

Appendix 1 – Revised Terms and Procedures of Payment

In accordance with the provisions of GCC Clause 12 (Terms of Payment), the Employer shall pay the Contractor in the following manner and at the following times, on the basis of the Price Breakdown given in the section on Price Schedules. Payments will be made in the currencies quoted by the Bidder unless otherwise agreed between the parties. Applications for payment in respect of part deliveries may be made by the Contractor as work proceeds.

(A) Terms of Payment

Ten percent (10%) of the contract value (excluding amounts quoted for O&M – Schedule No.4) as an advance payment against receipt of invoice, and an irrevocable advance payment security for the equivalent amount made out in favor of the Employer. The advance payment security may be reduced in proportion to the value of works executed, the plant and equipment delivered to the site.

Schedule No. 1 –A – Civil Works

In respect of civil works, the following payments shall be made:

Progressive payment up to 80% on pro-rata basis, as per details given here-under, upon completion of work but prior to hydraulic testing within forty-five (45) days after receipt of invoice.

(I) SITE DEVELOPMENT WORK

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| Site Development Works including all necessary excavation, disposal, filling, leveling, consolidation and all associated works to prepare the site to the required level. | 80% on pro-rata basis |
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(II) WATER RETAINING STRUCTURES

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| i | On completion of foundation concrete and concreting the first lift of side wall | 20% |
| ii | On completion of side wall concrete up to the top level | 25% |
| iii | On completion of all civil engineering works and erection of Mechanical equipments (e.g. rotating bridge, scraper mechanism, Filter press, centrifuges, and allied equipments etc | 20% |
| iv | On successful hydraulic testing and commissioning | 15% |

(III) BUILDINGS.

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| i | On completion upto plinth level | 10% |
| ii | On completion of side wall s up to roof / floor level | 10% |
| iii | On placement of floor slab of ground floor | 10% |
| iv | On placing of roof slab at first floor | 10% |
| v | On supply, delivery, erection of doors, windows, ventilators, working platform s etc | 10% |
| vi | On completion of all electrical works, plumbing , pipe lines and fittings | 10% |
| vii | On completion of the building including plastering , flooring works, painting, finishing etc including architectural works | 10% |
| viii | On completion of all works and satisfactory commissioning | 10% |

(IV) ROADS AND ALLIED WORKS

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| i | On completion of the internal roads in all respects as per Specifications | 45% |
| ii | Construction of road side drains , cross drainage works, street lights etc and on certification of satisfactory Completion | 25% |
| iii | On completion of all works and satisfactory commissioning | 10% |

(V) ANY OTHER WORKS

For any other works, essentially forming part of the project, the Project Manager shall make payments as per payment procedures detailed in item (B) – Payment Procedures

10% amount upon issue of the Operational Acceptance Certificate, within forty-five (45) days after receipt of invoice.

Schedule No. 1 -B – Electrical, Mechanical, Instrumentation equipment and Mandatory Spare Parts Supplied

In respect of plant and equipment supplied from within the Employer's country, the following payments shall be made:

Seventy percent (70%) of the total or pro rata (F.O.R. site) amount upon delivery to the site within forty-five (45) days after receipt of invoice.

Ten percent (10%) of the total or pro rata (F.O.R. site) amount upon issue of the Completion Certificate, within forty-five (45) days after receipt of invoice.

Ten percent (10%) of the total or pro rata (F.O.R. site) amount upon issue of the Operational Acceptance Certificate, within forty-five (45) days after receipt of invoice.

Schedule No. 2 - Design Services

In respect of design services for, the following payments shall be made:

20% on submission of complete detailed designs and drawings, within 45 days after receipt of invoice.

Sixty percent (60%) of the total design services amount upon acceptance of detailed design and drawings by the Project Manager and payment within forty-five (45) days after receipt of invoice.

10% amount upon issue of the Operational Acceptance Certificate, within forty-five (45) days after receipt of invoice.

Schedule No. 3 - Installation and other Services

In respect of installation services, the following payments shall be made:

Eighty percent (80%) upon satisfactory completion of installation and acceptance by the employer and payment will be made within the forty-five (45) days after receipt of invoice.

10% amount upon issue of the Operational Acceptance Certificate, within forty-five (45) days after receipt of invoice.