible to submit Bids for contracts with Canara Bank as per Form PP-B.

3. Procurement through Local Suppliers (Make in India):

Department of Industrial Policy and Promotion under Ministry of Commerce and Industry vide letter no. P-45021/2/2017-PP (BE-II) dated 28.05.2018 has notified revised guidelines to be followed to promote manufacturing and production of goods and services in India under “Make in India” initiative.

3.1. “Local Supplier” means a supplier or service provider whose product or service offered for procurement meets the minimum local content as prescribed under the aforesaid order or by the competent Ministries/Departments in pursuance of the aforesaid order.

3.2. The minimum local content shall be 50% in general (unless otherwise prescribed by the Nodal Ministry) and the margin of purchase preference shall be 20%.

3.3. For award of contract, the following clauses shall be applicable in addition to other provisions in the bidding document in this regard:

3.3.1. In procurement of goods, services or works in respect of which the Nodal Ministry has communicated that there is sufficient local capacity and local competition, and where the estimated value of procurement is Rs. 50 lakhs or less, only local suppliers shall be eligible. If the estimated value of procurement of goods or services or works is more than Rs. 50 lakhs, the provisions of sub-paragraph 3.3.2 or 3.3.3, as the case may be, shall apply;

3.3.2. In the procurements of goods or works which are not covered by paragraph 3.3.1 and which are divisible in nature, the following procedure shall be followed:

3.3.2.1. Among all qualified bids, the lowest bid will be termed as L1. If L1 is from a local supplier, the contract for full quantity will be awarded to L1.

3.3.2.2. If L1 bid is not from a local supplier, 50% of the order quantity shall be awarded to L1. Thereafter, the lowest bidder among the local suppliers, will be invited to match the L1 price for the remaining 50% quantity subject to the local supplier’s quoted price falling within the margin of purchase preference, and contract for that quantity shall be awarded to such local supplier subject to matching the L1 price. In case such lowest eligible local supplier fails to match the L1 price or accepts less than the offered quantity, the next higher local supplier within the margin of purchase preference shall be invited to match the L1 price for remaining quantity and so on, and contract shall be awarded accordingly. In case, some quantity is still left uncovered on local suppliers, then such balance quantity may also be ordered on the L1 bidder.

3.3.3. In procurement of goods or works not covered by sub-paragraph 3.3.1 and which are not divisible, and in procurement of services where the bid is evaluated on price alone, the following procedure shall be followed:

- 3.3.3.1. Among all qualified bids, the lowest bid will be termed as L1. If L1 is from a local supplier, the contract will be awarded to L1.
 - 3.3.3.2. If L1 bid is not from a local supplier, the lowest bidder among the local suppliers, will be invited to match L1 price subject to local supplier's quoted price falling within the margin of purchase preference, and the contract shall be awarded to such local supplier subject to matching L1 price.
 - 3.3.3.3. In case such lowest eligible local supplier fails to match the L1 price, the local supplier with the next higher bid within the margin of purchase preference shall be invited to match the L1 price and so on and contract shall be awarded accordingly. In case none of the local suppliers within the margin of purchase preference matches the L1 price, then the contract may be awarded to the L1 bidder.
- 3.4. Purchase preference for domestic manufacturer/local supplier, methodology of its implementation, value addition to be achieved by domestic manufacturers, self-certification, compliance, monitoring and other terms & conditions shall be as per the aforesaid Guidelines/Notifications. The Guidelines may be treated as an integral part of the tender documents.
 - 3.5. The preference to 'Public Procurement (Preference to Make in India) Order 2017' shall be subject to meeting technical specifications and full compliance of other terms and conditions of the RFP and Contract.
 - 3.6. The Bidder quoting value upto Rs. 10 Crores shall be required to provide self-certification (as per Form PP-C) along with the bid that the item offered meets the minimum local content in terms of para 9(a) of the Public Procurement (Preference to Make in India) Order 2017. Bidder shall also submit the list of items / services to be procured from Indian manufacturers / service providers. Bidder has to provide the value & percentage of the local content in price bids.
 - 3.7. If Bidder is quoting more than Rs. 10 Crores in their Commercial Proposal, then Bidder has to submit a certificate (as per Form PP-D) from statutory auditor of the company (in case bidder is a company) or from a practicing Cost Accountant or practicing Chartered Accountant (in case bidder is not a company) along with his bid in terms of para 9(a) of the Public Procurement (Preference to Make in India) Order 2017. Bidder has to provide the value & percentage of the local content in price bids.
 - 3.8. False declarations will be in breach of the Code of Integrity under Rule 175(1)(i)(h) of the General Financial Rules issued by the Ministry of Finance for which a bidder or its successors can be debarred for up to two years as per Rule (iii) of the General Financial Rules along with such other actions as may be permissible under law.

