

RO/MUM/NHDP-39/2015-16/-Part(1) (Computer No. 179426)

Government of India

Ministry of Road Transport & Highways

(Zone -4 Section)

Transport Bhawan, 1, Parliament Street, New Delhi-110001

Dated: 20.04.2020

OFFICE MEMORANDUM

To,

1. The Chief Secretaries of all the State Governments/UTs.
2. The Chairman, National Highways Authority of India, G-5 & 6, Sector-10, Dwarka, New Delhi
3. The Managing Director, NHIDCL, PTI Building, New Delhi-110001
4. The Principal Secretaries/ Secretaries of all States/ UTs Public Works Department/Road Construction Department/ Highway Department (dealing with National Highways and other centrally sponsored schemes).
5. All Engineers-in-Chief and Chief Engineers of Public Works Department of States/ UTs, Road Construction Department/ Highways Departments (dealing with National Highways and other centrally sponsored schemes).
6. The Director General (Border Roads), Seema Sadak Bhawan, Ring Road, New Delhi- 110010.
7. All CE-Ros, Ros, ELOs & PIUs of MoRT&H.

Subject: - Interest Bearing Working Capital Advance against unbilled executed work to mitigate the cash flow problems of HAM Concessionaire & EPC contractors and modification in Schedule - H of the EPC Contract - Clarification on recovery schedule for mobilization advance and interest bearing working capital advance for HAM projects reg.

Ministry vide circular no. RO/MUM/NHDP-39/2015-16 dated 17.04.2020 (copy enclosed) had issued clarifications on recovery schedule for mobilization advance and IBWCA for HAM projects.

2. In this regard, it is to apprise to all concerned that due to ongoing lockdown in country in the wake of COVID-19 outbreak, the above mentioned circular had been issued with digital signature of Shri P. K. Mourya (SE (Zone-IV),MORTH). However, looking at the

wide circulation of this circular, a physically signed copy of this circular is again being issued for convenience.

Encl. As above

Shweta Kumari
20/04/2020

(Shweta Kumari)

Assistant Executive Engineer (Zone-IV)

For Director General (Road Development) & SS

Copy to: -

1. All CEs in the Ministry of Road Transport & Highways
2. The Secretary General, Indian Roads Congress
3. NIC-for uploading on Ministry's website under "What's new"

Copy for kind information to: -

1. Sr. PPS to Secretary (RT&H)
2. PPS to DG (RD) & SS
3. PPS to SS
4. PPS to SS&FA
5. PS to ADG-I
6. PS to JS(T)/JS(H)/JS(LA&C)/JS (EIC)

RO/MUM/NHDP-39/2015-16(Computer No. 176793)
Government of India
Ministry of Road Transport & Highways
Project Zone-IV
Transport Bhawan, 1 Parliament Street, New Delhi - 110001

Dated: 17th April, 2020

To,

1. The Chief Secretaries of all the State Governments/UTs.
2. The Chairman, National Highways Authority of India, G-5 & 6, Sector-10, Dwarka, New Delhi
3. The Managing Director, NHIDCL, PTI Building, New Delhi-110001
4. The Principal Secretaries/ Secretaries of all States/ UTs Public Works Department/Road Construction Department/ Highway Department (dealing with National Highways and other centrally sponsored schemes).
5. All Engineers-in-Chief and Chief Engineers of Public Works Department of States/ UTs, Road Construction Department/ Highways Departments (dealing with National Highways and other centrally sponsored schemes).
6. The Director General (Border Roads), Seema Sadak Bhawan, Ring Road, New Delhi- 110010.
7. All CE-Ros, Ros, ELOs & PIUs of MoRT&H.

Sub: Interest Bearing Working Capital Advance against unbilled executed work to mitigate the cash flow problems of HAM Concessionaire & EPC contractors and modification in Schedule – H of the EPC Contract- Clarification on recovery schedule for mobilization advance and interest bearing working capital advance for HAM projects reg.

Ministry vide circular No. RO/MUM/NHDP-39/2015-16 dated 09.11.2019 has issued policy guidelines for grant of interest bearing working capital advance (IBWCA) for HAM and EPC projects. This Ministry is receiving request for clarification on recovery schedule of mobilization advance and IBWCA for HAM projects as nothing is stated in this regard in circular dated 09-11-2019.

2. The recovery of mobilization advance in the HAM project is generally done along with release of first four grants of 8% of adjusted bid project cost (BPC), due at 20%, 40%, 60% and 75% of project progress (the progress % may vary in different contracts). After issuance of circular dated 09.11.2019, the concessionaire of HAM projects are also eligible for IBWCA after achieving progress of 10%, 30%, 50% and 70% in addition to mobilization advance.

2. Doubts have been raised as to whether mobilization advance recovery can be done proportionately at the time of release of IBWCA, In this regard it is clarified that the recovery of mobilization advance shall be as per the relevant provision in HAM concession agreement, unless requested by concessionaire for recovery at the time of release of IBWCA proportionately. However, the executing agency shall ensure due validity of requisite BG till the recovery of same.

Yours faithfully,

S. Anurag Kumar
20/04/2020

(Pankaj Kumar Mourya)
Superintending Engineer – Zone(IV)-II
For Director General (Road Development) & SS

Copy to :

1. All CEs in the Ministry of Road Transport & Highways
2. The Secretary General, Indian Roads Congress
3. NIC-for uploading on Ministry's website under "What's new"

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1. Sr. PPS to Secretary (RT&H)
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5. PS to ADG-I
6. PS to JS(T)/JS(H)/JS(LA&C)/JS (EIC)

Pankaj Kumar Mourya
20/04/2020

Signature Not Verified

Digitally signed by PANKAJ
KUMAR MOURYA
Date: 2020.04.17 16:26:26 IST

