

Instructions to Bidders: *Exemption from Earnest Money Deposit (EMD) for MSEs*

1. Eligibility for Exemption:

Micro and Small Enterprises (MSEs) registered with the **Udyam Registration Portal** are exempted from payment of the Earnest Money Deposit (EMD), subject to the following conditions:

- The MSE must be a **service provider** for the services required under this civil tender. Traders, dealers, and agents are strictly **not eligible** for this exemption.
- The services offered must be clearly covered under the scope of the bidder's valid Udyam Registration Certificate.

2. Mandatory Documents to be Uploaded:

Bidders seeking EMD exemption must attach/submit the following documents in the designated technical bid envelope:

- A valid and active **Udyam Registration Certificate**. (Note: *Udyog Aadhaar Memorandum (UAM)* is no longer valid for exemption claims).
- The National Industrial Classification (NIC) codes or certified details on the Udyam certificate must align with the civil/construction category tendered.

3. Works Contract Clause (Optional/Conditional):

In accordance with standard procurement guidelines, please note: If this tender is classified strictly as a pure "works contract" (e.g., civil construction/labour), standard MSME exemptions may not apply. Bidders are advised to verify their eligibility against the specific nature of this contract.

4. Bid Security Declaration:

Bidders claiming EMD exemption must submit a signed **Bid Security Declaration** (as per the prescribed format in *Annexure I* accepting that if they withdraw or modify their bids during the validity period, or fail to sign the contract, they may be debarred from participating in future tenders.

Format for Bid Security Declaration
(To be submitted on the Bidder's Official Letterhead)

Tender No.:

Date:

Name of Work:

To,
Director
NIRM
Bangalore-560070

I/We, the undersigned, declare that:

1. I/We understand that, according to your invitation to tender conditions, bids must be supported by a Bid Security Declaration in lieu of Earnest Money Deposit (EMD).
2. I/We accept that I/We may be automatically disqualified and debarred from bidding or participating in any future tender/contract with NIRM, Bangalore for a period of **two (2) years** from the date of notification if I/We breach any of our obligations under the bid conditions, because I/We:
 - Have withdrawn or modified our Bid during the period of bid validity specified in the Tender Documents; or
 - Having been notified of the acceptance of our Bid by the Competent Authority during the period of bid validity, fail or refuse to execute the Contract Agreement, or fail or refuse to furnish the Performance Security in accordance with the Instructions to Bidders.
3. I/We understand that this Bid Security Declaration shall expire if I/We am/are not the successful Bidder, upon the earlier of:
 - Our receipt of your notification to us advising that we are unsuccessful; or
 - Thirty (30) days after the expiration of our Bid Validity Period.

Signature of the Authorized Signatory

Name of Signatory:

Designation:

Name of the Bidder/Company:

Company Seal: