



TENDER NO. SSG5410P18/01

DATE: 10.08.2017

**INVITATION TO e-BID UNDER SINGLE STAGE TWO BID SYSTEM**

Dear Sirs,

OIL invites Bids for the supply of **LINE PIPE** through its e-Procurement site under **International Competitive Bidding (ICB) - Single Stage Two Bid System**. The bidding documents and other terms and conditions are available at Booklet No.MM/GLOBAL/E-01/2005-July2012. The prescribed Bid Forms for submission of bids are available in the tender document folder.

The general details of tender can be viewed by opening the RFx [Tender no.] under RFx and Auctions page. The details of items tendered can be found under Item tab and details can be found under Technical RFx.

The tender is invited with firm price for the specified quantity. Further details of tender are given in Technical Rfx -> External Area - > Tender Documents as **ANNEXURE IA**.

**THE TENDER WILL BE GOVERNED BY:**

- a) "General Terms & Conditions" for e-Procurement as per Booklet No. MM/GLOBAL/E-01/2005-July2012 for E-procurement (ICB Tenders). Special attention to the bidders is drawn to Section – E of the document.
- b) Technical specifications, Quantity and Notes for the **Line Pipe** as per **Annexure – IA**.
- c) The prescribed Bid Forms for submission of bids are available in the Technical Rfx -> External Area - > Tender Documents. Technical Checklist and Commercial Checklist must be filled-up and submitted along with the technical bid.
- d) The items covered under this enquiry shall be used by OIL in the PEL/ML areas issued/renewed after 01/04/99 and hence, applicable customs duty for import of goods shall be zero. However, IGST @5% shall be applicable. IGST @5% shall be applicable for Indigenous bidders also under deemed export benefit.
- e) A certificate issued by a practicing Chartered/Cost Accountant (with Membership Number and Firm Registration Number), certifying the Annual turnover & Net worth

as per format prescribed in ANNEXURE-A. The same must be submitted along with the bid.

**SPECIAL NOTE:**

1.0 Please note that all tender forms and supporting documents are to be submitted through OIL's e-Procurement site only except following documents which are to be submitted manually in sealed envelope super scribed with Tender no. and due date to **The DGM-Materials, Materials Department, Oil India Limited, Duliajan-786602, Assam** on or before **13:00 Hrs (IST)** on the Bid Closing Date mentioned in the Tender.

- a) Original Bid Security.
- b) Detailed Catalogue.
- c) Any other document required to be submitted in original as per tender requirement.

All documents submitted in physical form should be signed on all pages by the authorised signatory of the bidder and to be submitted in triplicate.

2.0 Bidders are requested to examine all instructions, forms, terms and specifications in the bid. Failure to furnish all information required as per the NIT or submission of offers not substantially responsive to the bid in every respect will be at the bidders risk and may result in rejection of its offer without seeking any clarifications.

3.0 OIL INDIA LIMITED (OIL) has upgraded its E-tender Portal. As part of the new system, the intending bidder must have Encryption Certificate along with Digital Signature Certificate (DSC) of Class III [Organization]. The date for implementation of new system is 12th April 2017 and the requirement of the new DSC will be applicable for the tenders floated on 12th April 2017 onwards. All our current and prospective esteemed bidders are therefore requested to acquire Class III DSC [Organization] along with Encryption Certificate issued by any of the Licensed Certifying Authorities (CA) operating under Controller of Certifying Authorities (CCA) of India as per Indian IT Act 2000. Guideline for getting Digital Signature and other related information are available on the e-tender website [www.oil-india.com](http://www.oil-india.com). The bid signed using any other digital certificate or digital certificate without organization name of the bidder, will be liable for rejection.

4.0 All the Bids must be Digitally Signed using "Class 3" digital certificate (e-commerce application) with organisation name as per Indian IT Act obtained from the licensed Certifying Authorities operating under the Root Certifying Authority of India (RCAI), Controller of Certifying Authorities (CCA) of India. The bid signed using other than "Class 3" digital certificate without organization name, will be liable for rejection.

