



CENTRAL PUBLIC WORKS DEPARTMENT

OFFICE MEMORANDUM

No.DGW/CON /228

ISSUED BY AUTHORITY OF DIRECTOR GENERAL OF WORKS

NIRMAN BHAVAN, NEW DELHI

DATED 05.02.2007

Sub: Mobilization Advance : Contradictions between clause 10-B (ii) of GCC 2005 and CPWD Works Manual 2003.

In order to remove contradictions about mobilization advance between clause 10-B (ii) of GCC 2005 and CPWD Works Manual 2003, provisions of clause 10-B (ii) of GCC 2005 stand modified as under:-

Clause 10 B (ii) – Mobilization Advance

Existing	Modified
ii) Mobilization advance not exceeding 10% of the tendered value may be given, if requested by the contractor in writing within one month of the order to commence the work. In such a case, the contractor shall execute a Bank Guarantee Bond from a Schedule Nationalized Bank as specified by the Engineer-in-Charge for the full amount of such advance is released. Such advance shall be in two or more installments to be determined by the Engineer-in-Charge at his absolute discretion. The first Installment of such advance shall be released by the Engineer-in-Charge to the contractor on a request made by the contractor to the Engineer-in-Charge in this behalf. The second and subsequent installments shall be released by the Engineer-in-Charge only after the contractor furnishes a proof of the	ii) Mobilization advance not exceeding 10% of the tendered value may be given, if requested by the contractor in writing within one month of the order to commence the work. In such a case, the contractor shall execute a Bank Guarantee Bond from a Schedule Bank as specified by the Engineer-in-Charge for the full amount of mobilization advance before such advance is released. Such advance shall be in two or more installments to be determined by the Engineer-in-Charge at his sole absolute discretion. The first Installment of such advance shall be released by the Engineer-in-Charge to the contractor on a request made by the contractor to the Engineer-in-Charge in this behalf. The second and subsequent installments shall be released by the Engineer-in-Charge only after the

satisfactory utilization of the earlier installment to the entire satisfaction of the Engineer-in-Charge.	contractor furnishes a proof of the satisfactory utilization of the earlier installment to the entire satisfaction of the Engineer-in-Charge.
Mobilization advance shall be admissible only for work where estimated cost put to tender is rupees two crores and above.	Provided always that provision of the clause 100B (ii) shall be applicable only when so provided in “Schedule – F”.

Further following insertion shall be made in Schedule F at page 96 of General Conditions of Contract 2005 (between clause 7 and clause 10 cc) as well as in Schedule F of form CPWD 7/8:-

Clause 10 B(ii)

Whether clause 10-B (ii) shall be applicable Yes/No.

- sd -

Superintending Engineer

Issues from file No. CSQ/CM/C/37(5)/2004