

ವಾಯವ್ಯ ಕರ್ನಾಟಕ ರಸ್ತೆ ಸಾರಿಗೆ ಸಂಸ್ಥೆ,
ಕೇಂದ್ರ ಕಛೇರಿ, ಗೋಕುಲ ರಸ್ತೆ, ಹುಬ್ಬಳ್ಳಿ.



North-Western Karnataka Road
Transport Corporation,
Central Offices, Gokul Road, Hubli.
Cell No:7760991510, 7760991527

No.NWKT/CO/HBL/ACC/CADT/1477/18-19

Dt.15.09.2018

To,

The All Banks.

Sir,

SUB: Availment of Rupees 125.00 Crores Term Loan for
the Financial year 2018-19 for procurement of
650 Fully Built Buses.

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The Corporation Board vide resolution No.1232 Dated:20.08.2018
approved the Capital Expenditure programme of N.W.K.R.T.C. for the financial
year 2018-19. The Budget estimates for capital expenditure is as under.

Sl. No.	Resources	Amount in lakhs	Sl. No.	Estimated Capital Expenditure	Amount in lakhs
1.	Term Loan	12500.00	1.	Buses	15000.00
2.	Infrastructure grants/ subsidy	5000.00	2.	Land	200.00
3.	Capital expenditure / Financial assistance from State Govt	2000.00	3.	Building and Fixtures	9100.00
4.	DULT	800.00	4.	Plant and Machinery	200.00
5.	Central Govt	500.00	5.	Miscellaneous Equipments	150.00
6.	Internal Resources (includes Rs.1500.00 Lakhs for Civil Works)	4770.00	6.	Computer and Hardware	800.00
			7.	Hospital Equipments	10.00
			8.	Equipments for Training Institution	10.00
			9.	Departmental Vehicles	100.00
	TOTAL	25570.00		TOTAL	25570.00

Contd..2..

Out of this Capital Expenditure programme the Corporation Board has approved for induction of 650 new buses during 2018-19 at the cost of Rs.150.00 Crores approximately, Rs.93.00 crores for infrastructure developments and balance of Rs.12.70 crores towards procurement of Plant, Machinery, Equipment's, Which will be met out of infrastructure grants, additional financial assistance from State Govt/Central Govt. and the balance from internal resources.

The Corporation's daily revenue is of Rs.5.10 Crores on an average every day and has ability to repay the monthly installment in time.

The security for the term loan of Rs.125.00 Crores will be provided in the form of fully built vehicles worth Rupees.125.00 Crores to the bank against Term Loan.

It is further made clear that 650 Fully built buses of Ashok Leyland/TATA/EICHER vehicles will be hypothecated to the Bank mentioning the Engine number, Chassis number and vehicle registration numbers. The other salient conditions are listed in Annexure-I.

It may be mentioned here that this Corporation has an established best track record of repayment of loan, through Escrow account

Bankers may kindly note that preference will be given to the Bank quoting for the entire amount required by the Corporation. However, in case any Bank does not quote for the entire amount, their offer for part amount of loan will also be considered. The approval of Government for raising loan from Banks will be furnished at the time of agreement. The Corporation would like to draw the loan any time during October-2018.

Any other document required by Bank may be obtained by contacting the undersigned. You are requested to communicate the best competitive offer (Sealed quotes) linked to Half yearly and Annual MCLR to this office on or before **16.10.2018 at 15.00 hrs.** The quotes will be opened in the presence of Bank Representatives at **16.30** hours on the same day and the best offer will be accepted. The Corporation is at liberty to cancel or reject the offer without assigning any reason whatsoever.

It is appreciable if the Bank quotes their best possible offer/rates without keeping an eye on, or expecting to make any further incremental gains by quoting more than the best possible rates/offers to match the nearest offers by others.

In view of this you may kindly quote your best offer and participate.

Thanking you,

Yours faithfully,

Chief Accounts Officer-cum-F.A.
N.W.K.R.T.C., Central Offices, Hubli

Encl.: Annexure-I.

// OTHER CONDITIONS //

1. Offers are invited from Nationalized /Commercial Banks and Financial Institutions.
2. The Government Guarantee will not be provided by Corporation.
3. In any case the charge on the R. C. Book by Regional Transport Authority will not be executed. However, the list of vehicle Nos along with chassis & Engine Nos will be furnished to the Banks.
4. The period of Term Loan/ will be for eighty four (84) months and the repayment will start from 30 days from the date of release of loan amount.
5. Most competitive Interest rate floating (Linked to Half yearly and Annual MCLR) be quoted for Term and repayment in 84 monthly installments.
6. The conditional offer without the prior sanction from their Head Offices will be rejected. The Banker shall quote the best rate of interest for a period of 84 months and the Bank shall release the term loan within 15 days from the opening of offers.
7. Rs 125.00 Crores will be required for purchase of new chassis and construction of bus body.
8. 100 % Financing has to be done without deduction of margin money.
9. Processing fees/charges should not be levied by the Bank for Term Loan.
10. Up front fees/ charges should not be charged for availing Term Loan. In case of fore-closure of term loan, Banker should not charge any commitment charges.
11. Stamp duty required may be intimated for executing Bank document at the time of availing Term Loan.
12. The Term Loan sanctioned has to be released by issuing cheque in the name of Chief Accounts Officer-cum-F.A., N.W.K.R.T.C., Central Offices, Hubli as and when requisitioned at short notice of about 1 week. The proof of investment will be made available to the Bank after registration of vehicles and direct payment by the Bank to the suppliers of chassis and body building will not be entertained.
13. After accepting the offer/quotes by the Corporation, in any case if it is rejected by the Banks, NWKRTC will take legal action against the Banks.
14. The Corporation is at liberty to cancel or reject the offer without assigning any reason whatsoever.

Chief Accounts Officer-cum-F.A.,
N.W.K.R.T.C., Central Offices, Hubli

Copy f.w.cs to: Personal Assistant to Managing Director N.W.K.R.T.C. Central Offices,
Hubli to bring it to the notice of Managing Director.