5.0 Bidders must ensure that their bid is uploaded in the system before the tender closing date and time. Also, they must ensure that above documents which are to be submitted in a sealed envelope are also submitted at the above mentioned address before 13:00 Hrs (IST) on the bid closing date failing which the offer shall be rejected.

6.0 **Two Bid System** shall be followed for this tender and only the price-bids of the bidders whose offers are commercially and technically acceptable shall be opened for further evaluation.

- 7.0 Please ensure that Technical Bid / all technical related documents related to the tender are uploaded in the Technical RFx Response-> User - > Technical Bid only. The "TECHNO-COMMERCIAL UNPRICED BID" shall contain all techno-commercial details except the prices. **Please note that no price details should be uploaded in Technical RFx Response.**
- 8.0 The "PRICE BID" must contain the price schedule and the bidder's commercial terms and conditions. **The prices of the items should be quoted as per Annexure P and uploaded separately under the tab "Notes & Attachment".**
- 9.0 Please refer Annexure-IB for BEC/BRC applicable against this tender. Please ensure compliance to BEC/BRC and submit requisite documentation, failing which offer may be liable for rejection.
- 10.0 Bidders to take special note of the following conditions:
- 10.1 Against Tender Fee – Payment should be made only through online mode and no other instrument (Cash/DD/Cheques/Cashier Cheque, etc) will be acceptable.
- 10.2 Against Bid Security/EMD/Performance Bank Guarantee – Only payments through online mode or Submission of Bank Guarantee/LC will be acceptable. No DD/Cheques/Cashier Cheque or any other mode will be acceptable.
- 11.0 OIL INDIA LIMITED (OIL) has upgraded its E-tender Portal. All the bidders are requested to go through the following two documents before uploading their bid. These documents are also uploaded as part of NIT.
- 11.1 Guidelines to Bidders for participating in OIL.
- 11.2 Instruction to bidder for submission.
- 12.0 Bidders to quote accordingly after going through Document- "SPECIAL INSTRUCTION" and upload the price bid as per the Annexure P.

Yours faithfully,

OIL INDIA LIMITED

Sd/-

(BHAVIK MODY)  
SR. PURCHASE OFFICER (FS)  
FOR DGM-MATERIALS  
FOR RESIDENT CHIEF EXECUTIVE

OIL INDIA LIMITED  
(A Govt. of India Enterprise)  
P.O. Duliajan-786602, Assam  
Fax No. 91-374-2800533, E-mail:material@oilindia.in

**Tender No. & Date : SSG5410P18/01 10.08.2017**

Tender Fee : INR 60,000.00 OR USD 1,000.00  
Bid Security Amount : INR 5,084,000.00 OR USD 79,100.00  
(or equivalent Amount in any currency)

**Bidding Type : Two Bid**

Bid Closing On : 27.09.2017 at 11:00 hrs. (IST)  
Bid Opening On : 27.09.2017 at 14:00 hrs. (IST)

Performance Guarantee : Applicable @ 10% of order value.

OIL INDIA LIMITED invites Global tenders for items detailed below:

