

भारत सरकार Government of India
रेल मंत्रालय Ministry of Railways
(रेलवे बोर्ड Railway Board)

No: 2003/RS(G)/777/1

New Delhi, dated: 08-08-2008

The General Manager, All Indian Railways & PUs including NF(C).
 The General Manager, CORE, Allahabad.
 The General Manager, Metro Railway, Kolkata.
 The Director General, RDSO, Lucknow & Railway Staff College, Vadodara.
 The MD, RITES, RITES Bhavan, Sector-29, Gurgaon.
 The MD, KRCL, Belapur Bhavan, 4th Floor, Sector-11, CBD, Belapur, Navi Mumbai.
 The MD, MRVC, 2nd Floor, Church Gate station Building, Mumbai-400020.
 The MD, CRIS, Chanakyapuri, New Delhi.
 CAO/DMW, Patiala and COFMOW, New Delhi.
 CAO/MTP, NBCC Place, Bhishma Pitamah Marg, Pragati Vihar, New Delhi.
 CAO/MTP, Mumbai and Chennai.

Sub : Procedure for determination of the level of Tender Committee and Tender Acceptance Authority in case of offers received in foreign currency (on FOB/ C&F/ CIF basis).

1.0 In the meeting of Controllers of Stores, held in the office of Railway Board on 6th of June, 2008, a question was raised by one of the Zonal Railways whether the offers received against a Global Tender in foreign currency (FOB/ C&F/ CIF) should be evaluated on the basis of all inclusive landed cost for determining the level of tender committee and tender acceptance authority, as per Board's letter No. 99/RS(G)/709/1 dated 03-05-2005, or should be evaluated on CIF basis as directed in Board's letter No. 87/RS(G)/777/2 dated 20-08-1987.

2.0 The matter has been examined in consultation with associate finance and accordingly, it is clarified that for all tenders:-

2.1 Offers in foreign currency, are usually received on FOB or C&F basis. These offers are to be evaluated in the following manner to arrive at total cost of the offers for determining the level of tender committee and tender accepting authority:

- (a) CIF cost is to be calculated by adding freight as per rates of Shipping Corporation of India (SCI) (in case of FOB offers) & insurance charges as per Board's open cover policy. In case of C&F offers, only insurance charges are to be added.
- (b) Assessable Value is to be calculated by adding Port/landing charges @ one percent with the CIF cost as per Customs Rules. Aggregate Customs Duty is to be calculated on the assessable value and the total landed cost is to be worked out by adding the assessable value with the aggregate Customs Duty.



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-: 2 :-


- (c) Thereafter, other charges as leviable and as required in terms of tender conditions (viz. training, installation & commissioning charges etc. as quoted, if any) are to be added to the total landed cost to arrive at the total cost of the offer.

2.2 Conditions as detailed in Para 2.1 above are to be included in the evaluation criteria in the tender conditions.

3.0 It is further clarified that indigenous offers shall continue to be evaluated on the basis of total cost including all duties & taxes etc., in terms of Board's letter no. 99/RS(G)/709/1 dated 03-05-2005.

4.0 This issues with the concurrence of Finance Directorate of Ministry of Railways.

5.0 This disposes South Western Railway's letter No.S/IV(4)/Purchase Policy/2006-07 dated 25-08-2006.


(Aruna Jain)
DDRS(G)-II
Railway Board

No: 2003/RS(G)/777/1

New Delhi, dated: 08-08-2008

Copy to:

1. FA&CAOs, All Indian Railways & Production Units.
2. PCEs, All Indian Railways & Production Units.
3. The ADAI(Railways), New Delhi (with 10 spares copies)
4. The Director of Audit, All Indian Railways.


for Financial Commissioner / Railways

No: 2003/RS(G)/777/1

New Delhi, dated: 08-08-2008

Copy to:

1. The COSs, All Indian Railways & PUs including NF(C).
2. The COS, Metro Railway, Kolkata.
3. The COS, COFMOW, New Delhi.
4. The COS, CORE, Allahabad.

Contd.....3/-