



Institute of
Business Administration
Karachi

Leadership and Ideas for Tomorrow

Ref # IBA-MC/PD/214/0111/2022-23
February 06, 2023

M/s. Cemcon Associates
6-D, Block-2,
PECHS
Karachi
Cell # 0300-2190390

Attn: Engr. Adil Askari
CNIC # 42101-6388372-4

**Subject: LETTER OF AWARD (LOA) FOR CONSTRUCTION OF 32 NOS FACULTY APARTMENT
AT IBA STAFF TOWN, KARACHI**

Dear Engr. Adil Askari

This is with reference to your bid submitted and opened on January 06, 2023, by the Procurement Committee - IBA.

We are pleased to inform you that upon Financial & Technical Scrutiny, your bid is found to be the lowest evaluated bid at a cost of PKR 379,817,148/- (Rupees Three Hundred Seventy Nine Million Eight Hundred Seventeen Thousand One Hundred Forty Eight only)


This Letter of Award (LOA) comprises of:

1. Tender documents Volume-I (Conditions of Contracts)
2. Tender documents Volume-II (Technical Specification & Drawings)
3. Tender documents Volume-III (Bill of Quantities)

The work should be executed strictly as per specification and direction and instruction issues by the Engineer Incharge.

The Terms & Conditions shall be as under:

- 1 **Contract Price:** PKR 379,817,148/- (Rupees Three Hundred Seventy Nine Million Eight Hundred Seventeen Thousand One Hundred Forty Eight only) for Construction Of 32 Nos Faculty Apartment at IBA Staff Town, Karachi.
- 2 **Time of Completion:** 18 (Eighteen) Calendar Months from 15 days after the date of issue of LOA.
- 3 **Defects Liability Period:** As per Contract clause
- 4 **Liquidated Damages:** As per Contract clauses.


CEMCON ASSOCIATES
Chozab
07/02/2023

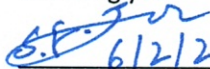
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5 Payment terms:

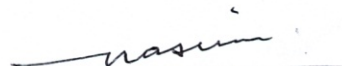
- a) Mobilization Advance: 10% of the Contract amount as Mobilization Advance subject to the submission of Bank Guarantee from a Scheduled Bank of Pakistan. This will be recovered from each successive bill at the rate of 10% till up to complete reimbursement of Mobilization advance
 - b) Secured Advance: Up to 70% of the Material Cost of the item as per Clause on materials required at the site supported with pre Dispatch inspection report, Valid Warranty and individual test report. The payment shall be made only upon the material brought at the site and duly verification of the IBA authorized representative that materials are required and are in good working condition. The safe custody shall be the Contractor's responsibility. The reimbursement shall be made from the next submitted bill.
 - c) Retention Amount: 5% (Five percent) from each bill shall be deducted from each running bill and 50% (Fifty percent) of the retention amount shall be released upon issuance of substantial completion along with the final bill, while the balance 50% (Fifty percent) shall be released upon successful completion of Defects Liability Period. Twelve calendar months from the date of issue of Substantial Completion of the Project.
- 6 Variation: No variation or Extra Substitute items shall be executed without the written approval of the IBA Competent Authority.
- 7 Work Program: Contractor is required to submit work Program & cash flow within seven (7) days of issuance of Letter of Award (LOA) based on CPM / Bar Chart.
- 8 Performance Guarantee: M/s. Cemcon Associates is required to submit the Performance Guarantee as per Clause equivalent to 5% (Five percent) of the Contract amount, as mentioned in LOA in form of a Bank Guarantee from a Scheduled Bank of Pakistan or Pay Order in the name of IBA, Karachi

All technical and contractual matters are as per Tender Terms & Conditions of Contract. It is requested to please return the copy of this letter of award duly signed with an official stamp as an acknowledgment of its receipt as well as unconditional acceptance of the same. It is also requested to sign the agreement as per the prescribed Performa given in the contractor document on Judicial Paper equivalent to 0.35% of the Contract amount as mentioned on LOA as per rules.


Thanking you


6/2/23

Syed Fahad Jawed
Head of Procurement



Muhammad Nasimulhaque Malik
Sr. Manager Contracts (Project)


Received & Accepted on behalf of
M/s. Cemcon Associates