TRADING CORPORATION OF PAKISTAN (PVT) LIMITED
Ministry of Commerce, Government of Pakistan

TCP(Finance)/COF/Policy/66(12)/2014 06th December, 2023

INVITATION OF OFFERS FOR OBTAINING COMMODITY OPERATIONS FINANCING FOR SUGAR, WHEAT, UREA, COTTON & RICE (OUTSTANDING/FRESH) ALONGWITH MARKUP RATES FOR THE QUARTER JANUARY-MARCH, 2024

Trading Corporation of Pakistan (Private) Limited, Karachi "TCP", is a state-owned commercial organization working under the administrative control of Ministry of Commerce, Government of Pakistan. TCP has been conducting its Commodity Operation through Cash Credit Limit duly approved by Ministry of Finance, Government of Pakistan and commodity-wise and bank-wise allocations approved by State Bank of Pakistan. The banks provide financing against Guarantee(s) provide by Government of Pakistan.

2. Sealed bids are invited for the lowest markup under COF for Sugar, Wheat, Urea, Cotton and Rice for the quarter January-March, 2024 with the following conditions:-

i. All the banks under the licensing of State Bank of Pakistan are eligible to participate.

ii. The tender amount for COF is Rs.440.700 Billion for Sugar, Wheat, Urea, Cotton and Rice. In case additional COF requirement arises during the quarter January to March, 2024, TCP has the right to obtain additional limits / financing (funded/non-funded) from existing banks at that point of time that will be successful in this tender for Quarter January to March, 2024.

iii. Three (3) months KIBOR as of December 29, 2023/last working day of previous quarter shall be used.

iv. If January-March, 2024 COF facility is fully settled any time after 31th March, 2024, the accepted pricing of January-March, 2024 or pricing of April-June, 2024, whichever is lower shall be applicable. However for Islamic banks, Shariah principles as agreed in the respective agreements will be followed.

v. After acceptance of quarterly term sheet and issuance of SBP allocation, the successful disbursing banks must settle the amount requested by TCP immediately. In case of delay, the differential markup shall be deducted from markup payment of disbursing banks.

vi. Conditional markup rates and slab markup rates will not be accepted.

vii. If any bank backs out from its given bid, it may liable to be black listed as per procedure notified by TCP and no bid will be accepted in future.

viii. The amount of Commodity Operations Financing is subject to approval of Federal Government and may be reduced/enhanced/revised without any claim of bidder.

ix. TCP reserves the right to reject all offers under rule 33(1) of PPRA.

x. No commitment, advisory, arrangement, legal or any other fees or charges in connection with this transaction shall be borne by Trading Corporation of Pakistan (TCP).

xi. This Notice is also available on official website TCP's as well as PPRA's i.e. tcp.gov.pk & ppra.org.pk.

xii. The sealed Bids/Terms Sheet, valid up to **31st March, 2024** can be dropped on **22-12-2023** up to **3:00 PM** in the tender box placed at the reception counter of TCP's Principal Office, situated at 4th Floor, Block – B, Finance & Trade Centre (FTC Building), Main Shahrah-e-Faisal, Karachi and will be opened on the same day at **3:30 PM** in the Committee Room in presence of interested parties or their representatives, if they wish to present.

Jatin Kumar
Chief Financial Officer