Item No./ Mat. Code	Material Description	Quantity	UOM
<b>10</b> 09019712	SEAMLESS STEEL LINE PIPE Steel line pipe, seamless, Nominal Size : 100 mm (4"), O.D. 114.3 mm (4.1/2"), Wall thickness 7.14 mm (0.281"), Weight : 18.77 Kg/m (12.66 lbs/ft.), API 5L Grade X-46, Bevel ends, Bevel angle : 30 Degree (+ 5 Deg., - 0 Deg.), in double random length (Average length shall not be less than 10.67 mtrs. and minimum length shall not be less than 9 mtrs.), Mill test pressure (Hydraulic)211 Kg/Sq.cm. (3000 PSI) with API monogram.	421000	M
<b>20</b> 09019712	Steel line pipe, seamless, Nominal Size : 100 mm (4"), O.D. 114.3 mm (4.1/2"), Wall thickness 7.14 mm (0.281"), Weight : 18.77 Kg/m (12.66 lbs/ft.), API 5L Grade X-46, Bevel ends, Bevel angle : 30 Degree (+ 5 Deg., - 0 Deg.), in double random length (Average length shall not be less than 10.67 mtrs. and minimum length shall not be less than 9 mtrs.), Mill test pressure (Hydraulic)211 Kg/Sq.cm. (3000 PSI) with API monogram.	2000	M
<b>30</b> 09019712	Steel line pipe, seamless, Nominal Size : 100 mm (4"), O.D. 114.3 mm (4.1/2"), Wall thickness 7.14 mm (0.281"), Weight : 18.77 Kg/m (12.66 lbs/ft.), API 5L Grade X-46, Bevel ends, Bevel angle : 30 Degree (+ 5 Deg., - 0 Deg.), in double random length (Average length shall not be less than 10.67 mtrs. and minimum length shall not be less than 9 mtrs.), Mill test pressure (Hydraulic)211 Kg/Sq.cm. (3000 PSI) with API monogram.	90000	M

**Note description for item no./nos. : 10, 20, 30**

**NOTE TO BIDDERS :**

Third Party Inspection will be carried out on percentage basis by the OIL's approved third party inspection agencies for line pipes.

**THIRD PARTY INSPECTION:**

**a)** Raw Material Inspection for Chemical Composition & Mechanical Properties : 10% of number of heats of raw materials 10% of number of plates will be tested at random by the third party. The minimum number of test for raw materials either from heats or plates is 5(five). The raw materials will be tested for chemical composition and mechanical properties as per relevant codes.

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**b) Finished Tube Inspection :**

i) Checking dimensions, wall thickness, end bevelling, threading/gauging, surface imperfections etc. - 5% of the tubes at random will be checked/tested by Thrd.Party.

ii) Checking chemical composition and mechanical properties - 5% of the tubes will be tested by the third party.

**c) Witnessing NDT through ultrasonic testing/magnetic particles method/other methods.**

i) Longitudinal Defects : 5% of the tubes at random will be tested by third party.

ii) Transverse Defects : 1% of the tubes at random will be tested.

**d) Hydraulic Testing :** 10% of the tubes at random will be tested by third party. The above test procedure is for offering to third party, whereas manufacturer will do 100% internal testing before offering to third party. The manufacturer will forward the various test certificates of their internal testing after checked/varified/certified by the third party.

**Identification Mark :**

a) 'OIL' need to be die stamped/paint stencilled on both sides of each length of pipe within a distance of 1(one) meter from the end.

b) Manufacturers name/trade mark is to be die stamped/paint stencilled on each length of pipe

c) Length of each pipe in metres and centimetres must be paint stencilled on the pipes.

d) OIL's Order No. is to be paint stencilled on each pipe.

e) API/BIS Monogram is to be die stamped/paint stencilled on each length of pipe (API or BIS to be typed as per requirement).

Mill test pressure : Each joint of pipe shall be tested hydrostatically to the recommended pressure at the mill in accordance with the relevant API specifications

**Standard Notes:**

**ALL ITEMS ARE TO BE PROCURED FROM SAME SOURCE.**

**DIFFERENT LINE ITEMS FOR INTERNAL DISTRIBUTION ONLY.**

**DELIVERY REQUIREMENT: TO BE DELIVERED IN FOUR LOTS IN THREE MONTHS INTERVAL. BIDDER TO QUOTE THEIR BEST DELIVERY PERIOD.**

1) The tender is invited under SINGLE STAGE-TWO BID SYSTEM. The bidder has to submit both the "TECHNO-COMMERCIAL UNPRICED BID" and "PRICED BID" bid through electronic form in the OIL's e- Tender portal within the Bid Closing Date and Time stipulated in the e-Tender. The "TECHNO-COMMERCIAL UNPRICED BID" is to be submitted as per Scope of Work & Technical Specification of the tender and "PRICED BID" as per the Online Price Bid format.

