## Tender Id: 2025\_KMB\_802172\_1

## Tender Title: RFP for Ponnani Maritime and Industrial Hub, Malappuram Corrigendum 3

The Kerala Maritime Board invited Bidders to participate in the RFP titled above, published on the e-tender site of Govt. of Kerala. Queries were received from prospective bidders regarding the RFP and the responses to the same are given below:

## SI. No Query Response 1. Ownership Status of Proposed Land: It may We confirm that the entire extent of the land kindly be verified whether the entire extent in question is under the ownership of the KMB. of land is under the ownership of the We acknowledge the current absence of Kerala Maritime Board (KMB). At present, visible fencing and name boards at the site. there are no visible demarcations, fencing, Furthermore, we wish to highlight that under or name boards installed at the site. It is Article 3 of the Concession Agreement, it is therefore requested to clarify whether the the express obligation of the Concessioning KMB has any plans to install proper fencing Authority to hand over physical possession of and display name boards indicating that the Project Site. Therefore, KMB will initiate the land belongs to the Kerala Maritime steps to install proper boundary stones and Board, and to caution that trespassing on fencing to deter unauthorized access. the property is strictly prohibited and liable for prosecution. It is preferable that the above measures be undertaken at the earliest. 2. Legal Disputes: It is understood that there We wish to assure you that these is an ongoing legal dispute between proceedings are unrelated to the Malabar Ports Pvt. Ltd. and the Kerala implementation of projects at the proposed Maritime Board (KMB). In this context, it is site and will not impact the progress or requested that the KMB provide a written execution of the project in any manner. In the assurance confirming that the ongoing unlikely event of any legal proceedings legal proceedings will not in any manner arising, KMB will take all necessary steps to jeopardize or affect the implementation of defend its position and safeguard the projects proposed on the Ponnani land interests of the project. covered under the current RFP notification. Kindly advise whether the KMB has obtained any legal opinion in this regard. If so, it is requested to share a copy of the same for reference. Furthermore, please clarify whether there are any other legal disputes or encumbrances pertaining to

the said land, and provide a written confirmation that the entire project area is under the undisputed ownership of the Kerala Maritime Board. 3. CRZ Regulations: The Coastal Regulation The activities, that are directly related to Zone CRZ I B and CRZ II is indicated in RFP. waterfront or directly needing foreshore Kindly provide necessary guidelines that facilities such as ports, harbours, jetties, indicate the Ship Building/Repair facility is slipways, and other maritime installations etc. possible to establish under such areas are permitted as per the Coastal Regulation which are under CRZ I B & CRZ II. We could Zone Notification, 2019. not find any explicit provisions in this The CRZ notification is attached. regard. The Bathymetric and Geo Technical Data: KMB will share the available bathymetric data An updated database of Bathymetric/ in its possession to support preliminary Hydrographic is not immediately available. assessments. However, bidders are expected Please provide hydrographic data from to carry out their own detailed Geotechnical 2020 onwards till 2024 to establish the studies to establish site suitability for level of siling in the area. Also, Geo dredging and vessel operations, as the site technical data is required to establish the will be handed over in its existing, as is, where area is suitable to dredge up to the level of is condition. 5 meter to 6 meter from the current level along the waterfront (river front) up to an extent that facilitate launching, manoeuvring and berthing of the underconstruction (under repair) vessels. 5. Exclusive access for Project Site and Road We confirm that during the concession within the project area: The project site period, the selected concessionaire will be seems used by common public and granted exclusive access and control over access road to Breakwater area appears a the designated project site and internal common tourist attraction. The access access roads. But controlled access to the shall be restricted and must be under the Breakwater shall have to be given to the control of the Company. The presence of Harbour Engineering Department and their common public (within the premises) contractors for inspection and replenishment raises substantial safety and security works to the Breakwater. The approach road to Breakwater must be retained to enable the concerns for the proposed Ship Building/ ship repair facility. The facility will be access to Breakwater. undergoing rapid transformations and there will be a lot of construction activities that involve the hot works, lifting etc. Please advise the action taken by the KMB to cordon off the area and handing over to the exclusive access to the site.

