

IT Department

Inward / Dispatch

Diary No.: 237

Date: 9.11.2021

**INDRAPRASTHA POWER GENERATION COMPANY LIMITED &  
PRAGATI POWER CORPORATION LIMITED  
(HR DEPARTMENT)**

(Regd. Office: Himadri, Rajghat Power House Office Complex, New Delhi – 110 002)

**Corporate Identity Number (CIN) – U40103DL2001SGC111530**

Website: [www.ipgcl-ppcl.gov.in](http://www.ipgcl-ppcl.gov.in)

No.F.Gen/Policy/2021-22/ 15

Dated: 9<sup>th</sup> November, 2021

**CIRCULAR**

Ministry of Finance, Department of Expenditure, Govt. of India vide OM dated F.9/4/2020-PPD dated 12.11.2020 had reduced the Performance Security being taken for all works / supplies from 5-10% to 3% of the contractual value in order to assist the growth of Industry adversely affected by COVID pandemic.

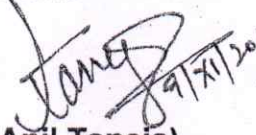
The main features of the said OM are as under:

1. Performance Security for all existing contracts shall be 3% of the value of the contract. However, the benefits of the reduced performance security will not be given in the contracts under dispute wherein arbitration / Court proceedings have already been started or are contemplated.
2. All tenders / contracts issued / concluded till 31.12.2021 should also have the provision of reduced Performance Security.
3. In all contracts where Performance Security has been reduced to 3% in view of above stipulation, the reduced percentage of Performance Security shall continue for the entire duration of the contract and there should be no subsequent increase of Performance Security even beyond 31.12.2021.

A copy of OM Dated 12.11.2020 is enclosed for further guidance and implementation in the Companies. These instructions are applicable to all kinds of procurement viz. Goods, consultancy, works non-consulting services etc. and are to be implemented with immediate effect by all concerned.

This has approval of Hon'ble Minister of Power, Govt. of NCT of Delhi.

Encl: As above

  
(Anil Taneja)  
Dy. Manager (HR)  
Policy

Copy for information to:

1. ES to MD
2. Sr. PS / PS to all Directors / CVO / EDs
3. Sr. PS / PS to all GMs / Addl. GM(HR) / Dy. CMO
4. Sr. Manager (IT): For uploading the same in Company Website  
[Reduced PBS / PBG].
5. Notice Board