Page: 1/6

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 : DFS3805L17/01 13.02.2017

Bid Security Amount : INR 0.00 OR USD 0.00

(or equivalent Amount in any currency)

Bidding Type : Single Bid (Composite Bid)

Bid Closing On : 29.03.2017 at 13:00 hrs. (IST) Bid Opening On : 29.03.2017 at 13:00 hrs. (IST)

Performance Guarantee: Applicable

OIL INDIA LIMITED have issued Limited tenders to following parties for items detailed below. For General Terms & Conditions, please refer to Document No. MM/GLOBAL/01/2005 available in OIL's web site:

Item No./ Mat. Code	Material Description	Quantity	UOM
10 09015525	SEAMLESS STEEL LINE PIPE Steel Line Pipe, Seamless extra strong, nom. Size: 8 mm (1/4"), O.D.13.7 mm (0.540"), wall thickness 3.02 mm (0.119"), Plain end weight 0.80 kg./m (0.54 lb/ft.) screwed and coupled API std. 5L Grade A, length of each joint in 6/7 mtr. Mill test pressure (Hydraulic) under serewed and coupled condition: 59kg./cm.sq.(850 psi)	1000	М

Note description for item no./nos.: 10

NOTE TO BIDDERS:

Third Party Inspection will be carried out on percentage basis by the third party inspection agencies i.e. IRS/Lloyds/RITES/Bureau Veritas/DNV 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.
- **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.

Page: 2/6

- 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

Special Notes: 1.0 CATEGORY OF VENDOR:

The bid should be from Original Equipment manufacturer (OEM). However, the bid(s) from authorised distributor(s) / authorised dealer(s) / authorised supply house(s) can also be considered, provided such bid(s) is/are accompanied with back-up authority letter (valid at the time of bidding) from the manufacturer authorising them to market their product(s).

The bidder has to explicitly indicate their category (as applicable) pertaining to tendered item(s) in their offer/quotation as listed below:

- (i) Manufacturer of tendered item(s)
- (ii) Authorised Distributor of OEM
- (iii) Authorised Dealer of OEM
- (iv) Authorised supply houses of OEM

If the bidder(s) is/are non-manufacturer of tendered item(s), then quotation(s)/bid(s) must be accompanied by back-up authority letter (valid at the time of bidding) from the manufacturer. OIL INDIA LIMITED reserves the right to reject bid(s) / offer(s) without back up authority letter on exclusive basis from manufacturer.

- 2.0 The items covered by this tender shall be used by OIL INDIA LIMITED in the PEL/ML areas which are issued / renewed after 01/04/99 and hence NIL customs duty during import will be applicable. However, deemed export benefit for domestic bidders is not applicable against this tender. Domestic bidders to quote their prices without considering the deemed export benefit. Domestic bidders to also quote the applicable rate of excise duty in their price bid. If a domestic bidder emerges L1 after loading of applicable rate of excise duty, order shall be placed upon the bidder inclusive of the excise duty amount.
- 3.0 Bidders are required to quote with minimum validity of 90 days from the Bid Closing Date as per NIT requirement. BIDS with lesser validity shall be rejected.
- 4.0 Bidders have to indicate the minimum FOB / FCA charges in case of partial order for reduced quantity/items. In case this is not indicated specifically, the charges quoted would be prorated calculated and the same will be binding on the bidder.
- 5.0 Bidders are required to mention the weight of each item individually. QUOTATION must be submitted in **TRIPLICATE** with original company catalogues as well as necessary certificates.
- 6.0 Please mention clearly in your quotation the Net. Weight, Gross Weight & Volume, Indian Agent's Name and its Commission, Payment Terms, Ocean Freight/Air Freight Charges, Port of Loading, Delivery period, Country of origin with manufacturer's name, etc.
- 7.0 Bidders to take note of clause no.10.1.3 which has been added in Section-C, special terms & conditions for Indian bidders of General Terms and Conditions for Global Tender (MM/GLOBAL/E-01/2005-July2012) regarding transportation of materials.
- 8.0 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). Bidders are requested to take note of the same and to submit their offers accordingly wherever applicable.

