

The Public enterprises which avail benefit of the purchase preference should be subjected to adequate penalties for cost overruns etc.

This supercedes DGW/CON/121 dated 18.5.98 ,DGW/CON/130 dated 18.5.99, Amendment to condition No. 10 of CPWD 6 issued vide OM No. DGW/CON/146 dated 13.11.2000.

  
(J.P.Gupta)

Superintending Engineer ( C&M )

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Issued as per mailing list attached.



# CENTRAL PUBLIC WORKS DEPARTMENT

## OFFICE MEMORANDUM

No. DGW/CON/161

ISSUED BY AUTHORITY OF DIRECTOR GENERAL OF WORKS

NIRMAN BHAWAN, NEW DELHI

23-10-2001

### **PURCHASE PREFERENCE FOR PRODUCTS AND SERVICES OF CENTRAL PUBLIC SECTOR ENTERPRISES**

Copy of OM No. DPE/13(3)/2000-Finance-GL30 dated 14.9.2000 of Government of India, Ministry of Heavy Industries and Public Enterprises, Department of Public Enterprises is enclosed for information and guidance in so far as it relates to the contracts awarded in CPWD.

In consonance with the Government instructions in the above OM, in case of all tenders/quotations to be received in CPWD on or before 31.3.2002 for purchases and services worth more than Rs.1 crore, the following clause may be incorporated in the NIT/Agreement :

#### **Amendment to Condition No.10 of Form CPWD 6**

The competent authority on behalf of the President of India does not bind himself to accept the lowest or any other tender and reserves to himself the authority to reject any or all of the tenders received without the assignment of any reason. All tenders in which any of the prescribed condition is not fulfilled or any condition including that of conditional rebate is put forth by the tenderer shall be summarily rejected.

The competent authority also reserves its right to allow to the central government public sector enterprises / joint ventures with PSEs with a minimum value added content of over 20% by the later, a purchase preference with reference to the lowest valid price bid where the quoted price is within 10% of such lowest price, other things being equal in case of tenders / quotations whose date of receipt is upto 31.3.2002, subject to the estimated cost being in excess of Rs One crore.