

## **All Purchase Officers**

### **Sub: Placement of developmental orders within and outside NPQ.**

CLW has been earlier following the system of placing the developmental order up to 20% NPQ (within NPQ) on the sources whose prototype has been cleared and have supplied material in past. In addition developmental orders up to 5% NPQ (outside NPQ) were being placed on new sources having no past supply performance. Orders of minimum 80% NPQ were being placed on regular sources.

While accepting TC recommendations of the distribution of quantity among developmental and approved vendors in the Tender No. 75204026 opened on 14.09.2020, GM as TAA ordered on 08.12.2020 that developmental quantity cannot be more than 20% of NPQ. Hence, total developmental orders are to be limited to 20% whether within or outside NPQ. Accordingly, Purchase Officers in Stores revised their distribution pattern and started following the same.

Again in the same Tender No. 75204026 opened on 14.09.2020, HLTC-1 Tender Committee after detailed discussion on the subject matter reiterated its earlier recommendations of distribution of quantity among developmental and approved vendors and the same was accepted by GM as TAA on 23.01.2021.

In order to streamline the purchase system with a uniform and consistent decisions at all levels, all Purchase Officers should follow the distribution of procurable quantity in a supply tender as below:

- (i) Regular Order: Minimum 80% of NPQ.
- (ii) Developmental order on firms whose prototype is cleared: Upto 20% of NPQ (within NPQ).
- (iii) Developmental order on new sources: upto 5% of NPQ (outside NPQ).

The above should be implemented with immediate effect.

**This has approval of PCMM.**



Dy. CMM/HQ  
for PCMM/CLW

Copy to PCEE, PFA, PCME: They are requested to advise all concerned for suitable action.