Harbour Engineering Department's Presence: We have noted that the Harbour engineering department is utilizing the land for the construction of Breakwaters and there are rock stockpiles & stockpiles of other breakwater construction materials. This will be preventing the effective utilization of the site for the intended project, and it may raise safety & security concerns. Because there will be movement of men and materials that may affect the smooth progress of setting up the facility/progress of the project. The land shall be exclusively given to the company for development and utilization if we win the bidding. If the works of Harbour engineering department is extended to more than 6 months or extended to an indefinite period, the project implementation will be delayed as well. So, before the handing over the land or execution of the concession agreement – the KMB shall pursue the Harbour engineering department to either terminate the utilization of the area or seek alternatives.

6.

Upon award of the concession, the project site will be handed over to the selected bidder with exclusive access and control for development and operation. The Breakwater is an integral part of the Port. The replenishment and maintenance of the Breakwater is vested with Harbour Engineering Department. Stocking of rocks, other materials and movements of vehicles & machineries are inevitable for replenishment works of Breakwater. A meeting would be held with HED to ensure smooth implementation of the project.

7. Soil Profile and other relevant data: At present there is NO data available about the soil health and feasibility of construction of workshops, slipways, installation of cranes on the proposed land. The absence of data is increasing risk on PPP partner. So, we advise the KMB to release the Data related to Soil profile in order to establish the complete feasibility of the intended project.

As per tender conditions, the concessionaire has to prepare the DPR and TEFR of the proposed project. All the data required for the preparation of DPR/TEFR must be collected by the developer.

8. The Effective area Available: Presence of redundant Sea Walls and a consequent reduction of effective area available for development: There is old rock pile (apparent remanent of old sea wall) that occupy a substantial area. This implies a

The possibility of modification or removal of structures can be assessed after the joint site inspection with respective Departments who constructed the Seawalls and Breakwaters, particularly HED

	net reduction in effective area available for	
	development. We require permission to	
	modify/ remove this structure.	
9.	The existence of Concrete Buildings/	While the site will be handed over in its
	Sheds: It is important to remove the couple	current, as is, where is condition, KMB will
	of existing concrete sheds for effective	extend necessary support in facilitating the
	development of the land area. Please	removal of these structures.
	advise the KMB stand on these buildings.	
10.	The fish Landing Huts: The existence of fish	KMB is committed for ensuring effective and
	landing huts is identified. The activities of	sensible resettlement of these facilities
	fishermen community seem quite	outside the project area in consultation with
	extensive, and the area remains quite busy	relevant stakeholders. This process will be
	at night also. Please advise the KMB action	undertaken prior to the handover of the site,
	plan in this regard. The matter is quite	ensuring the area is fully available for
	sensitive and will directly affect effective	development and free from operational
	implementation of the project. The	conflicts.
	effective & sensible resettlement of fish	
	landing huts outside the project site is one	
	of the base requirements to initiate the	
	project.	
11.	Details on Beach Area clearance: Details	The necessary clearances like EC/CRZ
	are required for establishing exact area to	clearances, Municipal building permits, PCB
	be made clear from the Beach front. Also,	clearances etc are to be obtained by the
	Tidal zone (CRZ) – Construction restrictions	Developer from the respective agencies and
	need to be established.	KMB will extend required support.
12.	Road Infrastructure: At Present the Road	We would like to clarify that the site will be
	Access to project Site is through crowded	handed over in its existing, as is, where is
	streets and there exists some choke points	condition. Currently there is no confirmed
	where movement of trailers/ trucks remain	plan for immediate road upgrades, KMB will
	nearly impossible.	extend necessary support in coordinating
	, ,	with relevant authorities to explore potential
		improvements in connectivity, subject to
		feasibility and approvals.
13.	Security Infrastructure within the Project	All security arrangements must be installed
	land: At Present CCTV Cameras within	by the Concessionaire. Wherever KMB's
	Proposed project Site is damaged. This	installations are there and require
	needs to be reinstated to monitor activities	maintenance, KMB will consider.
	prior to the signing of the Concession	·
	agreement.	
14.	Proposed Coastal Highway Alignment: The	KMB will engage with the concerned
	proximity of the support pillars of the	authorities to obtain clarity on navigational
	proposed Coastal Highway Bridge is a	clearances and operational feasibility and
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matter of concern. This may adversely ensure that the bridge design does not affect the movement of vessels, as well as hinder the effective functioning of the the launching and berthing operations of proposed shipbuilding/repair facility. vessels under construction. It is therefore necessary to obtain further clarity on this matter from the concerned authorities 15. Freedom to Modify Land as per Project The selected bidder will be required to submit a Detailed Project Report (DPR) outlining all Needs: The Detail Project Report (DPR) will be submitted eventually, and details of infrastructure and development project requirements will be enlisted in it. requirements. Land modifications necessary During the project implementation - Land for project infrastructure will be permitted in modifications will be carried out to support accordance with the approved DPR. project infrastructure like Cranes, Slipways. roads, Warf etc. The signing of the Concession Agreement is subject to the acceptance of the DPR. Annual Escalation of Land Lease License As per the current terms of the RFP this 16. Fee (Ref- RFP page no.6 serial no.15): At escalation rate is fixed and cannot be revised present there is a projected annual since the RFP is open. escalation of 5% to fixed License fee. This will add to a compounded figure and will reach higher value & may affect the competitiveness of the ship building facility. This may in turn affect the sustainability/viability of the enterprise. So, we request to reduce the annual inflation of a maximum of 2% instead of proposed 5%. The proposed land in Ponnani requires substantial capital inflows to establish a proper ship building infrastructure. The area also needs capital inflows for dredging and maintaining the necessary water depth. However, yield from the land area is low compared to a real estate or Tourism project. So, we request to consider a lower Annual inflation to support the intended project. 17. The Performance Guarantee (Ref: RFP This requirement is being reviewed, and a page no.6, serial no.14): It is shown that the revised rate will be notified through a corrigendum shortly. performance Bond for the project implementation is settled as 5% of the project value. However, we found this is

