

Scope : Applicable to vendors supplying to all plants of Endurance.

1. The rejection handling charges will not be made applicable for GRN (receipt stage) rejection.
2. 15% of Invoice Value (excluding taxes) will be charged in addition to the invoice value for all physically returned line rejection and warranty of BOM items.
3. Exclusion are imported BOM items, All Non BOM items, items under development and outsourced items being supplied with our dies, Aluminum alloy and bulk oil and fuel supplies.
4. For identified items the 15% charges will applicable only for rejection more than 2% or allowed limit which ever is lower, the reference for 2% will be considered for total supplies during the month.
5. 15% charges will not be applicable to line rejection booked in the system but scrapped at our end and not returned back due to any other reason.
6. The 15 % charges will be auto debited, how ever for identified items the 15% charges will be debited only for rejection more than to 2% or allowed limit (SAP system will be mapped accordingly and a customized report will be generated in SAP).
7. The authority for reversal will be first concerned Plant Head and then GM (Purchase) for Proprietary plants and Plant head and concerned Purchase head for casting division.
8. The above line rejection and warranty rejection must be mutually accepted and not one sided.

This policy is effective from 1st Mar 2012.