3.9. All the relevant documents/information regarding claim for preferential treatment under this policy must be submitted along with offer by the tenderers. Post tender submission of these information/documents shall not be considered. Further firms seeking these considerations shall be completely responsible for the truthfulness and authenticity of their claim for these benefits.

3.10. Ministry of Electronics and Information Technology (MeitY):

In furtherance of the Public Procurement (Preference to Make in India) Order 2017 notified vide reference cited above, Ministry of Electronics and Information Technology, Government of India has notified ten (10) electronic products vide reference F.No.33(1)/2017-IPHW dated 14.09.2017.

3.10.1. Domestic Manufacturers are required to indicate the domestic value addition/Local Content in terms of Bill of Material (BoM) for the quoted products, in terms of aforesaid guidelines, in their bid. Bidders, claiming to bid in the status of domestic manufacturer/local supplier on behalf of domestic manufacturer are also required to give an undertaking in the format as given in MeitY Form-1.

3.11. Department of Telecommunications (DoT):

In furtherance of the Public Procurement (Preference to Make in India) Order 2017, Department of Telecommunications, Ministry of Communications, Government of India has notified Thirty-Six (36) Telecom Products, Services and Works vide reference No. 18-10/2017-IP dated 29.08.2018.

3.11.1. Domestic Manufacturers are required to indicate the domestic value addition/Local Content in terms of Bill of Material (BoM) for the quoted products, in terms of aforesaid guidelines, in their bid. Bidders, claiming to bid in the status of domestic manufacturer/local supplier on behalf of domestic manufacturer are also required to give an undertaking in the format as given in DoT Form-1.

3.12. Canara Bank shall also have the authority to audit as well as witness production processes to certify the achievement of the requisite local content and/or to obtain complete back up calculation.

4. In case a bidder is eligible to seek benefit under Purchase PP-LC policy as well as PPP for MSE 2012, then the bidder should categorically seek benefits against only one of the two policies i.e. either PP-LC and MSE policy in Form PP-A. The option once exercised cannot be modified subsequently.

5. Purchase preference benefits shall be extended to the bidder based on the declared option subject to the bidder meeting the requirements contained in that purchase preference policy.

6. In case a MSEs bidder opts for purchase preference based on PP-LC, he shall not be entitled to claim purchase preference benefit available to MSE Bidders under PPP-2012. However, the exemptions from furnishing Bidding Document fee and Bid security/EMD shall continue to be available to MSE Bidders
7. For price matching opportunities and distribution of quantities among bidders (bidder's option to avail any one out of two applicable purchase preference policies, i.e., PP-LC-2017 or PPP-2012 will be considered), the precedence shall be in the following order:
 - 7.1 Public Procurement Policy for MSE 2012
 - 7.2 Purchase Preference linked with Local Content (PP-LC).

ANNEXURE - O
SATISFACTORY PERFORMANCE CERTIFICATE

This is to Certify that M/s _____ has supplied and installed Heavy Duty Note Sorting Machine (HDNSM) with 4+1 Stacker having the machine model No- _____ and make _____ and the same is working satisfactory and the overall services rendered by the company are satisfactorily.

Date:

Place:

Signature of the Authorised Person with seal