2) In Technical Bid opening, only Technical Rfx will be opened. Therefore, the bidder should ensure that "TECHNO-COMMERCIAL UNPRICED BID" should contain details as mentioned in the technical specifications as well as BEC/ BRC. No price should be given in above Technical bid otherwise the offer will be rejected. Please go through the help documents in details before uploading the document and ensure uploading of technical bid as per the instructions. The "PRICE BID" must contain the price schedule and the bidder's commercial terms and conditions. The prices of the items should be quoted in "Conditions Tab".

3) Bid should be valid for minimum **120 days** from bid closing date, failing which offer shall be rejected.

4) The original bid security (Amount is mentioned above and also in Rfx Parameters of the tender in OIL's e-portal) should reach us before bid closing date and time of the technical bid. Bid without original Bid Security will be rejected. The bidders who are exempted from submitting the Bid Bond should attach documentary evidence in the Technical RFX Response-> User -> Technical Bid as per clause 9.8 of Section A General Terms and conditions for Global Tender (MM/GLOBAL/E-01/2005-July2012). The bid security shall be valid up to **25.04.2018**. Only payments through online mode or Submission of Bank Guarantee/LC will be acceptable. No DD/Cheques/Cashier Cheque or any other mode will be acceptable.

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5) Performance Security @10% of order value is applicable against this tender. Please refer clause 10.0 of Section A of General Terms and conditions for Global Tender (MM/GLOBAL/E-01/2005 - July2012).

6) PRICED BIDS OF ONLY THOSE BIDDERS WILL BE OPENED WHOSE OFFERS ARE FOUND TECHNICALLY ACCEPTABLE. THE TECHNICALLY ACCEPTABLE BIDDERS WILL BE INFORMED BEFORE OPENING OF THE "PRICED BID".

7) Bidders to note that Govt. of India under Micro, Small and Medium Enterprises Development (MSMED) Act 2006, has proclaimed the Public Procurement Policy, 2012 with effect from 1st April, 2012 in respect of procurement of goods and services, produced and provided by micro and small enterprises, by its Ministries, Departments and Public Sector Undertakings for promotion and development of Micro and Small Enterprises. A new Clause on applicability of Public Procurement Policy for procurement of goods from Micro and Small Enterprises(MSE) in the tender is furnished vide Amendment to General Terms and Conditions for Global Tender (MM/GLOBAL/E-01/2005-JULY2012). Bidders are requested to take note of the same and to submit their offers accordingly.

8) To ascertain the substantial responsiveness of the bid OIL reserves the right to ask the bidder for clarification in respect of clauses covered under BRC also and such clarifications fulfilling the BRC clauses in toto must be received on or before the deadline given by the company, failing which the offer will be summarily rejected.

9) General terms and conditions of Global tender (document MM/GLOBAL/E-01/2005 - July 2012) is enclosed. Special attention to Bidders is drawn to the Section E of above document.

10) The Integrity Pact is applicable against this tender. Therefore, please attach the Integrity Pact document duly signed along with your quotation as per BRC. The name of the OIL's Independent External Monitor at present are as under:

1. SHRI RAJIV MATHUR, IPS (Retd.),
  2. SHRI SATYANANDA MISHRA, IAS(Retd.)
  3. SHRI JAGMOHAN GARG, Ex-Vigilance Commissioner, CVC
- The email ids are furnished in OIL's website, [www.oil-india.com](http://www.oil-india.com)

11) OIL reserves right to go for Reverse Auction process or may finalize the tender without Reverse Auction, if required. However, the decision to conduct Reverse Auction or not will be conveyed to short-listed bidders prior to opening of price bid.

Special Terms & Conditions and salient features for Reverse Auction are furnished in Addendum-B. The Business Rules for Reverse Auction and Process Compliance Form are given in Addendum-B. Bidders are required to sign the Business Rules for Reverse Auction and Process Compliance Form and attach this document along with the technical bid.

