## **ORDER**

Subject: Public Procurement (Preference to Make in India) Order 2017(Revision)- to provide purchase preference in respect of Automobile and Automotive Components –reg

In pursuance of the Public Procurement (Preference to Make in India)(PPP-MII) Order 2017 notified vide the Department For Promotion Of Industry And Internal Trade(DPIIT) Notification No. 45021/2/2017-PP(B.E.II) dated 15.06.2017 and subsequent amendments dated 28.05.2018, 29.05.2019, 04.06.2020 and 16.09.2020, to promote manufacturing and production of goods and services in India with a view to enhancing income and employment, the following Automobile and Automotive Components where there is sufficient local capacity and competition are hereby notified by the Department of Heavy Industry in supersession of earlier order on the same subject dtd. 04/05/2020.

2. In terms of para 5 of the DPIIT's PPP-MII Order Notification No. 45021/2/2017-PP (BE-II) dated 16<sup>th</sup> September 2020, minimum local content requirement for Class I local supplier is defined as follows:

# 2.1. Automobiles based on IC Engines

### Definition:

For the purpose of this Notification, Automobiles would mean two & three wheelers, passenger vehicles, commercial vehicles etc.

65%	nt required for Class I	Percentage Local Content required for Class I		
	supplier	local		
	3.45			

## 2.2. Automotive Components for IC Engine Vehicles

#### Definition:

For the purpose of this Notification, Automotive Components would mean components/spares required for manufacture/maintenance of two & three wheelers, passenger vehicles, commercial vehicles etc.

Percentage Local Content required for Class I	60%
local supplier	

3. Hence, in the procurement of all automobile and automotive components, as listed below, only Class-I local supplier shall be eligible to bid irrespective of the purchase value, as per Para 3(a) of the DPIIT's PPP-MII Order Notification No. 45021/2/2017-PP (BE-II) dated 16<sup>th</sup> September 2020.

(i)

S. No.	Automobiles based on IC Engines
1	Passenger Vehicles (passenger cars, utility vehicles, vans)
2	Commercial vehicles (LCVs, M&HCVs)
3	Two-wheelers (Mopeds, Scooters, Motorcycles)
4	Three-wheelers (Goods & Passengers)

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(ii)

S. No.	Automotive Components for IC Engine Vehicles			
1	Rubber Parts			
2	Asbestos packing joints and gaskets			
3	Brake Linings And Pads (Containing Asbestos)			
4	Asbestos friction materials			
5	Brake linings and pads (Not containing Asbestos)			
6	Automotive Glass			
7	Leaf-springs: For motor vehicles			
8	Leaf-springs : Leaves for springs			
9	Helical springs			
10	Spring pins			
11	Automotive Wheels			
12	Locks of a kind used for motor vehicles			
13	All types of diesel, petrol, Hybrid engine and engine parts			
14	Gas compressors, Turbo charger			
15	Parts - air conditioning			
16	Oil or petrol-filters for internal combustion engines			
17	Intake air filters for internal combustion engines			
18	Air Purifiers or Cleaners			
19	Parts of Machinery and apparatus for filtering			
20	All kind of bearings			
21	Bearing housings, incorporating ball or roller bearings			
22	Bearing housings, not incorporating ball or roller bearings plain shaft bearings			
23	Gears and gearing, other than toothed wheels, chain sprockets and other transmission elements presented separately; ball or roller screws; gear boxes and other speed change including torque converters			
24	Pulleys, power transmission			
25	Flexible coupling			
26	Fluid coupling			
27	Other: Clutches and Shaft couplings, including Universal joints			
28	Toothed wheels, chain sprockets and other transmission elements presented separately; parts			
29	Asbestos metallic packings and gaskets (excluding gaskets of asbestos board reinforced with metal gauze or wire)			

30	Mechanical seals			
31	Spark plugs			
32	Head lamps, tail lamps, stop lamps, side lamps and blinkers			
33	Other automobile lighting equipment & Automotive Lighting			
34	Horns			
35	Windscreen wipers, defrosters and demisters			
36	Sealed beam lamp units			
37	Ignition wiring sets and other wiring sets of a kind used in vehicles			
38	Safety seat belts			
39	Gear boxes and parts thereof			
40	Drive-axles with differential, whether or not provided with other transmission components, non-driving axles; parts thereof			
41	Road wheels and parts and accessories thereof			
42	Suspension systems and parts thereof (including shock absorbers) for motor vehicles			
43	Radiators and parts thereof			
44	Silencers (mufflers) and exhaust pipes; parts thereof			
45	Clutches and parts thereof (Sintered Friction materials-SFM products)			
46	Steering wheels, steering columns and steering boxes; parts thereof			
47	Tachometers, non-electrical			
48	Other optical instruments and appliances :Parts and accessories (Measuring & Checking Instruments -Sensors)			
49	Instrument Panel Clocks and Clocks of a similar type for vehicles			
50	Seats of a kind used for motor vehicles			
51	Electrical Parts such motors, wiring harness, etc.			
52	Suspension & Braking parts			
53	Interiors (non-electronic)			
54	Body and chassis parts			
55	Drive Transmission & Steering			
56	Automotive Switches, Instrument panels			

- 4. This order shall be applicable in respect of the procurements made by all attached or subordinate offices or autonomous body under the Government of India including Government Companies as defined in the Companies Act, and/ or the States and Local Bodies making procurement under all Central Schemes/ Central Sector Schemes where the Scheme is fully or partially funded by Government of India.
- 5. Department of Heavy Industry, Ministry of Heavy Industries & Public Enterprises shall be the Nodal agency to monitor implementation of this notification.
- 6. Decision on complaints relating to implementation of this order shall be taken by a committee constituted by Ministry of Heavy Industries and Public Enterprises. The Composition of Grievance Committee will be as under:



1.	Joint Secretary I/c of Auto Engineering Industries Division, DHI	Chairman
2.	DG, Society of Automobile Manufacturers' Association	Member
3.	DG, Automotive Components Manufacturers' Associations	Member
4.	Director, Automotive Research Association of India	Member
5.	Director, iCAT	Member
6.	Director, DHI	Member Secretary

- 7. All definitions, terms and conditions shall be as per DPIIT's PPP-MII Order Notification No. 45021/2/2017-PP (BE-II) dated 15.06.2017 and subsequent amendments or revision dated 28.05.2018, 29.05.2019, 04.06.2020 and 16.09.2020 and in its furtherance, order(s), amendments and revisions issued by the Government from time to time.
- 8. This issues with the approval of Competent Authority.

Joint Secretary to Government of India

अमित मेहता /AMIT MEHTA संयुक्त सविव/Joint Secretary भारी उद्योग एवं लोक उद्याम मंत्रालय nistry of Heavy Industries & Public Enterpris

ग विभाग/Department of Heavy Industry भारत सरकार/Government of India

Tel.: 23061785

New Delhi, Dated: 20-10-2020

Copy to:

- 1. All Ministries/Departments of Government of India
- 2. Cabinet Secretariat
- 3. PMO
- 4. NITI Aayog
- 5. Comptroller and Auditor General of India
- 6. AS&FA, DHI
- 7. Joint Secretary (DIPP), Member-Convener of Standing Committee of Public Procurement Order 2017
- 8. Internal Distribution

Joint Secretary to Government of India

Tel.: 23061785

असित मेंडता / AMIT MEHTA संयुक्त सर्विव / Joint Secretary भारी उद्योग एवं लोक उद्याम मंत्रालय Ministry of Heavy Industries & Public Enterprises भारी घोग विभाग / Department of Heavy Industry भारत सरकार / Government of India नई दिल्ली / New Delhi