

Public Finance Circular No. FIN 372(2)

My No.FIN-1076-260-181
Dept. of Public Finance,
General Treasury,
Colombo 01.
22 .07.2002

All Secretaries of Ministries,
Chief Secretaries of Provincial Councils,
Heads of Departments and
Chairmen of Corporations, Statutory Boards and
Govt. Owned Companies.



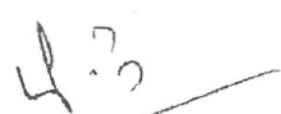
Acceptable Securities and Guarantees

This is further to the Public Finance Circulars No. FIN 372 of 6th May 1999, FIN 384 of 10th March 2000 and the Guideline No: 46.2 of the Guidelines on Government Tender Procedure.

The Treasury has observed that in many instances, the provisions are not made in the tender documents to accept the securities and guarantees issued by the Construction Guarantee Fund (CGF) by the Executing Agencies. The objective of establishment of CGF is to allow the construction contractors to obtain reliable securities and guarantees at the least cost with the view to promote the local construction industry.

In the above circumstances, the tender documents should state that for procurement of construction works, the securities and guarantees issued by the CGF are also acceptable.

You are kindly requested to ensure that the above instructions are complied with and also direct all the Tender Boards and Technical Evaluation Committees which function under your purview to adhere to this requirement.


N.Pathmanathan,
Deputy Secretary to the Treasury