

Letter of Acceptance

Original

NHIDCL/J&K/Zojila Tunnel-EPC/NH-1/2017/319

19.01.2018

To,

**M/ s IL&FS Transportation Networks Limited
Plot no. C 22, G Block, Bandra Kurla Complex
Bandra (East), Mumbai 400 051**

Sub: Construction, Operation and Maintenance of 2-lane bi-directional Zojila Tunnel with parallel escape (Egress) Tunnel excluding approaches on Srinagar-Leh section connection NH-1 at Km.95.00 and at Km.118.00 in the State of Jammu & Kashmir on EPC Mode – **Letter of Acceptance reg.**

Sir

This is to notify that your bid submitted for the subject project is hereby accepted by Competent Authority for the contract price of Rs 4899.42 Crore (Rupees Four Thousand Eight Hundred Ninety Nine Crore Forty Two Lakh only) which is 10.69% below the Estimated Project Cost of Rs 5486 Crore put to bid, declaring you as the “Selected Bidder”.

2. In accordance with Clause 3.3.4 of the RFP, you are requested to sign and return the duplicate copy of this LOA in acknowledgement thereof, within 7(seven) days of receipt. Thereafter, you are requested to execute the Contract Agreement within 15 days from the date of issue of LOA as specified in clause 1.3 of RFP. It is requested to deliver a legal opinion from your legal counsel with respect to your authority to enter into Contract Agreement and the enforceability of the provisions thereof, within 10 days of issue of this LOA.

3. Further, as per RFP documents, the Contractor for due and faithful fulfilment performance of its obligations during the Construction Period as well as Defects Liability period, shall furnish a Performance Security by way of an irrevocable and unconditional bank guarantee in the form set forth in Schedule G for an amount equal to Rs 122,48,55,000/- (Rupees One Hundred Twenty Two Crore Forty Eight Lakh Fifty Five Thousand only) within 10 days from the date of signing of the Contract Agreement. The Performance Security shall be valid until 60 (sixty) days after the Defects Liability Period (Refer Article 7 of DCA of RFP). The Contractor shall along with Performance Security also provide an irrevocable and unconditional bank guarantee for a sum of Rs 7,59,60,000/- (Rupees Seven Crore Fifty Nine Lakhs and Sixty Thousand only) in the form set forth in Schedule G (the “Additional Performance Security”) as per provisions of Clause 7.1.1 of RFP. The Additional performance Security shall be valid until

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28 (twenty eight) days after the issue of Completion Certificate under Article 12 of Contract Agreement.

4. You are requested to comply with the above and all the terms and conditions set forth in the RFP Documents. In case of any default on your part, you shall be liable for action as stated in RFP Document.

Thanking You,

Yours faithfully



**Sanjeev Malik
Executive Director**