



PM Cell – MM

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Circular No. 19/2018

No: MAT/PMC/13(21)PP-LC/2018

Dated: 19.04.2018

Sub: Changes in ICE system in respect of Purchase Preference Policy Linked with Local Content (PP-LC)

Reference is invited to Circular No. 19/2017 dated 16.05.2017 whereby the Policy to provide Purchase Preference (linked with Local Content) (PP - LC) notified by MoPNG was implemented in ONGC.

In order to capture the data pertaining to PP-LC in PO, ICE has developed a new functionality with the introduction of two new fields namely 'PPLC Code' and 'LC%' under Customer Data tab of Purchase Order, which shall bring into effect the following:

A. Placement of Purchase Orders in future:

While placing an order finalised on PP-LC bidder as per PP-LC policy in vogue, the suitable PP-LC Code shall be selected from the drop down menu, accordingly the LC% as applicable shall be automatically populated by the system for respective PPLC Code of Goods/service selected. The LC% shall be determined by the system as applicable on the date of NIT.

In case successful bidder is a non-PP-LC bidder/ the case where PP-LC policy is not applicable, code 'NLC' (Nil Local content) shall be entered against PP-LC code, which shall populate default value of 0.00 against LC% field.

B. Purchase Orders already placed:

- i) The past cases wherein PP-LC policy was implemented and **successful bidder was a PP-LC bidder**, POs for such cases shall be de-released and suitable PP-LC Code shall be selected from the drop down menu as per para (A) above, before releasing it again. This shall also include already executed Purchase Orders, if any.
- ii) While Amending the POs, system will not allow to save POs without entering PP-LC Code under Customer Data tab of Purchase Order. Hence, where PP-LC policy was not applicable/ PP-LC policy is applicable but successful bidder was a non PP-LC bidder, the PP-LC code 'NLC' (Nil Local content) shall be entered.

Above guidelines should be meticulously followed by all concerned.


(Ashwini Nagia)
ED-Chief MM Services

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