

18(2)/19/PPO-Notification/DP(Plg-MS)  
**MINISTRY OF DEFENCE**  
**DEPARTMENT OF DEFENCE PRODUCTION**  
**DIRECTORATE OF PLANNING & COORDINATION**  
**MS DIVISION**

‘B’ BLOCK, ROOM NO. 175  
NEW DELHI- 110 011  
Dated: 2 July, 2020

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**NOTIFICATION**

**Subject: Public Procurement (Preference to Make in India) Order 2017-Notifying Defence Products- Amendment of**

**References:**

1. Department of Industrial Policy & Promotion (DIPP) Notification No.P-45021/ 2/ 2017-B.E.-II dated 15.06.2017
2. Department of Defence Production Notification No. 59011/8/2015-D(HAL-II) dated 26.07.2018.

The Government has issued Public Procurement (Preference to Make in India) Order 2017 vide the Department of Industrial Policy and Promotion (DIPP) Notification No.P-45021/2/2017-B.E.-II dated 15.06.2017 to encourage ‘Make in India’ and to promote manufacturing and production of goods and services in India with a view to enhancing income and employment.

2. In furtherance of the Public Procurement (Preference to Make in India) Order 2017, the Department vide notification No. 59011/8/2015-D(HAL-II) dated 26.07.2018 had notified a list of 17 items/category of items for which preference to be provided by all procuring entities to Local suppliers as per the aforesaid Order.

3. In partial modification to the aforementioned Notification, the nomenclature of the two items mentioned at Sl No.1 & 2 of the said notification stands amended. The complete list of 17 items/category of items along with Minimum Local Content (MLC) for qualifying as Local Supplier with amended nomenclature in respect of items at Sl No. 1 & 2 is given below:

Sl. No.	Items	Minimum Local Content
1	Extra high strength structural steel plates of UTS 790Mpa (6 mm to 100 mm thickness)	50%
2	Abrasion resistant Extra high strength, hardened and tempered steel plates (6 mm to 100 mm thickness)	50%
3	Seamless tubes to Spec boron steel OD 60 to 90mm and wall thickness 20mm	50%

4	Panels for DT car for Metro cars	50%
5	Interior & Exterior Panels for DT car for Metro Cars	50%
6	Ceiling Panels for Car for Metro Cars	50%
7	Wiper System for Metro cars	50%
8	Wind Screen Glass for Metro Cars	50%
9	Floor Board for Metro cars	50%
10	Saloon Seat (4 Seat) for Metro Cars	50%
11	Saloon Seat (2 Seat) for Metro Cars	50%
12	Transmission Control Valve Assy	50%
13	Electric Motor (474175410130)	40%
14	Cable Assemblies (486872360154,486872400506, 487072020686,487072021268,487072130102)	40%
15	MASS -R118(455611150102)	40%
16	Dual Switched Amplifier (455610540360)	40%
17	AMPLIDYNE EMU (474475030132)	40%

4. The Notification comes into effect immediately and would be reviewed as and when required.
5. This Notification shall remain valid till the revised Notification is issued.
6. No Defence Product Notification under the Public Procurement (Preference to Make in India) Order 2017 shall have retrospective effect.

**7. Procedure for calculating local content/ domestic value addition**

The percentage of the local content shall be calculated as per the definition of Indigenous Content (IC) given in extant Defence Procurement Procedure (DPP) notified by Ministry of Defence.


**8. Verification of local content/ Domestic Value Addition**

- a. Department of Defence Production (DDP) may constitute a Technical Committee with internal and external experts for independent verification of self-declarations and auditor's/ accountant's certificates on random basis in the case of complaints.
- b. Department of Defence Production (DDP) and procuring entities may prescribe fee for the administrative cost of handling such complaints.
- c. False declarations will be in breach of the Code of Integrity under Rule 175(1)(i)(h) of the General Financial Rules for which a bidder or its successors can be debarred for up to two years as per Rule 151 (iii) of the General Financial Rules along with such other actions as may be permissible under law.

- d. Department of Defence Production (DDP) may issue such clarifications and instructions as may be necessary for the removal of any difficulties arising from implementation of this Order.
- e. The other terms and conditions will be as per the Public Procurement (Preference to Make in India) Order 2017.


9. DDP shall be the Nodal Department to monitor the implementation of the Public Procurement (Preference to Make in India) Order 2017 in respect of Defence Sector.

10. In case of a question whether an item being procured is a defence product to be covered under the Public Procurement (Preference to Make in India) Order 2017, the matter would be referred to the Department of Defence Production for clarification.

  
(Vivek Virmani)  
Planning Officer (G)  
Tele: 2301 6619

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- 6. Joint Secretary (DPIIT), Member-Convener of Standing Committee of Public Procurement Order 2017**
- 7. CGDA, Ministry of Defence**
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- 9. Secretary, DRDO**
- 10. DGOF and Chairman, OFB**
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- 12. JS(Aero), JS(LS), JS(P&C), JS(NS), OSD(SK)**
- 13. Guard File**

  
(Vivek Virmani)  
Planning Officer (G)  
Tele: 2301 6619