

NEPAL AIRLINES CORPORATION  
KANTIPATH, KATHMANDU  
NEPAL

TENDER DOCUMENT  
FOR  
AUCTION SALE OF B757-200 9N-ACA AIRCRAFT

ON  
**“AS IS WHERE IS BASIS ”**

(This document contains total fourteen pages including cover page)

## Table of Contents

1.0	TENDER NOTICE .....	3
2.0	FORM OF TENDER .....	5
	PART 2.1 – FINANCIAL ACKNOWLEDGEMENT .....	5
	PART 2.2- FINANCIAL OFFER (Please quote your highest Bid Offer).....	7
3.0	INSTRUCTIONS TO THE BIDDERS .....	8
4.0	GENERAL CONDITION OF THE CONTRACT .....	11
5.0	ADDITIONAL INFORMATION: - “AS IS WHERE IS BASIS “ .....	13

## 1.0 TENDER NOTICE

NEPAL AIRLINES CORPORATION (NAC)  
KATHMANDU, NEPAL

TENDER NOTICE FOR AUCTION SALE  
**Time extension for Submission of tender**

Date of Publication: 29<sup>th</sup> May, 2017  
Last Date of Tender Submission: 12<sup>th</sup> June, 2017

1. Sealed Tenders are invited by Nepal Airlines Corporation, Kathmandu for auction sale of its B757-200 as given below on “**AS IS WHERE IS BASIS**”  
Boeing Aircraft B757 with registration # 9N-ACA (fitted with two engines: RB211-535E4 Engines S/N 30656 & S/N 30624)
2. The prospective bidder for the purchase of the aircraft can inspect the above aircraft at NAC Hangar, Tribhuvan International Airport during office hours on working days.
3. The Tender Document can be downloaded from Nepal Airlines Corporation's website: <http://www.nepalairlines.com.np> in notice and announcement section.
4. Fully completed and sealed tender document must reach to **Nepal Airlines Corporation, Kathmandu, Nepal** not later than (17:00 hrs) Kathmandu, local time on or within 12<sup>th</sup> June 2017. Sealed tender or modification/s of sealed tender received after the due date and time shall not be considered. Tender through Telegrams, Telex, Fax, Email etc shall not be accepted. Tender documents or amendments received after the above due date shall not be entertained.
5. Sealed Tender will be opened in NAC, Kathmandu at 14:00 Hrs Kathmandu local time on the next day of the closing date of submission of the Tender in presence of the bidder or his/her representative/ nominee or even on their absence. The nominee/representative must bring the nomination letter for participating on tender opening.
6. In case the last date of submission and opening of the tender as prescribed above be a holiday, the same will automatically take place on the successive office working day at the same hours.
7. The tender document should be duly filled and completed properly and enclosed in a sealed envelope.
8. In case, where the Sealed Tender Document is being couriered from abroad, arrangements should be made by the Bidder to clear customs and deliver the documentation to the address within the stipulated time. The tender document shall in no case reach the NAC address beyond the due date.

9. The Local bidders or their agents/representatives or agents of foreign bidders must be registered in Tax Office in Nepal and should submit the duly renewed copies of their registration certificate and latest tax clearance certificate along with the tender.
10. NAC will not be responsible for any cost or expenses incurred by the Bidder in connection with the preparation and / or delivery of the Tender.
11. Tender shall be accompanied by a Bid Bond for an amount of 5% of the bid amount towards earnest money in the form of Bank Deposit in NAC Bank Account;

Beneficiary Account Name: Nepal Airlines Corporation

Bank Account Number: 00300406330048 (USD)

Bank Name: Himalayan Bank Limited

Bank Branch & Address: New Road Branch Bishal Bazar Complex New Road, Kathmandu,

Nepal Swift Code: HIMANPKA

Through: Himalayan Bank Limited's USD Account NO. 3582020761001 with Standard Chartered Bank, All USA Swift CODE: SCBLUS33

Or, in case of bank Guarantee, it should be counter guaranteed by A class Commercial bank of Nepal and valid for 150 (one hundred fifty) days from the closing date for the submission of Tender.

12. NAC reserves absolute right to accept or reject any or all tender in full or part thereof without assigning any reason whatsoever.

## 2.0 FORM OF TENDER

### PART 2.1 – FINANCIAL ACKNOWLEDGEMENT

Nepal Airlines Corporation  
Corporate Department  
P.O Box 401, Kantipath  
Kathmandu, Nepal.

