OFFICE MEMORANDUM

Subject: Minutes of meeting held on 17.10.2017 at New Delhi under the chairmanship of Secretary (HUA) regarding Minimum Local Content in Procurement of Metro Rail Systems.

The undersigned is directed to refer to the above cited subject and to enclose herewith the minutes of the meeting held on 17.10.2017 regarding Minimum Local Content in Procurement of Metro Rail Systems for information and compliance.

Encls: As above.

(Rachna Kumar)
Under Secretary to the Government of India
Email: rachna.kumar@nic.in

1. Shri Mangu Singh, Managing Director, DMRC, Delhi.
2. Shri P.S. Kharola, Managing Director, BMRCL, Bangalore.
3. Smt. Ashwini Bhide, Managing Director, MMRCL, Mumbai.
4. Shri Pankaj Kumar Bansal, Managing Director, CMRL, Chennai
5. Shri I.P. Gautam, Managing Director, MEGA Co. Ltd. Gandhinagar.
6. Shri Kumar Keshav, Managing Director, LMRC, Lucknow.
7. Shri Elias George, Managing Director, KMRL, Kochi.
8. Shri Vinay Kumar Singh, Managing Director, NCRTC, Delhi.
9. Shri S. Sivamathan, Director (Finance), Maha-Metro, Mumbai.

Copy to:

Secretary, DIPP, Ministry of Commerce, Udyog Bhawan, New Delhi. (with reference to DIPP’s Public Procurement (Preference to Make in India) Order 2017 dated 15th June, 2017.)

(Rachna Kumar)
Under Secretary to the Government of India
Subject: Minutes of Meeting held on 17.10.2017 regarding Minimum Local Content in Procurement of Metro Rail Systems.

The list of officers present during the meeting is annexed.

2. The issue of minimum percentage of local contents to be adopted in procurement of items by metro rail companies was discussed. After detailed deliberations, the following was decided:

   i) Minimum local content to be adopted for various systems for which, the quantity to be procured is above 100, should be as below:-

      a. Rolling Stock – 40%: To be increased to 50% after one year.
      b. Telecom – 40%: To be increased to 50% in two years.
      c. Signalling – 30%: To be increased to 40% in two years and 50% in five years.
      d. Civil – 60%.
      e. Electrical-50%.

   ii) The above should be made part of eligibility criteria.

   iii) Provision of submission of additional bank guarantee of 10% by the firms availing margin of purchase preferences, should be included in the conditions.

   iv) For any deviation from the above, the metro companies may take approval of their respective boards.

   v) Margin of Purchase Preference should be kept at 10%.
Annex

List of Participants

Meeting regarding Minimum Local Content in Procurement of Metro Rail Systems held on 17.10.2017 at 10.00 AM under the chairmanship of Secretary (HUA) in the Conference Room No.123, C-Wing, Nirman Bhawan, New Delhi.

Ministry of Urban Development

1. Shri D.S. Mishra, Secretary
2. Shri Manoj Kumar, Additional Secretary (D&C)
3. Shri M.K. Sinha, OSD (UT) & EO JS
4. Shri Janardan Prasad, Director
5. Shri V.S. Pandey, Dy. Secretary
6. Smt. Rachna Kumar, Under Secretary

Delhi Metro Rail Corporation Limited

7. Shri Mangu Singh, Managing Director
8. Shri H. S. Anand, Director/ Rolling Stock
9. Shri Anoop Gupta, Director/ Electrical
10. Shri Manuj Singhal, CEE/Plg.

Chennai Metro Rail Limited

11. Shri Pankaj Kumar Bansal, Managing Director

Bangalore Metro Rail Corporation Limited

12. Shri P.S. Kharola, Managing Director

Mumbai Metro Rail Corporation Limited

13. Ms. Ashwini Bhide, Managing Director

MEGA Co. Ltd., Gandhinagar

14. Shri I.P. Gautam, Managing Director

Lucknow Metro Rail Corporation Limited

15. Shri Kumar Keshav, Managing Director

National Capital Territory

16. Shri Vinay Kumar Singh, Managing Director

Maha-Metro Rail Corporation Limited

17. Shri S. Sivamathan, Director (Finance)
18. Shri J.K. Nandanwar, ED/PL & Land