

Ministry of Defence

Corrigendum No. 1 to Request for Expression of Interest (REoI) for Shortlisting of Indian Strategic Partner (SP) for Construction of Six Conventional Submarines Project 75 (I) Under the Strategic Partnership Model uploaded on 20 June 2019

1. The following amendments and insertions are applicable to the original Request for Expression of Interest (REoI) for Shortlisting of Indian Strategic Partner (SP) for Construction of Six Conventional Submarines Project 75 (I) under the Strategic Partnership Model.

Sl. No. 1	Reference to REoI: Para 5 of Appendix A: Net Worth
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As appearing in the original REoI

The Applicant Company shall have minimum net worth of INR 800 Cr (Rupees Eight Hundred Crore) on consolidated basis at the close of the financial year 2017-18 and 2018-19. Certificate from the Statutory Auditor shall be applicable only for FY 2018-19. Net worth is to be based on financial statements audited under the Companies Act and adopted and approved by the board and shareholders. For the purpose of this REoI, Net Worth is to be calculated as follows:

- (a) Net Worth = (Paid up share capital) + (reserves and surplus) - (revaluation reserves) - (intangible assets, miscellaneous expenditure to the extent not written off, accumulated losses)
- (b) Further any other asset/ liability appearing in the balance sheet and contingent liabilities affecting the Net Worth, as at close of the preceding financial year is to be subtracted from the above calculated Net Worth.

Applicant Company is to mention all the headers given in the Net Worth formula stated above.

To be read as

The Applicant Company shall have minimum net worth of INR 800 Cr (Rupees Eight Hundred Crore) on consolidated basis at the close of the financial year 2017-18 and 2018-19. Certificate from the Statutory Auditor shall be applicable only for FY 2018-19. Net worth is to be based on financial statements audited under the Companies Act and adopted and approved by the board and shareholders. For the purpose of this REoI, Net Worth is to be calculated as follows:

- (a) Net Worth = (Paid up share capital) + (reserves and surplus) - (revaluation reserves) - (intangible assets, miscellaneous expenditure to the extent not written off, accumulated losses)
- (b) Further any other asset/ liability appearing in the balance sheet and contingent liabilities affecting the Net Worth, as at close of the preceding financial year is to be subtracted from the above calculated Net Worth.

With respect to the calculation methodology mentioned above, the certificate from the Statutory Auditor must mention figures against all the items given in part (a); and provide the figure for adjustment, if any, pertaining to part (b).



Sl. No. 2	<p style="text-align: center;">Reference to REoI:</p> <p style="text-align: center;">Para 6 of Appendix A: Liquidity</p>
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As appearing in the original REoI

The Applicant Company shall have a minimum cash liquidity of INR 1,000 Cr. (Rupees One Thousand Crore) on consolidated basis at the close of the financial year 2018-19 demonstrated through either:

- (a) access to un-utilized line of credit / overdraft facility / cash credit facility from its consortium of banks documented via a letter issued by the lead bank; and/ or
- (b) liquid assets in the form of cash or cash equivalents / marketable securities on its Balance Sheet for FY 2018-19.

To be read as

The Applicant Company shall have a minimum cash liquidity of INR 1,000 Cr. (Rupees One Thousand Crore) on consolidated basis at the close of the financial year 2018-19 demonstrated through *either one or both of the following*:

- (a) access to un-utilized line of credit / overdraft facility / cash credit facility from its consortium of banks documented via a letter issued by the lead bank;
- (b) liquid assets in the form of cash or cash equivalents / marketable securities on its Balance Sheet for FY 2018-19.



Sl. No. 3	Reference to REoI: Appendix H
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As appearing in the original REoI

Appendix H
(Refers to Para 10 of
Appendix A of REoI)

**CERTIFICATE FROM THE STATUTORY AUDITOR REGARDING CONSOLIDATED
REVENUE AND NET WORTH**

Consolidated Revenue

Based on its books of accounts, financial statements for the year ended and other published information authenticated by it, this is to certify that the consolidated revenue/ average revenue of (Name of the Applicant Company of the last three (03) financial years is as follows:-

- (a) 2018-19 (Financial Year) - INR..... Cr (Rupees Crore)
- (b) 2017-18 (Financial Year) - INR..... Cr (Rupees Crore)
- (c) 2016-17 (Financial Year) - INR..... Cr. (Rupees Crore)

Consolidated Net Worth

Based on its books of accounts, financial statements for the year ended 2018- 19 and other published information authenticated by it, this is to certify that consolidated Net Worth of..... (Name of the Applicant Company) is INR..... Cr. (RupeesCrore) at the close of the preceding financial year which is calculated as follows:

.....
.....

(Statutory Auditor to detail the subscribed and paid up equity share capital, reserves, miscellaneous expenditure and any other parameters used for calculating the net worth as per clause _____ of _____)

We further certify that the methodology adopted for calculating such net worth conforms to the provisions of Paragraph 5 of the Appendix A of REoI.