Subject: Auction Sale offer for the B757-200 9N-ACA Aircraft

Dear Sirs,

1. Having carefully examined the Tender Notice, Instruction to Bidders, General Conditions of Contracts of above mentioned subject, I/We, the undersigned hereby offer the total package price in conformity with the said Tender Notice, Instruction to Bidders, General conditions of contract and other documents for the sum of .....US Dollars (in words.....  
.....) which constitutes the amount of my/our Bid Offer.
2. I/We undertake, if my/our Tender is accepted, to bear all the responsibility in this connection as stipulated in the General Conditions of the contract.
3. Upon your written acceptance of our Bid Offer, I/We fully understand that Clause 4 (four); General Conditions of Contract automatically comes into force and I/We agree to abide by this Clause.
4. I/We understand NAC is not bound to accept any offer that NAC receive and to give reasons whatsoever, to the Bidder.

**I/We declare,**

1. That no person, firm or Corporation other than the Bidder has any interest in this or in the proposed Bid Offer which is made for and to which it relates.
2. That, this Bid offer is made by the Bidder without any connection, knowledge, comparison of figures or arrangements with any other persons or persons making the Tender for the same work and is in all respects fair and without collusion or fraud.
- 3 That no person or persons of Nepal Airlines Corporation is, has become or will be interested directly or indirectly as contracting party, partner, stockholder, surety, or otherwise howsoever in or in this deal or business in connection with the said Offer or in the supplies to be used therein or in any of the money to be derived therefrom.
4. That I/we have complied fully with the instructions to Bidders mentioned hereto and accept all the terms thereof without any reservation.

Date.....day of .....(month) year 2017

Full Name.....

Full corresponding address .....  
.....  
.....Office Stamp (if any)  
.....Signature in the capacity of .....  
duly authorized to sign the Sealed Tender Document for and on behalf of ..........  
(IN BLOCK LETTERS)

Signature.....

Office Seal :

Witness:

Full Name.....

Address.....

Occupation:.....



Auction Sale of 9N-ACA

PART 2.2- FINANCIAL OFFER (Please quote your highest Bid Offer)

The Total package price of following items of 9N-ACA BOEING Aircraft on “AS IS WHERE IS BASIS” is USD.....

<u>S/N</u>	<u>Items</u>	<u>Minimum Actionable Price</u>	<u>Amount Offered in Figure USD</u>	<u>Amount Offered ( in Words)</u>	<u>Remarks</u>
01	Aircraft BOEING B757-200 9N-ACA Total Aircraft Value	USD 1.71 Million			

OFFERED BY:

Full Name:.....

Signature.....in the capacity of .....

Date.....day of.....(Month) 2017

Office Seal (If any).....

### **3.0 INSTRUCTIONS TO THE BIDDERS**

#### **3.1 GENERAL**

It is important that Bidders should, in their own interest, carefully study and closely follow the instructions mentioned below in conjunction with the Tender Notice published in the NAC website and also attached to this document.

#### **3.2 TENDER DOCUMENT**

The tender document consists the following:

- a) Tender Notice
- b) Form of Tender
- c) Instructions to Bidders
- d) General Conditions of the Contract
- e) Additional Information: - “As is where is basis”

#### **3.3 DELIVERY OF TENDER**

Tender must be prepared and submitted as instructed in this clause and delivered accordingly. Bid Bond in the form of cash deposit or bank guarantee and other required documents shall be placed in a single envelope marked in capital letters in the top center of the envelop: “BID OFFER FOR B757 9N-ACA AIRCRAFT ON AS IS WHERE IS BASIS” and must be addressed to the Corporate Department, Nepal Airlines Corporation, Kantipath, Kathmandu, Nepal not later than the date and time prescribed in the Tender Notice published in NAC website. Tenders shall be opened in the manner, time and date as prescribed in the same Tender Notice. Tenders received after the deadline will not be considered.

#### **3.4 COMPLETENESS OF TENDERS**

The bid price quoted by the Bidder in 2.2 Financial Offer shall be the sole basis for determination of the total Package Price for the said item/ items. The Bid Offer quoted in figure, if do not match with the words, the words will be considered valid. The Bidder shall put his counter signature and seal in all pages of the Document duly completed. Any erasures of changes shall be initialed by the person signing the Tender.



### 3.5 INFORMATION TO BE SENT

Sealed Tender submitted by the person other than the Bidder must be accompanied by a letter stating that the bearer is an authorized representative. Bidders, who have local agent or representative in Nepal must state their name(s) and address (es) and the commission being paid, if any. The manner/mode of payment of such commission to such an agent should also be mentioned with the relevant terms and conditions of offer.

