

SPECIAL TERMS AND CONDITIONS FOR SUB CONTRACT

1. Materials will be supplied and collected by BEML (mention incoterms/location as Ex Works/vendor firm's name only).
2. Supplier has to manufacture the item as per BEML drawing/scope.
3. The quotation should be after taking value of scrap generated, which is to be returned to BEML.
4. All dimensions are critical and important.
5. Supplier has to fabricate / mill / turn / mould / weld / bend / drill / tapp / grind, heat treat, straighten, etc .as per BEML drawing/scope.
6. In case of the delivered supply being rejected, the same should be replaced Free of cost.
7. First article approval to be sought from BEML before bulk supply.
8. Re-works if any should be attended free of cost.
9. Finished parts should be neatly packed and supplied.
10. Kindly acknowledge acceptance of order in return post / e-mail / fax.
11. Please send copies of delivery challans to concerned department without fail.
12. Delivery clause: the material supplied should be processed & returned to BEML within 60 days from the date of receipt of material.
13. Inspection: the items would be subjected to 100% inspection. Inspection will be done by our source inspection team (corporate quality) before onward dispatch to BEML works.
14. Calibration clause: the gauges and instruments used for measurement/tests must be calibrated by any of the approved agencies or by any of the divisions of BEML.
15. Vendor code number to be punched on all parts
16. All components are to be supplied in suitable packed/unpacked condition.
17. Tooling: firm has to make their own arrangement for fixtures, gauges and all measuring instruments. BEML will not give any tooling assistance or developmental charges.
18. Liquidated damages : Liquidated damages and not by way of penalties will be recovered for delayed supplies @0.5% of the price of any stores not delivered per week or part there of subject to maximum of 5% of the value of the delayed portion of the Purchase Order. GST at applicable rates shall be charged extra on the Liquidated damages recovered.

19. Dimensional report to be supplied at the time of delivery.
20. Prior approval has to be taken from BEML for items with deviations, if any.
21. Supplier should inform BEML to take necessary action while / after executing the Order in case of any non-conformity found in the product notified.
22. Supplier should establish and maintain records to provide evidence of conformity to the requirements and the same should be made available to BEML / Our Customers and regulatory Authorities. In addition, regulatory authorities shall have the authority to visit and verify at the supplier / organization premises as and when required.
23. Supplier should furnish process details, control plan and other applicable record including sub-tier supplier information wherever applicable.
24. Please furnish a letter of commitment for safety, health and period of five years.
25. The information regarding suspect non-conformity / non-confirming product / item dispatched, if any shall be informed in writing to the company within 24 hours of identification / observation/realization of the said non-conformity / non-confirming product / item without fail.