

No. RW/NH-33044/34/2024-S&R (P&B) (Computer No. 246283)

GOVERNMENT OF INDIA

MINISTRY OF ROAD TRANSPORT & HIGHWAYS

(S&R (P&B/New Technology) Zone)

Transport Bhawan, 1, Parliament Street, New Delhi- 110001.

Dated: 25.09.2026

To,

1. The Chief Secretaries of all the State Governments/ UTs.
2. The Chairman, National Highways Authority of India, G-5 & 6, Sector-10, Dwarka, New Delhi-110 075.
3. The Director General (Border Roads), Seema Sadak Bhawan, Ring Road, New Delhi- 110 010.
4. The Managing Director, NHIDCL, World Trade Centre, New Delhi-110029.
5. The Principal Secretaries/ Secretaries of all States/ UTs Public Works Department/ Road Construction Department/ Highways Department (dealing with National Highways and other centrally sponsored schemes).
6. All Engineers-in-Chief and Chief Engineers of Public Works Department of States/ UTs/ Road Construction Department/ Highways Departments (dealing with National Highways and other centrally sponsored schemes).
7. The Secretary General, Indian Roads Congress.
8. The Director, IAHE, Noida, UP.
9. All CE-ROs, ROs and ELOs of the Ministry.

Subject: Additional Performance Security for the bidders who have quoted abnormally low bid price in EPC / HAM / PBMC / STMC contracts - reg.

Reference: Ministry's circular no. RW/NH-33044/34/2024-S&R (P&B) dated 30.04.2025 and 30.06.2026.

Madam/Sir,

Ministry vide circular referred above has issued guidelines for determination of additional performance security for the abnormally low bid price quoted by the bidders in EPC / HAM / PBMC / STMC Contracts.

2. In continuation of the same, it is clarified that the Additional Performance Security shall be calculated with reference to the **Estimated Project Cost/cost put to tender as mentioned in the NIT for EPC / PBMC / STMC works and Estimated Bid Project Cost as mentioned in the NIT for HAM works.**

In addition to the above, in the table annexed with the above referred circulars, heading may be read as under.

Illustration for Estimated Project Cost/Cost put to tender/bid is taken as Rs.1000 Cr						
Bid Price of Bidder (Rs crore)	Performance Bank Guarantee (Rs crore)	% discount to project cost put to bid	Percentage Additional Performance Guarantee	Additional Performance Guarantee (Rs crore)	Total Performance Bank Guarantee (Rs crore)	PBG as % of Bid Price of Bidder

3. Also, Performance Security shall be considered as mentioned in the respective contracts.

4. This issues with the concurrence of IFD and approval of the Competent Authority.

Yours sincerely,


(Jaya Prakash) 

Under Secretary to Government of India

Copy to:

1. All CEs in the Ministry of Road Transport & Highways
2. All ROs in the Ministry of Road Transport & Highways
3. All CE (NH) of PWD/R&B dealing with National Highways
4. Technical circular file of S&R
5. NIC - with the request to upload on MoRTH website under "What's new" & "Comprehensive Compendium Circulars with CODE 130.242"

Copy for information to:

1. PS to Hon'ble Minister (RT&H)
2. PS to Hon'ble MOS (RT&H)
3. Sr. PPS to Secretary (RT&H)
4. Sr. PPS to DG(RD)&SS
5. Sr. PPS to AS (Road Safety)
6. PPS to AS&FA
7. Sr. PPS to all ADGs
8. PPS to JS (Highways)