



Government of Goa
Directorate of Mines & Geology,
Panaji-Goa

**STANDARD PROCEDURE FOR E-AUCTIONING THE EXTRACTED IRON-
 ORE (HEREIN AFTER TERMED AS 'CARGO')**
LYING AT VARIOUS LOCATIONS IN THE STATE.

1. The iron ore (herein after termed as 'cargo') that is being auctioned is on 'as is where is basis' lying on the jetties or within the erstwhile mining leases or on the plots other than jetties/erstwhile mining leases. The cargo that is being auctioned may be in the form of Fines, Lumps and Rom or a mixture of the same.
2. The e-auction will take place on MSTC platform.
3. It will be a single stage forward auction.
4. The person participating in the e-auction should be registered under the Rule 45 of the MCDR, 1988 and 2017 with Indian Bureau of Mines.
5. Only an end-user or an exporter is eligible to participate in the e-auction.
6. The person participating should be an Exporter or an End User. If the Successful Bidder is an exporter, then he is permitted to sell the cargo only once to the subsequent exporter or end user for captive consumption. The subsequent exporter shall only export the ore.
7. If the Successful Bidder is an End User, then he is permitted to sell the ore to another End User. The subsequent End User shall only use the ore for captive consumption.
8. The cargo won in the e-auction by the end-user cannot be diverted for export.

9. However, if the bidder is both end-user as well as exporter, then he is permitted to use the cargo for both end-use as well as export.
10. The cargo won in the e-auction by an end-user or an exporter shall be transported from the primary location of e-auction within 90 days of declaration of winning the bidder as the successful bidder by DMG.
11. The end-user who won the cargo in the e-auction on any location shall transport the cargo by taking transit permit from the DMG, within 90 days from the date of declaration of winning bidder as successful bidder by the DMG.
12. If the cargo won by the exporter in the e-auction is within the erstwhile mining lease or on the plots, then same shall be transported to another location of the exporter within 90 days of declaration of exporter as the successful bidder. However, in case the cargo won by the exporter is at the jetty point, then the exporter shall transport the said cargo either exporting it directly or transporting it to another location within 90 days of declaration of the exporter as successful bidder. If the exporter wants to directly export from the jetty point, then the exporter is only eligible for export permit from DMG and such an export shall be done by the exporter within 90 days of declaration as successful bidder. If the exporter who is the successful bidder wants to shift the cargo to another location, then the exporter shall take transit permit from DMG and transport the cargo within 90 days of declaration of the exporter as successful bidder.
13. Screening and processing of ROM at the primary location is permitted subject to the condition that the winning bidder shall take all necessary approvals as may be required from the competent authorities, including DMG before actually undertaking screening and crushing at its own risk and responsibility. After screening and crushing the winning bidder shall report to the DMG the quantity and type of processed ore, grade of the ore for inspection by DMG and taking its stock on

Bhumija portal for issuing transit permit. However, in such cases the 90 days' period for transportation of cargo from the primary location shall include the screening and processing time also.

14. The cargo proposed for e-auction will be in the form of lots, along with lump sum base price (herein after called as 'the base price') as given in Annexure-1. Each lot may have the stacks with indicative quantity. All the stacks at one location are clubbed as one lot and the bidder should bid for the entire quantity of the lot. The base price of each lot is estimated based on Average Sale Price of IBM. The DMG shall not take the responsibility of quantity and quality of cargo of any lot or any stack within the lot. It shall be the responsibility of the bidder to visit the location of the cargo and make own assessment of quantity and quality of the cargo put for auction. The interested bidders shall be permitted to visit the location of cargo and is allowed to take not more than one sample of 100 grams each from each stack within the lot in the presence of officials of DMG. For instance, if a lot has 5 stacks, then the interested bidder is allowed to take one sample of 100 gm each from each of the 5 stacks in that lot. The last date for visiting the location of cargo and taking sample is given in the bid schedule at the end of this document. Any interested bidder shall not be allowed for taking samples from the lot, at the location of the cargo, after the period of self- assessment of quantity and quality of cargo is over.
15. The auction will take place on MSTC platform. The interested bidders need to register with MSTC to participate in the auction. The process will comprise single stage forward auction with the base price for each lot as indicated in the Annexure-1. The initial auction window will be of four hours. The e-Auction Closing time will be automatically extended by 8 minutes every time the last H-1 Bid is received within 8 minutes of the predetermined or extended closing time. This process will continue till the last H-1 Bid remains unimproved for a minimum period of 8 (eight) minutes, so as to give ample opportunity to all

bidders and to generate the best competition. (For example, if the Closing time is 3.00 p.m. and the last H-1 Bid is received at 2.59 p.m., then the closing time will be automatically extended up to 3.07 p.m. and so on. Minimum increment allowed in the bid shall be @ Rs. 10 on the base price per metric ton.

16. For participation in the auction the interested bidder shall register on MSTC portal. The documents required for participation are provided at e-auction schedule which need to be submitted to DMG office on or before **23/09/2024 (Monday)** and subsequently, also need to be uploaded on MSTC Portal through the “Upload documents” tab in their login.
17. The interested bidders need to make payment of non-refundable processing/application fee of Rs. 10,000/- (Rupees Ten Thousand only) along with the pre-bid EMD, which is 10% of the base price for each lot. All payments shall be made to DMG Goa on the account number as mentioned in the e-auction schedule. The date on which the auction of each lot is completed is considered as the auction conclusion date for that particular lot. The pre-bid EMD of all the unsuccessful bidders will be refunded. The winning bidder need to pay post-bid EMD of 20% of the bid value (i.e. the highest bid price quoted by the winning bidder in the e-auction) within 48 hours of conclusion of e-auction (the 48- hour period shall exclude bank holidays). The payment reference number/challan copy is to be immediately intimated to DMG. The entire amount of bid value along with royalty, GST etc. shall be paid within 40 days of the auction conclusion date for each lot and to be intimated to DMG immediately on payment of the same.