- 9.0 OIL reserves the right to convert the order from FOB Port of export to C&F Kolkata term considering the ocean freight quoted by the bidder in their offer. In case the order is converted to C&F Kolkata port, the Performance Security amount, if applicable, shall also be enhanced considering the quoted ocean freight charges.
- 10.0 Bidder should confirm in their quotation that in case of C&F order, their nominated freight forwarder should provide Delivery Order under Single window facility having office of local agent in India at Kolkata and offer 14 days free detention time of container(s) at discharging port.
- 11.0 All foreign bidder(s) should note that a new clause on shipment of the goods by sea from port of export to the Indian port (i.e. Kolkata port unless otherwise specified) has been included in the tender through an addendum to "General Terms and Conditions for Global Tender" (MM/GLOBAL/E-01/2005). The addendum is also available in OIL's Website (www.oil-india.com). Bidder(s) is/are requested to take note of the same and to submit their offer(s) accordingly.
- 12.0 The General Terms & Conditions for Global Tenders (MM/GLOBAL/01/2005)" has been amended and the Amendment dated 25.04.2016 has been issued in this regard which is uploaded in OIL Website. Bidders to note the changes made to "The General Terms & Conditions for Global Tenders (MM/GLOBAL/01/2005)" and to submit their offers complying with the same.
- 13.0 Performance Security clause (Clause No. 10.0 of Section-A) of "General Terms & Conditions for Global Tenders (MM/GLOBAL/01/2005)" has been amended and the new clause is detailed in the Amendment dated 25.04.2016 issued to MM/GLOBAL/01/2005. Bidders to note the same and to confirm its acceptance in their offers.
- 14.0 Bidder to quote their best delivery period.

GENERAL NOTES FOR LINE PIPE (SEAMLESS)

1.0 SPECIFICATION:

- 1.1 Line pipes must be manufactured as per API Spec. 5L, latest edition and must bear API monogram. A valid API Spec 5L certificate from the manufacturer shall be submitted along with the offer.
- 1.2 The pipes shall be brand new, unused, and of prime quality and in double random length without any jointers.
- 1.3 Coupling: Couplings shall be as specified in API Spec. 5L (not applicable for bevel end pipe).
- 1.4 Coating : Coating shall be done as per API Spec. 5L and adequately oiled to withstand sea voyage / road transit.
- 1.5 Pipe ends: Pipe ends must be prepared as per relevant API specifications. Suitable end protectors as specified shall be used to protect the ends.

1.6 The offer must contain detailed description of the materials. Insufficient description will lead to rejection of the offer.

2.0 MILL INSPECTION/CERTIFICATION:

All line pipes shall be manufactured, tested and certified in accordance with the relevant API Spec. 5L, latest edition.

3.0 PHYSICAL/MECHANICAL/CHEMICAL TESTS:

The following tests shall be carried out on each heat of steel from which the pipes are manufactured as per API spec.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
- i) Flattening tests.
- ii) Tensile elongation tests.
- iii) Weld ductility tests.
- iv) Dimension and weight tests including drift and straightness.
- 3.1 While conducting the above tests if any one of them fails, retest of the same shall be carried out as per API Spec. 5L.
- 3.2 Hydrostatic Test:

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

- 3.3 End threading, gauging and thread inspection: Threading, gauging and thread inspection shall be done as per API Spec. 5B (not applicable for bevel end pipes).
- 3.4 Non-Destructive Tests: Non-destructive tests shall be carried out as specified in API Spec 5L.
- 3.6 Bidders should give details of mills inspection and QC methods available. OIL may require such details in case of an order.

4.0 IDENTIFICATION MARKING:

- 4.1 Marking is to be done on each joint as per API Spec 5L covering, manufacturer's mark/name, API monogram, size, weight, grade, manufacturing process, heat treatment, test pressure, length, thread identification. Marking should be in metric unit.
- 4.2 Additionally, OIL' logo, and the purchase order number shall be die stamped or paint stencilled on each joint.