### 3.6 INTERPRETATION OF TENDER DOCUMENTS

Inquiries regarding clarification/interpretation in connection with this Tender shall be addressed to:

The Director, Corporate Department  
Nepal Airlines Corporation  
Kantipath, Kathmandu, Nepal  
Tel: +977-1-4225308  
Fax: +977-1-4225348  
Email: [corporatedir@nac.com.np](mailto:corporatedir@nac.com.np)

Any inquiry or/ and official request for clarification, as above must be received at least 7 days prior to the date fixed for the delivery of Tender. NAC will not be responsible for any oral instructions or explanations or technical interpretations made by any of its employees other than Corporate Director.

### 3.7 CORRESPONDENCE

All correspondence if deemed necessary to be done, in connection with the Tender shall be done in English language.

### 3.8 BID BONDS

The Tender shall be accompanied by a Bid Bond for an amount of 5% of the bid amount towards earnest money in the form of Bank Deposit in NAC's bank Account:

Beneficiary Account Name: Nepal Airlines Corporation

Bank Account Number: 00300406330048 (USD)

Bank Name: Himalayan Bank Limited

Bank Branch & Address: New Road Branch Bishal Bazar Complex New Road, Kathmandu,

Nepal Swift Code: HIMANPKA

Through: Himalayan Bank Limited's USD Account NO. 3582020761001 with Standard Chartered Bank, All USA Swift CODE: SCBLUS33

Or,

In the form of Bank Guarantee. In case of the Bank Guarantee, it should be counter guaranteed by A class Commercial Bank of Nepal in favor of NAC for a period of 150 (one hundred fifty) days from the closing date of submission of the Tender.

Bid Bond of unsuccessful Bidders will be released as soon as the contract to the successful Bidders has been awarded.

### 3.9 RIGHT TO ACCEPT OR REJECT TENDER

NAC reserves absolute right to reject or accept any tender should it be deemed in the interest of NAC to do so. The highest price offer or any tender may not be necessarily accepted. Without derogating from the generality of the above, NAC may reject any Tender if:

- The Tender form is incomplete
- Any condition mentioned in the Tender, which the bidder considers essential, contradicts the Tender document,
- The Tender Document is not properly sealed,
- The Tender Document is not duly signed by the bidder or his authorized person,
- The offer is not duly quoted as per the content of this document,
- The Tender Document is not submitted on or within 12<sup>th</sup> June, 2017,
- The Tender Document is NOT accompanied by the Bid Bond.

### 3.10 SUBMISSION OF TENDER

Financial Acknowledgment and Financial Offer under Clause 2.1 and 2.2 respectively in this original Tender Document should be carefully filled in completely and sealed in a single envelope clearly marked at top center of the envelope in capital letters and submitted to the address below.

**“BID OFFER FOR B757 9N-ACA AIRCRAFT ON AS IS WHERE BASIS IS”**

CORPORATE DEPARTMENT  
NEPAL AIRLINES CORPORATION  
KANTIPATH, KATHMANDU, NEPAL

SUBMITTED BY.....DATE.....

## 4.0 GENERAL CONDITION OF THE CONTRACT

### 4.1 CONTRACT

The successful Bidder shall be invited to conclude a binding contract with NAC within 15 days after receipt of notice served to him. Failure to sign the Binding Contract within 15 days by the successful Bidder, NAC may cancel the award of the Contract and forfeit the Bid Bond.

### 4.2 TERMS OF PAYMENT:

After signing of the Contract, the successful bidder shall deposit its accepted amount of Bid offer by wire transfer within 14 Days in NAC Bank account mentioned below:

Beneficiary Account Name: Nepal Airlines Corporation

Bank Account Number: 00300406330048 (USD)

Bank Name: Himalayan Bank Limited

Bank Branch & Address: New Road Branch Bishal Bazar Complex New Road, Kathmandu,

Nepal Swift Code: HIMANPKA

Through: Himalayan Bank Limited's USD Account NO. 3582020761001 with Standard Chartered Bank, All USA Swift CODE: SCBLUS33

### 4.3 ACCEPTANCE OF DELIVERY:

After depositing the total amount offered, the successful bidder should take delivery of the aircraft under his Bid Offer as soon as possible but not later than 90 (Ninety) days from the date of signature of the binding contract. If the successful bidder fails to clear/ remove/ take away within 90 (Ninety) days duration, s/he shall be liable to pay House Keeping Charges to NAC. The house keeping charge is @ USD 300 (three hundred US Dollars) per day.