The balance of bid amount shall be deposited within 40 days from the date of declaration of E-auction in favour of such bidder. In case the balance amount is not deposited and a letter of extension of time is received from successful bidder within such period, the same may be granted by DMG subject to payment of simple interest payable @ 18%

per annum upto maximum further period of 30 days. In case such Balance amount with interest is not deposited within the stipulated time, the EMD along with 10% of Pre bid EMD + 20% of Post bid EMD deposit shall stand forfeited in favour of the Government.

18. An illustrative example of making payments is as follows:

Illustrative Example of Payment for e-auction		
<i>Say quantity of 1000 tonnes</i>		
<i>Say base price is Rs. 75,000/-</i>		
I	Payments to be done by all the bidders atleast 5 working days before the date of e-auction	
1	Non-refundable Processing/ Application Fee	Rs. 10,000/-
2	Pre-Bid EMD 10% of Base price	Rs. 7,500/-
Total		Rs. 17,500/-
<i>Pre-bid EMD (Rs. 7,500/-) of all unsuccessful bidders will be refunded.</i>		
<i>Say winning bid value is Rs. 1,00,000/-</i>		
II	Payment to be done by successful bidder within 48 hrs of conclusion of e-auction	
	Post-Bid EMD (20% of winning Bid value)	Rs. 20,000/-
Total		Rs. 20,000/-
III	Payments to be done by successful bidder within 40 days of auction conclusion date.	
1	Winning bid value (say) :	Rs. 1,00,000/-
2	SGST 9% :	Rs. 9,000/-
3	CGST 9% :	Rs. 9,000/-
	(In case of IGST 18%: Rs. 18,000)	
4	Royalty 15% :	Rs. 15,000/-
5	Total invoice value (1+2+3+4) :	Rs. 1,33,000/-
6	TCS on invoice value (1%) :	Rs. 1,330/-
7	TCS on Royalty (2%) :	Rs. 300/-
8	Processing fees (Rs. 1 per ton) :	Rs. 1000/-
9	MSTC service charged (0.2%) of sale value:	Rs. 200/-
10	18% IGST on S1. No. 9 :	Rs. 36/-
11	Gross total amount (5+6+7+8+9+10)	Rs. 1,35,866/-
12	Less Sum of pre-bid and post-bid EMD	Rs. 27,500/-
Net total amount payable to DMG(11-12)		Rs. 1,08,366/-

19. In case the winning bidder fails to pay the post-bid EMD within 48 hours, then the pre-bid EMD of the winning bidder stands forfeited.
20. Upon making payment of post-bid EMD, if the winning bidder fails to make the full payment within 40 days of the auction conclusion date for each lot, then the post-bid EMD of the winning bidder shall stand forfeited.
21. The winning bidder will be declared as successful bidder by the DMG only upon receipt of complete payment of 100% amount including taxes. The intimation regarding successful bidder will be sent to the winning bidder by e-mail by the DMG for lifting of the cargo within 90 days indicating the last date for lifting the cargo. In case the 90th day is a Saturday or Sunday or any other public holiday, then the next Government working day will be considered as the last day for lifting the cargo.
22. In case the successful bidder fails to lift the cargo from the primary location within 90 days of declaration of the winning bidder as the successful bidder by the DMG, then both the cargo and the entire amount paid to the DMG stands forfeited.
23. Any deviation in the e-auction procedure before the conclusion of e-auction process shall require prior approval of the Government, which shall be notified to all the interested bidders through the MSTC portal.
24. The Government reserves the right to notify any deviation/changes in the auction procedure suo-moto without giving any reasons.
25. No deviation in the e-auction procedure shall be considered after conclusion of the e-auction process, save in unforeseen circumstances like act of God, flood, pandemic, earth quake etc. Any change in duty/tax structure or price fluctuations in the domestic and/or international market, shall not be considered as unforeseen

circumstance.

26. The decision of the Government with regard to the treatment during unforeseen circumstances shall be final and binding on the successful bidder.
27. The Government reserves the right to annul the entire auction process at any point of time without assigning any reason and in such an event the interested bidders cannot claim any amount of whatsoever towards expenditure incurred by them, if any.

e-Auction Schedule

1. The period for site visit for self-assessment of quantity/quality of cargo/taking sample, along with making payment of processing/application fee etc. is from **16/09/2024 (Monday)** to **23/09/2024 (Monday)**.
2. Date and time of e-auction on MSTC portal.
 - i. Date: **30th September 2024**.
 - ii. Time: **11 hrs to 17.00 hrs**.
 - iii. MSTC portal link:
https://www.mstcecommerce.com/auctionhome/index_new.jsp
3. The documents required for participation are provided below:
 - i. IBM Registration Certificate registered under Rule 45 of the MCDR, 1988 and MCDR, 2017.
 - ii. Pan Card of the Bidder.
 - iii. Aadhaar card of the Bidder.
 - iv. GST Certificate of the Bidder.
 - v. Affidavit on Rs 500/- Stamp paper by the Bidder stating that the Company/Individual is not involved in any illegal mining activities.
 - vi. Importer & Exporter code Certificate issued by the Directorate General of Foreign Trade, Ministry of Commerce & Industry, and Government of India.
4. Account details of Directorate of Mines & Geology.
 - i. Bank Name:- Union Bank of India
 - ii. Account Name: - In the Name of M/s Directorate of Mines & Geology
 - iii. Account No.: - **520101219553781**
 - iv. Branch Name: - Panjim Branch
 - v. IFSC:- **UBIN0902594**
 - vi. MICR:- **403026030**

