Oil and Natural Gas Corporation Ltd



Corporate Materials Management 2nd Floor, Tower-A, Deendayal Urja Bhawan, 5, Nelson Mandela Marg, Vasant Kunj, New Delhi -110 070 Tel – (011)26752004 Fax – (011) 26129091

Circular No. 04/2021

No: MAT/PMC/13(18)/2021 Dated: 22.02.2021

Sub: Guidelines for Eligibility of Bidders from a Country sharing a land border with India.

Reference is invited to PMC circular no. 31/2020 dated 27.07.2020 and 39/2020 dated 28.08.2020, wherein inter-alia guidelines were issued for Eligibility of Bidders from a Country sharing a land border with India.

In this regard, Department of Expenditure vide O.M. No. F.18/37/2020-PPD dated 08.02.2021, has clarified the following:

- i) A bidder is permitted to procure raw material, components, subassemblies etc. from the vendors from countries which shares a land border with India. Such vendors will not be required to be registered with the Competent Authority, as it is not regarded as "sub-contracting".
- ii) However, in case a bidder has proposed to supply finished goods procured directly/ indirectly from the vendors from the countries sharing land border with India, such vendor will be required to be registered with the Competent Authority.

A copy of aforementioned O.M. is enclosed for information and compliance by all concerned.

ED-Chief MM Services

<u>Distribution:</u> (Through ONGC's intranet website 'ongcreports.net').

All concerned may download the circular from the site. Hard copies are not distributed separately.

Copy to:

- 1. EO to CMD, ONGC, New Delhi.
- 2. CEA to Director (T&FS) / Director (Offshore) / Director (HR) / Director (Exploration)/Director (Onshore) / Director (Finance), ONGC, New Delhi.
- 3. CVO, ONGC, New Delhi.

No. F.18/37/2020-PPD
Government of India
Ministry of Finance
Department of Expenditure
Procurement Policy Division

512, Lok Nayak Bhawan, New Delhi. Dated the 8th February 2021

OFFICE MEMORANDUM

Subject: Restrictions under Rule 144 (xi) of the General Financial Rules (GFRs), 2017.

Attention is invited to this Department's Order (Public Procurement No.1) issued vide OM F.No.6/18/2019-PPD dated 23.07.2020. As per para 11 of the Order, in case of Works contracts, including turnkey contracts, contractors shall not be allowed to sub-contract works to any contractor from a country which shares a land border with India unless such contractor is registered with the Competent Authority. However, no such restriction is stipulated in the Order regarding other procurements i.e. procurement of Goods, Services, etc.

- 2. This office is in receipt of representations seeking clarification whether it is permitted for the bidders to procure raw material or components/ sub-assemblies or the finished goods etc. from the vendors from the countries sharing land borders with India.
- 3. In this context following is hereby clarified:
 - i A bidder is permitted to procure raw material, components, subassemblies etc. from the vendors from countries which shares a land border with India. Such vendors will not be required to be registered with the Competent Authority, as it is not regarded as "sub-contracting".
 - ii However, in case a bidder has proposed to supply finished goods procured directly/ indirectly from the vendors from the countries sharing land border with India, such vendor will be required to be registered with the Competent Authority.
- 4. This is issued with the approval of Secretary (Expenditure).

Kotluru Narayana Reddy

Deputy Secretary to the Govt. of India

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To

(1) Secretaries of All Ministries/ Departments of Government of India,

(2) Chief Secretaries/ Administrators of Union Territories/ National Capital Territory of Delhi.