### 4.4 PARKING CHARGES:

90 (Ninety) days after signing the binding Contract as per Clause 4.1 above, the successful bidder shall be liable to bear the Parking fee payable to Civil Aviation Authority Nepal (CAAN) and any taxes levied thereon till the departure of the aircraft from Nepal.

### 4.5 HAND OVER OF THE PROPERTY.

After deposit of the total amount Offered as per Clause 4.2 above by the successful bidder, NAC shall hand over the item/s under the Bid Offer.

### 4.6 GENERAL OBLIGATIONS OF THE BIDDER:

4.6.1 The successful bidder is required to take delivery of the above items on "**AS IS WHERE IS BASIS**",

4.6.2 The successful bidder shall be responsible for any cost incurred for the delivery of items accepted to award under his Bid Offer,

- 4.6.3 The successful bidder shall have to bear Insurance Charges after 90 (Ninety) days from the signature date of the binding Contract as mentioned in the Clause 4.1 above
- 4.6.4 All charges of deregistration & applicable taxes on sales shall be borne by the buyer.
- 4.6.5 All cost after deregistration shall be borne by the buyer, including but not limited to Fuel, Overflying and Navigation; Custom or other taxes if applicable.
- 4.6.6 The sales of Aircraft does not include any spare parts in addition to As is Where Is Basis.

#### 4.7 SETTLEMENT OF DISPUTES

Should any dispute or difference of any kind whatsoever arise between NAC and the successful bidder in connection with the Contract (whatever before or after compliance under this contract and whether before or after abandonment or breach of the contact) it shall be referred to and settled by arbitration in accordance with the Law of Land. The place of Arbitration shall be Kathmandu, Nepal.

## 5.0 ADDITIONAL INFORMATION: - “AS IS WHERE IS BASIS”

5.1 The aircraft 9N-ACA (B757-200) has been grounded (AOG) since April 2016 lying outside the Hangar of NAC because of the Corporation’s fleet phase-out policy.

5.2 The status, till date of the proposed auctionable properties is as follows on **“AS IS WHERE IS BASIS”**

### **Aircraft Information:**

Type of Aircraft:	BOEING B757-200
Aircraft Registration:	9N-ACA
Aircraft Serial Number	23850
Model:	B757-2F8
Year of Manufacture	1st September 1987

### **5.2.1 AIRFRAME**

Year of Manufacture:	1 <sup>st</sup> September, 1987
Total time Since New (TTSN)	86,410 Hrs
Total Cycles since New (TCSN)	30,180 Cycles

### **5.2.2 ENGINE**

Engine Type:	ROLLS-ROYCE
Part Number:	RB211-535E4

### **ENGINE No # 1**

Year of Manufacture	N/A
Type of Engine	RB211-535E4
Serial Number	30656
Total Time since New (TTSN)	59,396 Hrs
Totally Cycles since New (TCSN)	20,314 cycles
Time since last major overhaul (TSO)	14,613 Hrs
Cycles since last overhaul (CSO)	4047 Cycles

### **ENGINE No # 2**

Year of Manufacture	N/A
Type of Engine	RB211-535E4
Serial Number	30624
Total Time since New (TTSN)	55,656 Hrs
Totally Cycles since New (TCSN)	18,230 cycles
Time since last major overhaul (TSO)	16,005 Hrs
Cycles since last overhaul (CSO)	4,363 Cycles

### **5.2.3 APU**

MODEL:	GTCP 441-200ER
S/N:	P-2796
TCSN:	12,627
TCSO:	6,910

### **5.2.4 LANDING GEAR**

LH MLG ASSEMBLY:	P/N: 161N1201-28
	S/N: 97-179349

OVERHAUL DUE DATE:	JAN-2017
RH MLG ASSEMBLY	P/N: 161N0001-134 S/N: 97-179348
OVERHAUL DUE DATE:	JAN-2017
NLG ASSEMBLY	P/N 162N1101-22 S/N M0130N0127
OVERHAUL DUE DATE	April, 2018

5.3 All the other applicable records like Airworthiness Directives status, Service Bulletin status, Certified Life Limited Parts status list, STC/modification list, Maintenance program compliance status are with CAM Department and can be reviewed, if required by the bidder. The permit to fly to the aircraft is subject to the approval by Civil Aviation Authority of Nepal (CAAN).