OFFICE MEMORENDUM

Please find enclosed a Note for Press Release regarding changes made under the provision 6 of the Public Procurement Policy for Micro and Small Enterprises (MSEs) Order, 2012. Publication Division is requested to take up the matter with Public Information Bureau to place this Press Release on the public domain.

Press Release has approval of Secretary, MSME.

Encl: As above

(U.C. Shukla)
Director (MA)

1. Shri Harish Anand, Director (Pub), O/o DC(MSME)
2. Shri S V Sharma, Director (SENET) with a request to upload the press release in - office website.
3. Ms. Ruby Sharma, Information Officer, PIB, Room No, 704A Shastri Bhawan, New Delhi
OFFICE MEMORENDUM

Subject: Clarifications on the provision 6 of the Public Procurement Policy for Micro and Small Enterprises (MSEs) Order, 2012-reg.

Government of India has introduced a Public Procurement Policy for Micro and Small Enterprises (MSEs) Order, 2012 which is notified under MSMED Act 2006. Under the Policy every Central Government Ministries, Departments and Public Sector Undertakings shall procure minimum of 20 per cent of their total annual value of goods or services from Micro and Small Enterprises.

Under the provision 6 of the Policy it is mentioned that: (1) In tender, participating Micro and Small Enterprises quoting price within price band of L1+15 percent shall also be allowed to supply a portion of requirement by bringing down their price to L1 price in a situation where L1 price from someone other than a Micro and Small Enterprise and such Micro and Small Enterprise shall be allowed to supply up to 20 per cent of total tendered value. (2) In case of more than one such Micro and Small Enterprises the supply shall be shared proportionately (to tendered quantity).

The phrase up to is substituted with at least.

The revised provision 6 of the Policy should be read as: (1) In tender, participating Micro and Small Enterprises quoting price within price band of L1+15 percent shall also be allowed to supply a portion of requirement by bringing down their price to L1 price in a situation where L1 price from someone other than a Micro and Small Enterprise and such Micro and Small Enterprise shall be allowed to supply at least 20 per cent of total tendered value. (2) In case of more than one such Micro and Small Enterprises the supply shall be shared proportionately (to tendered quantity).

This issues with the approval of Secretary, MSME.

(U.C. Shukla)
Director (MA)

1. All concerned
2. Director (SENET) with a request to upload the O.M. on the official website for wider publicity.
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(2) In case of more than one such Micro and Small Enterprises, the supply shall be shared proportionately (to tendered quantity).