Consolidated Liquidity

Based on its books of accounts, financial statements for the year ended 2018- 19 and other published information authenticated by it, this is to certify that the cash liquidity with..... (Name of the Applicant Company) in the as demonstrated by un-utilized line of credit/ overdraft facility/ cash credit facility from its consortium of banks documented via letter no. issued by the lead bank(Name of lead Bank) or liquid assets in the form of cash or cash equivalents/ marketable securities on its Balance Sheet for FY 2018-19 is INR Cr. (Rupees Crore).



Name of the audit firm:

Seal of the audit firm:

(Signature, name and designation of the authorized signatory)

Date:

Note: *If the Applicant Company is depending on its Holding Company for clearing the financial gate, then this certificate has to be provided by the Holding Company on standalone basis.*



To be read as

Appendix H
(Refers to Para 10 of
Appendix A of REoI)

**CERTIFICATE FROM THE STATUTORY AUDITOR REGARDING CONSOLIDATED
REVENUE, NET WORTH AND CONSOLIDATED LIQUIDITY**

Consolidated Revenue

Based on its books of accounts, financial statements for the year ended _____ and other published information authenticated by it, this is to certify that the consolidated revenue of.....
(Name of the Applicant Company) **during each of** the last three (03) financial years is as follows:-

- (a) 2018-19 (Financial Year) - INR Cr (RupeesCrore)
- (b) 2017-18 (Financial Year) - INR Cr (RupeesCrore)
- (c) 2016-17 (Financial Year) - INR Cr. (RupeesCrore)

Average of 2018-19, 2017-18, 2016-17 - INR Cr (RupeesCrore)

Consolidated Net Worth

Based on its books of accounts, financial statements for the year ended 2018- 19 and other published information authenticated by it, this is to certify that consolidated Net Worth of..... (Name of the Applicant Company) is INR..... Cr. (RupeesCrore) at the close of the preceding financial year which is calculated as follows:

.....
.....

(Statutory Auditor to mention figures against all the line items specified in Para 5(a) of Appendix A of REoI. Further, Statutory Auditor to mention adjustments made to Net-worth calculation as per provisions of Para 5(b) of Appendix A of REoI.)

We further certify that the methodology adopted for calculating such net worth conforms to the provisions of Paragraph 5 of the **Appendix A** of REoI.

Consolidated Liquidity

Based on its books of accounts, financial statements for the year ended 2018-19 and other published information authenticated by it, this is to certify that the cash liquidity with (Name of the Applicant Company) is INR.....Cr. (Rupees.....Crore) as demonstrated by the following:-



- (a) un-utilized line of credit / overdraft facility / cash credit facility from its consortium of banks documented via letter no. dated.....issued by the lead bank (*Name of lead Bank*) at the close of FY 2018-19 is INR Cr. (RupeesCrore).
- (b) liquid assets in the form of cash or cash equivalents / marketable securities on its Balance Sheet at the close of FY 2018-19 is INR Cr. (RupeesCrore).

Name of the audit firm:

Seal of the audit firm:

(Signature, name and designation of the authorized signatory)

Date:

Note: *If the Applicant Company is depending on its Holding Company for clearing the financial gate, then this certificate has to be provided by the Holding Company on standalone basis.*



Sl. No. 4	<p style="text-align: center;">Reference to REoI:</p> <p style="text-align: center;">Para 21(c): Submission of EoI</p>
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To be included after 21(c)(xi)

(xii) Certified true copy of the charter documents (i.e. Articles of Association, Memorandum of Association and Certificate of Incorporation), Board Resolution authorizing Power of Attorney and, Power of Attorney in favour of the Authorised Signatory to execute the documents on behalf of the Applicant Company.



Sl. No. 5	<p style="text-align: center;">Reference to REoI:</p> <p style="text-align: center;">Note below Appendix B: Information Proforma</p>
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As appearing in the original REoI

Note: *The Applicant Company shall submit certified true copy of the charter documents i.e. Articles of Association, Memorandum of Understanding and Certificate of Incorporation, board resolution authorizing power of Attorney and power of attorney, in favour of the Authorised Signatory to execute the documents on behalf of the Applicant Company.*

To be read as

Note: *The Applicant Company shall submit certified true copy of the charter documents i.e. Articles of Association, Memorandum of **Association** and Certificate of Incorporation, Board Resolution authorizing Power of Attorney and Power of Attorney in favour of the Authorised Signatory to execute the documents on behalf of the Applicant Company.*



Sl. No. 6	<p style="text-align: center;">Reference to REoI:</p> <p>Para 2(b) of Appendix A: Minimum Qualifying Criteria- Submarine Project</p>
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As appearing in the original REoI

(b) Successfully signed at least 1 (one) contract in the domain of shipbuilding (i.e. ships and crafts/submarine) in last 10 (ten) years of value not less than INR 300 Cr (Three Hundred Crores) and delivered (including acceptance) at least one platform of the same contract during the last 5 (five) financial years.

To be read as

(b) Successfully signed at least 1 (one) contract in the domain of shipbuilding (i.e. ships and crafts/submarine) of value not less than INR 300 Cr (Three Hundred Crores) and delivered (including acceptance) at least one platform of the same contract during the last 5 (five) financial years.

2. The amendments mentioned above are hereby incorporated in the REoI issued on 20 Jun 19.



