

Corrigendum-I

Request for Proposal (RFP)  
For Selection of Chartered accountant firm as Pre cum Internal Audit for GFGNL

Issued by:  
Gujarat Fibre Grid Network Limited  
Reference No: GFGNL/GOG/e-file/Accounts-Finance/Internal Audit/2025-26

9<sup>th</sup> July 2025



Issued by:  
Gujarat Fibre Grid Network Limited (GFGNL)  
A Government of Gujarat Company  
Block No: 6, 5<sup>th</sup> Floor, Udyog Bhavan, Sector-11, Gandhinagar 382010

## Fact Sheet

#	Particular	Details
14	Estimated Project value	Rs 18,00,000/- (For two years) ( Including pocket expenses and GST)
9	Last date and time for submission of proposal (Proposal Due Date)	<del>24 Jun 2025</del> 16-July-2025 No communication, in any form and for any reason, will be entertained post this date and time.

## Pre-Bid Queries:

#	P a g e	Cl a use /Su b-cl a use no	Content of the RFP Requiring Clarification	Clarification Sought	Justifications	Response / Revised Clause
1	7	1.3.3	Any Kind of audit assignment ie Internal Audit, Pre-Audit, or Concurrent Audit of atleast one PSU/Authority/Department/Organization/ Trust/Mission should be carried out in last 3 years (FY 2021-22, FY 2022-23 and FY 2023-24 ) by Firm	We have audit assignment not on continuation basis as required from FY 2021 to 24. We have Central Bank of India as a Concurrent Audit from FY 22-to 25 and for Bharat Co-operative Bank for FY21-22. Can the same be taken into consideration?  Is this experience considered for processing ahead?	Request for clarify towards entities being audited	Bank audit cannot be considered.
2	6	1.3.3	The Firm Should be atleast Category II or above CA firm as per ranking provided by ICAI on the date of tender	We are Category I firm so are we eligible to take up in that case?	Request for clarify of the category of CA firm	Yes, Category I Firm are eligible to take up this assignment.

#	P a g e  N o .	Cl a u s e / S u b- c l a u s e n o	Content of the RFP Requiring Clarification	Clarification Sought	Justifications	Response / Revised Clause
3	13	11/09	GFGNL will release payments in this way: a. 10% will be given after each of the first three quarters (totaling 30%) once successfully receive a quarterly draft observation. b. 50% will be provided after the 4th quarter, upon submission of a valid annual report. c. The last 20% will be granted after the successful submission of a statutory audit report by Statutory auditor.	<i>1/4 fees billed quarterly, post acknowledgement of draft report by GFGNL. 90% shall be paid within 15 days.</i>	<i>10% fees paid for first three quarter and retention of 20% linked to statutory audit report are not as per market practices w.r.t. internal audit, as internal audit works closely with and for management as well as ensure regular reporting and implementation w.r.t. controls and its testing as per SOW and internal audit has no control over delays in statutory audit , as well as generally are not exposed to financial statements of the company.</i>	GFGNL will release payments in this way: a. For first three quarters: 15% will be given after each of quarter (totalling 45%) once successfully receive a quarterly draft observation. b. 35% will be provided after the 4th quarter, upon submission of a valid annual report. c. The last 20% will be released after the successful submission of a statutory audit report by Statutory auditor.

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4			HOW MANY LOCATIONS/ UNIT TO VISIT:			Major work will be carried out from HO ie Gandhinagar. However, based on need or requirement Auditor need to visit site office occasionally.
5			TURN OVER OF THE ORGANIZATION:			FY 2023-24 – 90 Cr Approx based on audited financial
6			EXACT DELIVERABLES OF THE ASSIGNMENT			Refer clause 5
7			MAN POWER/MAN DAYS REQUIRED: (CA,SR. STAFF, JR.STAFF, ARTICLE)			Refer clause 11.12 and 11.13

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8			NO. OF VOUCHERS ( PER MONTH / QUARTER / YEAR) :			Yearly apprxx 3582 Vouchers ( Includes Vendor Invoice, Payment, Customer Invoice, Receipt, Journal Entries ) etc as per Tally Accounting Software for FY 2024-25. No of Pre-audit vouchers during FY 2024-25 were 60 approx . It is management call to do pre-audit.
9	9	6/6 .1	<p>Manpower Penalty: Maximum Penalty of 10% of annual billing shall be enforced for non-deployment of Professional or replacement of personnel as per the agreed list of personnel during the validity of contract.</p> <p>For non-deployment of resource, 0.5% of the annual contract value per week or part thereof subject to a ceiling of 10% of the annual contract value.</p> <p>For replacement of resource, Rs. 5,000/- on first replacement and Rs. 10,000 on subsequent replacement of resource.</p>	<p>1. As a part of control measure to curb the familiarity risk i.e. Audit may become a routine exercise, hence, it is a practice to change the Resources at a certain time frequency.</p> <p>2. Deployed Resource has to be changed in case of Resignation / Termination.</p> <p>3. Deployed Resource may not be available due to personal/social/medical grounds for a continuous No. of days say 3 days.</p>	<p>It is requested that the Clause shall suitably modified to cover the cases where:</p> <p>1. Penalty on rotation of Resource shall be applicable for CA and Partner level and not at Audit Executive level. If the need be, it is allowed only at a frequency of 6 Months and so on except for the case of Resignation / Termination. Thereafter, Penalty is applicable.</p> <p>2. In case deputed Resource at Audit Executive level</p>	As Per RFP, No Change.

