<u>Understanding about clause17: PSI (Pre-Shipment Inspection)</u>

at Tender No: BABE (F) - 632/MEC/2024-2025, dated 24/09/2024

SCHEDULE CLAUSE 17, PRE SHIPMENT INSPECTION (PSI):

Comprehensive inspection of the stores regarding quality, specifications, quantity and supervision of the ship/ loading port will be carried out prior to shipment by our nominated inspection company or their accredited agent who will issue an inspection certificate in token of their having carried out the inspection. Suppliers/manufacturers name and full address with the name and address of the supplier, if any should be intimated to the inspection agent. Supplier will be liable to pay the expenses for rejected stores and also for such inspection, which will become payable to the inspection due to multiple intervention/visits and/ or fruitless visits the call of and to suit the convenience of the supplier. The inspector should be provided with all facilities to carry out their job smoothly and without interface. The provisions laid down above do not restrain the buyer from a detailed inspection of quality and quantity of the cargo on arrival of the same at the port of discharge. Charge to be borne by the buyer. Furthermore, if any defective or 2nd hand item is found during the joint mustering of KSY & supplier at KSY premises the defective or 2nd hand item will not be acceptable. Supplier shall undertake the full responsibility to supply and replace the defective or 2nd hand item by new one.

We clarified about clause 17 as like as below:

- 1 PSI is **not as similar** as FAT (Factory acceptance test).
- 2 Here, comprehensive inspection (Random basis) of the stores regarding quality (IACS member certificate along with factory test report of product), specifications (if inspectors consider by testing), quantity (amount) and supervision (packing) of the ship/ loading port will be carried out prior to shipment by our nominated inspection company or their accredited.
- 3 **Inspection report format** for inspection will be generated by KSY on the basis of quality, specifications, quantity & supervision.
- 4 It does not take too much **time** (Not exceeding more than 02 days).
- Inspection Charge for our nominated agent to be borne by the KSY. But, supplier will be liable to pay the expenses for rejected stores and also for such inspection.
- 6 Furthermore alternative approach of PSI, IACS member certificate is defined in technical specification. After confirming material & its corresponding supplier, KSY will consider whether the **PSI will be executed or not**.
- 7 Even if there is **any sort of expense** that is considerable and please write it (in segregated form) excluding from the total price at ANNEX-A.

SK. SHAH MOSHIUR RAHMAN
OIC (Commercial Foreign)

For Managing Director