	quite high as a value and it may block the	
	initial investment capital. So, we request	
	KMB to reconsider this as 2.5-3%.	
18.	The Dredging of the river waterfront area: The Current level of water depth is NOT suitable for the development of ship building/ ship repair facility. We request the KMB to complete the dredging of the	At present, there is no confirmed plan to increase the draft to accommodate larger vessels. However, KMB will extend necessary support in coordinating with the relevant authorities should any future proposal for
	area to help to initiate the project once it is awarded.	draft enhancement be considered feasible.
19.	Industrial Power and Water Supply: There is NO provision of Industrial Power and water connections to the land at present. We request KMB to provide same to initiate the project without any time delay	The project site will be handed over in its existing, as is, where is condition. While KMB will extend necessary support in facilitating activities such as obtaining industrial power and water connections, the responsibility for securing and implementing these utilities will rest with the developer.
20.	Rail Infrastructure: Is there any plan to extend the railway network to connect directly to or near the proposed facility?	As of now, there are no plans to extend the railway network.
21.	Road Access: The present road access to the proposed site appears to be inadequate. Is there any plan to upgrade or improve the road connectivity?	We would like to clarify that the site will be handed over in its existing, as-is condition. While there is currently no confirmed plan for immediate road upgrades, KMB will extend necessary support in coordinating with relevant authorities to explore potential improvements in connectivity, subject to feasibility and approvals.
22.	Water Draft: The current draft restricts the type of vessels that can be called in for repair. Does KMB have any plan to increase the draft to accommodate larger vessels?	At present, there is no confirmed plan to increase the draft to accommodate larger vessels. However, KMB will extend necessary support in coordinating with the relevant authorities should any future proposal for draft enhancement be considered feasible.
23.	Revenue Share: The proposed revenue share of 1% of total revenue is significantly high. We request this clause to be reconsidered and deleted.	The 1% revenue share is a fixed provision of the RFP and cannot be deleted. This percentage was determined to ensure a balanced and sustainable framework for both the developer and KMB.
24.	Ship Repair Facility Revenue: For the ship repair facility, revenue generation will not be immediate. It is requested that the	As per the provisions of the RFP, revenue share is not payable until the achievement of COD. The RFP allows for a maximum

	agreement structure ensures payment of only the lease amount for the first five years.	construction period of two years, with the possibility of further extension in exceptional circumstances, subject to the approval of the KMB.
25.	Existing Project: As per information available online, there was an earlier project initiated by a port company in the same area around 2014. Please confirm the current status of that project.	There are no ongoing activities or commitments associated with the project site at present.