

## **Alternative to Revenue Solvency for Registration as Contractor / Tenders**

**i) Banker's Certificate:** Banker's certificate shall be issued by a Scheduled Bank on its letter head addressed to the enlisting authority in the format prescribed in **Annexure-1** and shall be uploaded after scanning from the original. The amounts of Banker's certificate required for registration and renewal of contractors shall be the amount equivalent to the solvency value as prescribed by the Government. Banker certificate shall not be more than 3 months old on the date of application. The Banker's certificate shall be verified from the bank through postal / official email ID.

**(ii) Net-worth certificate:** The Net-worth Certificate shall be in the format prescribed in **Annexure-2**. These certificates shall be duly signed and issued by the certified Chartered Accountants on their letter heads. In the Net worth Certificate, the Chartered Accountant should also certify that "the net worth of the applicant has not eroded by more than 50% in the last three years ending on 31<sup>st</sup> March. The relevant year shall be the financial year ending on 31<sup>st</sup> March of the year proceeding the calendar year of application or 31<sup>st</sup> March of last financial year if audited balance sheet is submitted. Net-worth certificate shall be verified by the registering authorities using UDIN website <http://udin.icai.org/search-dudin>. The amount of Net-worth Certificate shall be equivalent to the solvency amount as prescribed by the Government.

**(iii) Average Annual Turnover certificate:** Average Annual Turnover certificate shall be in the format prescribed in **Annexure-3**. This certificate shall be duly signed and issued by the certified Chartered Accountants on their letterhead. The relevant year shall be the financial year ending on 31<sup>st</sup> March of the year proceeding the calendar year of application on or 31<sup>st</sup> March of last financial year if audited balance sheet is submitted. This certificate shall be verified by registering authorities using UDIN website. The value of annual turnover figures shall be brought to current value by enhancing the actual turnover figures at simple rate of 7% per annum.

**iv) Indemnity Bond:** Indemnity Bond should be on Non-Judicial Stamp Paper of Rs.500/- with a Notarial Stamp equivalent to the value of solvency amount as prescribed by the Government in **Annexure-4**

# **SPECIMEN COPY**

**Note: (Bank Letter pad)**

Annexure-1

## **Form of Banker's Certificate from a Commercial Bank**

This is to certify that to the best of our knowledge and information Shri/Smt/M/s..... having registered address, a customer of our bank, is/are respectable and can be treated as reliable for any engagement up to a limit of Rs.....(Rupees.....)

This certificate is issued without any guarantee or responsibility on the Bank or any of the officers. Certificate is issued on Shri/Smt/M/s.....for obtaining enlistment in Tamil Nadu Police Housing Corporation Limited (Name of category), in Class.....

(Signature)

For the Bank

Note: 1. Banker's certificates should be on the letter head of the bank, addressed to enlisting authority.

2. In case of partnership firm, the certificate shall include names of all partners as recorded with the bank.

## **SPECIMEN COPY**

**Note: (Chartered Accountant Letter pad)**

Annexure-2

### **Form of Certificate of Net Worth from Chartered Accountant**

It is to certify that as per the audited balance sheet and profit & loss account during the financial year....., the net worth of Shri/Smt/M/s.....(Name & Registered Address of Individual/firm/ Company), is Rs.....after considering all liabilities. It is further certified that the net worth of the individual/firm/ Company has not eroded by more than 50% during the last three years ending on 31<sup>st</sup> March..... (the relevant year as per Rule 6.3.8).

Unique Document Identification Number (UDIN).....

(Signature of Chartered Accountant)

(Name of Chartered Accountant)

Membership No. of ICAI Date and seal.

# **SPECIMEN COPY**

**Note: (Chartered Accountant Letter pad)**

Annexure-3

## **Form of Certificate of Annual Turnover on works from Chartered Accountant**

Certified that following is the annual turnover on works of the individual/firm/company as per returns filed with Income Tax Department for the past 3 (three) financial years. Name and registered address of individual/ firm/ company: .....

<b>S.No.</b>	<b>Financial year</b>	<b>Annual Turnover on Works in (Rs.Lakhs)</b>
	<b>Average Annual Turnover</b>	

Unique Document Identification Number (UDIN).....

(Signature of Chartered Accountant)

(Name of Chartered Accountant)

Membership No. of ICAI Date and seal.

# **SPECIMEN COPY**

**Note: (In 500 Rupees Stamp Paper)**

Annexure—4

## **INDEMNITY BOND**

**This deed of under taking is made on....Day of.....month of.....year**

**Whereas,** the firm“ .....has been enlisted as class.....contractors in Tamil Nadu Police Housing Corporation Limited by the Chief Engineer / Superintending Engineer / Executive Engineer,.....State / Circle / Division,.....and where as the Chief Engineer / Superintending Engineer / Executive Engineer,.....State / Circle / Division,.....,request for Indemnity for an amount of Rs.....(Equivalent to the value of Solvency amount as prescribed by the Government) being the Security for the due fulfillment of contract conditions.

**Whereas,** clause 67 of General Conditions of Contract as stipulated in Tamil Nadu Building Practice reiterates that “whenever any amount has to be paid by the contractor in view of the determination of the contract or any amount that may be due from the contractor, and if the contractor is not responding to the demands for the payment of the said amount, then the department shall be entitled to recover the said amount under the provision of Revenue Recovery Act”.

**Whereas,** We,.....(Contractor), the class .....Contractor enlisted in Tamil Nadu Police Housing Corporation Limited do here by promise to compensate and indemnify any loss or damage which may arise in the event of non-fulfilment or non-observance of contract conditions for Rs..... (Equivalent to the solvency amount as prescribed by the Government) or the actual loss incurred by the procuring entity, whichever is less.

Signature of the contractor

Witness :

1.

2.