Reverse Auction shall be conducted without loading Anti-Dumping duty (if applicable). However, after completion of the Reverse Auction, in case of Foreign bidders who have quoted goods originating from China and on whom the Anti-Dumping Duty is applicable as on date of Reverse Auction, Anti-Dumping duty so calculated as per the Notification shall be loaded on the final CIF Landed value quoted by those Foreign bidders (with Customs Duty as applicable on the Bid Closing Date of the Tender) in the Reverse Auction. The final evaluation of the offers will be done after loading Anti-Dumping duty on the prices obtained through Reverse Auction.

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12) Anti-Dumping duty is applicable against this tender.

13) Price should be maintained as per the Annexure P and uploaded separately in the "Notes & Attachments tab" only. The price quoted in the "Notes & Attachment" will only be considered.

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14) Indigenous Bidder must indicate handling charge to the nearest Rail Head. If any Indigenous Bidder does not indicate the handling charge to the nearest rail head, their offer will be liable for rejection.

15) Tender fee Payment should be made only through online mode and no other instrument(Cash/DD/Cheques/Cashier Cheque, etc.) will be acceptable.

#### GENERAL NOTES FOR LINE PIPE (SEAMLESS)

##### 1.0 SPECIFICATION :

1.1 Line Pipe must be manufactured as per API specification 5L, latest edition and must bear API monogram. A valid API specification 5L certificate from the manufacturer shall be submitted along with materials.

1.2 Pipe shall be brand new, un-used and prime quality and in double random length without any jointers.

1.3 Coating shall be done as per API specification 5L and adequately oiled to withstand sea voyage/road transit.

1.4 Pipe ends must be prepared as per relevant API specifications. Suitable end protectors as specified shall be used to protect the ends.

##### 2.0 MILL INSPECTION/CERTIFICATION :

All Line Pipe shall be manufactured, tested and certified in accordance with API Specification 5L, latest edition.

##### 3.0 PHYSICAL/MECHANICAL TEST :

The following tests shall be carried out on its heat of steel from which the pipes are manufactured, as per API specification 5L and test results thereof shall be submitted to OIL.

- i) Chemical Analysis,
- ii) Heat Analysis,
- iii) Product Analysis,
- iv) Recheck Analysis,
- v) Mill-Control check analysis,
- vi) Tensile tests,
- vii) Yield strength tests,
- viii) Mill-control tensile tests,
- ix) Flattening tests,
- x) Tensile elongation tests,
- xi) Weld ductility tests,
- xii) Dimension and weight tests including drift and straightness.

3.1 While conducting the above test if any of the pipe fails re-test shall be carried out as per API specification 5L.

##### 3.2 HYDROSTATIC TEST :

Each joint of Line Pipe shall be tested Hydrostatically to the recommended pressure at the mill in accordance with relevant API Specification.

##### 3.3 NON-DESTRUCTIVE TEST :

Non-destructive test shall be carried out as specified in API specification 5L, latest edition.

##### 4.0 IDENTIFICATION MARKING :

4.1 Marking is to be done on each joint as per API specification 5L covering manufacturer's mark/name, API monogram, size, weight, grade, manufacturing process, heat treatment, test pressure and length. Marking should be in metric unit.

4.2 Additionally OIL logo/mark and purchase order number shall be die stamped or paint

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stencilled on each joint.

#### 5.0 THIRD PARTY INSPECTION :

5.1 Inspection by an independent OIL approved third party viz. M/s. Lloyds/RITES/IRS/Tuboscope Vetco/DNV-GL & Bureau Veritas will cover the following :

- i) Materials identification.
- ii) Stage inspection at random visit basis during manufacturing.
- iii) Audit and endorsement of all chemical analysis and physical test reports.
- iv) Witness dimensional checks.
- v) Witness mechanical test. (10% or 10 Nos. whichever is maximum)
- vi) Witness NDT.
- vii) Witness hydrostatic test.
- viii) Visual inspection for imperfection.
- ix) Longitudinal defect identification.
- x) Transverse defect identification.
- xi) Wall thickness measurement.
- xii) Joint inspection and grade confirmation.
- xiii) End area defect inspection.
- xiv) Inspection of end beveling.
- xv) Check and verify each joint.
- xvi) Issue of certificates

