File No: FP-20013/2/2017-FP-PNG-Part (4) (E-41432)

Government of India Ministry of Petroleum and Natural Gas (Flagship Programme Cell)

Shastri Bhawan, New Delhi Dated 26th April, 2022

To,

- 1. Chairman, IOCL
- 2. C&MD, BPCL/ HPCL/ ONGC/ OIL/ GAIL/ EIL/ Balmer Lawrie
- 3. Managing Director, MRPL/NRL/CPCL// BCPL/ OVL
- 4. DG, DGH
- 5. DG, PPAC
- 6. Secretary, OIDB
- 7. ED, PCRA
- 8. ED, OISD
- 9. ED, CHT
- 10. Director, RGIPT
- 11. Secretary, PNGRB
- 12. CEO & MD, ISPRL

Sub: Public Procurement (Preference to Make in India) (PPP-MII) Order, 2017-reg. Sir/Madam.

I am directed to refer to this Ministry's letter of even number dated 23.02.2022 regarding Policy to Provide Purchase Preference (linked with local content) (PP-LC) in all Public Sector Undertakings under the Ministry of Petroleum and Natural Gas (MoP&NG) and to say that Public Procurement (Preference to Make in India) Order, 2017 issued by DPIIT and as amended time to time shall be applicable to all the Public Sector Undertakings and their wholly owned subsidiaries under MoP&NG; Joint Ventures that have 51% or more equity by one or more Public Sector Undertakings under MoP&NG; attached and subordinate offices of MoPNG w.e.f. 01.04.2022.

- 2. Moreover, as per para 14 of the PPP-MII Order, the following modifications in the order shall be applicable on the procuring entities under this Ministry:
 - a. Limit for exemption of small purchase under para 4 of the PPP-MII Order, 2017 shall be Rs. 1 crore.
 - b. Local value addition through services such as transportation, insurance, installation, commissioning, training and after sales services support like AMC/ CMC etc. shall continue to be considered in local content calculation.
 - c. HP-HT operations in upstream oil and gas business activities shall be exempted from applicability of the Order.
- 3. This issues with the approval of Hon'ble Minister, Petroleum and Natural Gas.

Yours faithfully

(Santanu Dhar)

Under Secretary to the Govt. of India

Tel.: 011-23388652

Copy to:

- a. PS to Minister, PNG
- b. PPS/PS to Secretary/ AS&FA/Sr. Economic Advisor, MoPNG
- c. PPS/PS to AS (E)/JS(R)/JS (M& GP)/OSD (IC)/JS (G)/JS (IFD)/DDG (ED), MoPNG
- d. PPS/PS to Dir.(BR)/Dir.(E-II)/Dir.(E-I)/DS(GP)/DS(Mkt.)/DS(LPG)/DS(Admn.)/DS(RTI)/ DS (Gen) MoPNG

Copy for information to:

Secretary, DPIIT