



**OFFICE OF PRINCIPAL CHIEF MATERIALS MANAGER  
CHITTARANJAN LOCOMOTIVE WORKS  
CHITTARANJAN-713331 (WEST BENGAL)**

No. HQ/Policy/22-23

Dtd. 22/09/22

**Sub: Operation of (+) 30% Option Clause, Lower Rate Imposition & Finance  
Concurrence in DP extension of Regular & Developmental POs**

Operation of (+) 30% Option Clause

1. If higher rates are received in subsequent tender, then quantity available through option clause at lower rate will be covered. In such instances, no lower rate applicability clause/ condition to be kept in Modification Advice issued for (+) 30% OC.
2. Normally, Option Clause shall not be operated before receipt of higher rates in subsequent tender. If it is decided to operate (+) 30% OC in administrative interest prior to opening of subsequent tender then lower rate applicability clause/ condition to be kept in Modification Advice issued for (+) 30% OC.


Lower Rate Imposition & Finance Concurrence in DP extension of Regular POs

1. No lower rate of future tenders shall normally be kept in Modification Advice issued for DP extension.
2. In DP extension cases for Regular purchase orders where lower rates have been received in subsequent tender, Finance concurrence shall be required.

Lower Rate Imposition & Finance Concurrence in DP extension of Developmental POs

1. In DP extension cases for Developmental purchase orders, no lower rate shall be imposed.
2. As LD is not leviable in Developmental orders, Finance concurrence will not be required. However, if Lower rates have already been received in subsequent tender, then DP extension shall be done with Finance concurrence.


This is issued with the approval of PFA and PCMM.

  
22.09.22  
(R. Roy)

Dy.CMM/HQ/CLW

Copy to:

- Secy. to GM: for kind information please
- PFA, PCMM, PCEE, PCME: for kind information please
- All Accounts and Stores Officers: for information and necessary action accordingly

  
22.09.22  
(R. Roy)

Dy.CMM/HQ/CLW

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