5.2 Third party inspection should be cover the following :

Manufacturer will carry out physical / chemical / mechanical / hydrostatic / NDT test etc. For raw materials and finished pipe as per relevant API specification (latest edition) for all the pipes i.e. 100%. Third party will check and verify manufacturer's test data records, reports etc. of raw materials and finished tubes in respect of all pipes i.e. 100%. Over and above checking and verification of records and reports, third party will carry out inspection for the followings on percentage basis given below in his presence :

- a) Raw materials inspection for Chemical composition and Mechanical properties. 10% of numbers of heats and plates of raw materials will be tested at random the the third party. If the percentage of no. of heats/plates for manufacturer of a particular item is 5 (five) or less than all the raw materials will be tested for chemical composition and mechanical properties as per relevant codes.
- b) Finished Tube Inspection :
  - i) Checking dimension, wall thickness, quality, end bevelling etc. 5% of the tube at random will be checked/tested by third party.
  - ii) Checking chemical compositions and mechanical properties 5% of tube will be tested by the third party.
- c) Witnessing NDT through ultrasonic testing/magnetic particle method/other methods.
  - i) Longitudinal defects - 5% of tubes at random will be tested by third party.
  - ii) Transverse defects - 1% of the tubes at random will be tested.
- d) Hydraulic testing : 10% of the tube at random will be tested by the third party.

#### 6.0 WARRANTY :

The supplier shall warrant their all tubulars to be supplied against the order shall be free from all defects and faults in materials, workmanship and manufacture shall be in full conformity with specified API standard. This clause shall be valid for 12 months from the date of despatch. The defective materials rejected by the purchaser shall be replaced by the seller at his won expense immediately.

**Special Notes : AA. CONFIRMATION OF BID SECURITY / PERFORMANCE SECURITY:**



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The following clause is applicable for bid security / performance security submitted in the form of bid bond/LC. Bidders are requested to strictly comply to this clause:

The bank guarantee issued by the bank must be routed through SFMS platform as per following details:

- a. (i) "MT 760 / MT 760 COV for issuance of bank guarantee
- (ii) "MT 767 / MT 767 COV for amendment of bank guarantee

The above message / intimation shall be sent through SFMS by the BG issuing bank branch to Axis Bank, Duliajan Branch, IFS Code - UTIB0001129.

Branch Address - AXIS Bank Ltd, Duliajan Branch, Daily Bazar, Jyotinagar Duliajan, District - Dibrugarh, Pin - 786602."

- b. The vendor shall submit to OIL the copy of SFMS message as sent by the issuing bank branch along with the original bank guarantee.

#### **BB. ANTI-DUMPING DUTY**

The Clause No. 3.0 in Section-'E' (Special Terms & Conditions for Tubulars) of General Terms & Conditions for Global Tender (MM-GLOBAL/E-01-2005-July 2012) on Anti-Dumping Duty stands deleted. In its place the following clauses on "Anti-Dumping Duty" shall be applicable-

1. The Anti-Dumping Duty, if any, shall be applicable as per the latest Govt. guideline and will be payable by the bidder. Bidders are requested to note the same and quote accordingly.
2. Anti-Dumping Duty shall be borne by the bidder as mentioned above. A categorical confirmation in this regard is required from the bidders along with their offer, otherwise their offer will not be considered for further evaluation.
3. All bidders must categorically mention the country of origin of the products offered by them in their offers. In the event categorical mention of country of origin of their offered products is not made in their offer, the offer will be summarily rejected.
4. In case of the indigenous bidders, they should note that OIL will not be liable to reimburse any amount on account of Anti-Dumping duty for the materials imported by them from People's Republic of China for execution of the contract and any Anti-Dumping Duty payable against import by them from People's Republic of China shall be to their account. Indigenous bidders are required to categorically confirm acceptance of the same in their Technical bids failing which offers will be liable for rejection.