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					has resigned/terminated, then alternate Resource shall be provided within 7 working days and so on. Thereafter, Penalty shall be applicable. 3. This Clause shall be suitably modified to include a case to define 3 days as reasonable for personal/social/medical grounds and the same shall not be considered as non-deployment of Resource to attract Penalty. Alternate arrangement shall be provided in case for a continuous absence for 4 or more days. Thereafter, Penalty shall be applicable.	
10	13	11/11.9	GFGNL will release payments in this way: a. 10% will be given after each of the first three quarters (totalling 30%) once successfully receive a quarterly draft observation.	1. Pre Audit is to be conducted on Daily basis. 2. Draft Observations are to be submitted on Quarterly basis and an Annual Internal Report is	HENCE OUR REQUEST : 1. Fees to be paid on Monthly basis at 5% of agreed Fees	GFGNL will release payments in this way: a. For first three quarters: 15% will be given after each of quarter (totalling

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			<p>b. 50% will be provided after the 4th quarter, upon submission of a valid annual report.</p> <p>c. The last 20% will be granted after the successful submission of a statutory audit report by Statutory auditor.</p>	<p>to be submitted on annual basis.</p> <p>3. As per Clause 11.12, Manpower is to be deployed for at least 20 working days in a month for Pre cum Internal Audit at Gandhinagar Office.</p> <p>While the Payment frequency is set as under:</p> <p>1. Upon submission of Quarterly Draft Observations upto Quarter 3, only 30% of Fees will be received.</p> <p>2. Next 50% of Fees totalling to 80% shall be paid after submission of Annual Internal Audit Report within 60 days from the end of the FY. Thus, receiving major portion of Fees (upto 80%) is a remote event that may spill over to June of the next FY.</p> <p>3. Balance 20% will be paid after completion of statutory audit for the respective year i.e. say around September of the next year.</p> <p>4. Further, 10% by way of TDS u/s. 194J shall be deducted from Fees. This will leave only 90% of Fees in hand.</p> <p>This will cause financial hardships in many ways given the scenario of deputing Manpower on Monthly basis and visit by Incharge Partner on Monthly basis as per Clause 11.12 and 11.13.</p>	<p>i.e. Totalling to 60% on Monthly basis.</p> <p>2. 20% of Fees shall be paid upon submission of Annual Internal Audit Report as per your schedule.</p> <p>3. Balance 20% of Fees shall be paid after completion of statutory audit as per your schedule. This shall enable us to manage the monthly operational costs and a realistic way of work being done.</p>	<p>45%) once successfully receive a quarterly draft observation.</p> <p>b. 35% will be provided after the 4th quarter, upon submission of a valid annual report.</p> <p>c. The last 20% will be released after the successful submission of a statutory audit report by Statutory auditor.</p>

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11	8	5.1 /N	Certification related any work which is required for any work need to be carried out.	How we will carry out the Certification for any work which is not part of Finance and Accounts and also where we are not a subject matter / Technical Expert.	HENCE OUR REQUEST : This Clause shall be kept limited with respect to Certification Work of Finance and Accounts related matters.	Certification Work of Finance and Accounts related matters will be carried out and not technical.
12			<p>As you may be aware, the Comptroller and Auditor General of India (C&amp;AG) has assigned weightage to partners and employees holding the Certified Internal Auditor (CIA) certification, as per its policy publicly available on the link <a href="https://care.cag.gov.in/policy/policy.htm">https://care.cag.gov.in/policy/policy.htm</a></p> <p>While the empanelment by the Comptroller and Auditor General of India (C&amp;AG) primarily focuses on statutory audits, the assignments under your esteemed organization align more closely with internal audits. Given this, it would be beneficial to emphasize the Certified Internal Auditor (CIA) certification as a prerequisite for partners and staff undertaking these assignments. Currently, it appears that such a requirement is not incorporated as a mandatory criterion for empanelment or execution of the assignments.</p>			As per RFP Clause. No Change.



**Revised Clause:**

Sr No.	RFP Clause/Item Name	Original Clause	Revised Clause/Clarifications
1	11. Instructions to Bidders Clause 9	GFGNL will release payments in this way:  a. 10% will be given after each of the first three quarters (totaling 30%) once successfully receive a quarterly draft observation.  b. 50% will be provided after the 4th quarter, upon submission of a valid annual report.  c. The last 20% will be granted after the successful submission of a statutory audit report by Statutory auditor.	GFGNL will release payments in this way: a. For first three quarters: 15% will be given after each of quarter (totaling 45%) once successfully receive a quarterly draft observation. b. 35% will be provided after the 4th quarter, upon submission of a valid annual report. c. The last 20% will be released after the successful submission of a statutory audit report by Statutory auditor.
2	1.2 Definition	-	Semi qualified means M.Com, MBA, or CA Inter person.