5.0 THIRD PARTY INSPECTION:

5.1 Inspection by an independent third party to cover the following shall be required against line pipes.

- (i) Material 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 tests (10% or 10 nos. whichever is maximum).
- (vi) Witness NDT.
- (vii) Witness hydrostatic tests
- (viii) Visual inspection for imperfections.
 - (ix) Longitudinal defect identification.
 - (x) Transverse defect identification.
- (xi) Wall thickness measurement.
- (xii) Joint inspection & Grade confirmation.
- (xiii) End area defect identification.
- (xiv) Inspection of end bevelling / threading (pipe & coupling).
- (xv) Check and verify length of each joint.
- (xvi) Issue of certificate.

Note: Proper Tally sheet (in Original) indicating length of each joint of line pipe with heat number of the joint should be furnished to OIL. The Tally sheet should be duly signed & stamped by the Manufacturing Mill and will be endorsed (certified) by the third party inspection agency. A soft copy of above talley sheet in MS EXCEL format to be provided alongwith the despatch document. Bidder to confirm the same while quoting.

5.2 Third Party Inspection should also cover the followings:

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

a) Raw Material Inspection for Chemical Composition & Mechanical Properties:

10% of number of heats and plates of raw materials will be tested at random by the third party. If the percentage of number of heats/plates for manufacture of a particular item is 5 (five) or less, then all the raw materials will be tested for chemical composition and mechanical properties as per relevant codes.

b) Finished Tube Inspection:

- i) Checking dimensions, wall thickness, quality, end bevelling (for bevel ended pipes), threads of pipe ends & coupling (for screwed & coupled pipes), surface imperfections etc. 5% of the tubes at random will be checked/tested by Third 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.

- 5.3 The third party inspection is to be carried out by an internationally reputed inspection Agency. Bidders must indicate the availability of such a Third Party Inspection Agency in their area furnishing following information.
- (i) Tendered items are to be inspected by any one of OIL's approved Third party inspection agencies i.e. M/s. Lloyds, M/s Bureau Varitas, M/s Tuboscope Vetco, M/s DNV, M/s. Rites, M/s. I.R.S. . The bidders are requested to quote firm TPI charges accordingly.
- (ii) All inclusive charges for Third Party Inspection per metre (to be indicated separately).
- 5.4 Road/Rail transportation will be carried out as per API-RP-5L1 (latest edition).

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/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.

Tender No. : DFS3805L17/01
Tender Date : 13.02.2017
Bid Closing On : 29.03.2017 at 13:00 hrs.(IST)
Bid Opening On : 29.03.2017 at 13:00 hrs.(IST)

Tender issued to following parties only:

Slno	V_Code	Vendor Name	City/Country
1	100140	TPS TECHNITUBE ROHRENWERKE GMBH	DAUN
2	100418	MITSUI & CO. LTD.	TOKYO
3	101196	SUMITOMO CORPORATION ASIA & OCEANIA	SINGAPORE
4	101514	TENARIS GLOBAL SERVICES S.A.	DUBAI
5	102198	ITECO OILFIELD SUPPLY ME FZE	UAE
6	102365	SHANDONG KERUI PETROLEUM EQUIPMENT	SHANDONG
7	102869	TROUVAY & CAUVIN GULF B.S.C.	DUBAI
8	102876	HENGYANG STEEL TUBE GROUP INTERNATI	HENGYANG CITY
9	102885	JIANG SU CHENGDE STEELTUBE SHARE CO	JIANGDU CITY
10	103163	UNIEXCEL GROUP HOLDING COMPANY LIMI	TAIPEI
11	200098	MAHARASHTRA SEAMLESS LIMITED	GURGAON
12	200119	THE INDIAN SEAMLESS METAL TUBES LTD	PUNE
13	201249	PARVEEN INDUSTRIES PVT. LTD.	NAVI MUMBAI
14	204835	JINDAL SAW LIMITED	NEW DELHI
15	204880	WELSPUN CORP LIMITED	NEW DELHI
16	205180	JINDAL PIPES LIMITED	HARYANA
17	207653	RATNAMANI METALS & TUBES LTD	AHMEDABAD
18	208769	JOTINDRA STEEL & TUBES LIMITED	HARYANA