

**No. 11/05/2018-Coord.
Government of India
Ministry of Power**

**Shram Shakti Bhawan, New Delhi
Dated: 17.03.2020**

ORDER

Subject: Public Procurement (Preference to Make in India) to provide for purchase preference (linked with local content) in respect of Power Distribution Sector.

Reference: Department for Promotion of Industry and Internal Trade (DPIIT) Notification No. P-45021/2/2017-PP (BE-II) dated 29th May, 2019

- 1.0** The Government of India has issued a revised Public Procurement (Preference to Make in India) Order 2017 vide Department for Promotion of Industry and Internal Trade (DPIIT) Notification under subject to encourage "Make in India" to promote manufacturing and production of goods and services in India with a view to enhancing income and employment.
- 2.0** All procuring entities, as defined in the DPIIT notification under reference, would abide by guidelines issued in the aforesaid order in respect to procurement in the Power Distribution Sector.
- 3.0** In pursuance of the aforesaid order of DPIIT, the procuring entities would be guided by the minimum local content in respect to the distribution sector procurement as prescribed below:

(a) Electrical equipment used in Distribution Sector

Sl. No.	Items		Minimum Local Content (%)			
			2020	2021	2022	2023
I	33/11 kV Power Transformers		50%	55%	80-90% (In case CRGO/Amorphous core is available in India)	
II	Distribution Transformers					
i.	Oil filled Distribution Transformer (CRGO/Amorphous core)	Oil filled Distribution Transformers	50%	55%	80-90% (In case CRGO/Amorphous core is available in India)	
ii.	Dry type distribution transformer	Dry Transformer - Aluminum Type	40%	45%		
iii		Dry Transformer - Copper Type	40%	45%		

Sl. No.	Items		Minimum Local Content (%)			
			2020	2021	2022	2023
II	Insulators					
i.	Insulators	Polymer Insulators	52%	52%	52%	52%
ii.		Porcelain Insulators	85%	85%	85%	85%
III	Instrument Transformers					
i.	L.V.	L.V. (1.1 KV and below)	40-50%	40-50%	90% (In case CRGO/Amorphous core is available in India)	
ii.	M.V.	M.V. (Upto 33KV)	40-50%	40-50%		
IV	Conductors					
i.		Conventional Conductors	80%	80%	80%	80%
V	Electrical Motors					
i.		0.37 kW to 1 MW	80%	80%	85%	90%
VI	MV HV Switchgear					
i.		MV AIS Panels(incl. Circuit Breakers) up to 36 KV, indoor	70%	70%	70%	80%
ii.		MV Breakers up to 40.5 KV, Outdoor	70%	70%	70%	80%
iii.		MV GIS Panels (Up to 33kV)	25%	30%	35%	40%
iv.		Isolators	100%	100%	100%	100%
v.		Packaged Substation(6.6kV to 33kV)	90%	90%	90%	90%
vi.		RMUs(11kV)	70%	70%	70%	80%
vii.		RMUs(33kV)	50%	55%	55%	60%
VII	Cables					
i		XLPE Cables	80%	80%	80%	80%
ii		Cable Accessories	30%	30%	30%	30%
VIII	Energy Meters					
		Energy Meters	30%	30%	30%	30%

(b) For 33/11 kV and below Sub-stations constructed on turnkey/EPC contract basis, the local content percentage would be applicable as prescribed below:

(i) *For Civil Supply and Labour* – 80% of the total cost of Civil Supply and Labor.

(ii) *For Electric Supply* – as notified separately for individual component in above table, instead of notifying one fixed percentage for entire electrical supply package.

- 4.0** A standing committee constituted by Ministry of Power vide order No 11/05/2018-Coord (Griev) Dated 18th December, 2019 would examine the grievances arising out of alleged violations of the PPP MII Order 2017 by procuring agencies, and would suggest appropriate action(s) in respect to the grievances.
- 5.0** At the time of lodging the grievance, a complaint fee of Rs. 2 Lakh or 1% of the value of the local item being procured (subject to maximum of Rs. 5 Lakh), whichever is higher, shall be paid in the form of Demand Draft, drawn in favour of DDO, CEA. In case the complaint is found to be incorrect, the complaint fee shall be forfeited. In case, the complaint is upheld and found to be substantially correct, deposited fee of the complainant would be refunded without any interest.
- 6.0** All other conditions shall be as per those laid down in the DPIIT Notification No. P-45021/2/2017-PP (BE-II) dated 29th May, 2019.



(Aniruddha Kumar)

Joint Secretary to the Govt. of India

To

- i. All Ministries/Departments of Govt of India
- ii. Cabinet Secretariat
- iii. PMO
- iv. NITI Aayog
- v. Comptroller & Auditor General of India
- vi. Secretary, DPIIT
- vii. Pr Secretary/Secretary Energy of all States
- viii. All CPSUs under the administrative jurisdiction of the Ministry of Power
- ix. All JS/EAs/CEs of MoP