

Enclosure-1

- 1) Purchaser reserves the right for providing preference to domestically manufacture electronic product in terms of the Department of Electronic and Information Technology (Deit Y) Notification no. 33(3)2013-IPHW dated 23.12.2013 read with notification no.33(3)/2013-IPHW dated 22.05.2014 and Guideline issued thereunder through Notification no. 33(3)/2013-IPHW dated 01.10.2014.A copy of the aforesaid Notification/ Guideline can be downloaded from DeitY website i.e. URL www.deity.gov.in/esdm.Purchase preference for domestic manufacturing, methodology of its implementation, value addition to be achieved by domestic manufacturing, self-certification, and compliance and monitoring shall be as per the aforesaid Guideline/ Notifications.
- 2) The modalities thorough which the preference for Domestically Manufacture Electronic Products (DMEPs) shall be operated are as follows:
 - a) The quantity of procurement for which preference will be provided to domestically manufacture shall be 50 % of total tendered quantity.
 - b) Percentage of domestic value addition which qualified the electronic product i.e. Biometric Access Control/Authentication Device to be classified as domestically manufacture shall be 30% for the year 2015-2016.
 - c) The preference to DMEP shall be subject to meeting technical specifications and matching L1 price.
- 3) Domestically Manufacture are required to indicate the domestic value addition in terms of BoM for the quote product, in terms of aforesaid guideline, in their bid in the following format
Format of Domestic value Addition in terms of Guideline issued for procurement of notified electronic products by government.

Item No.	Item Description	Manufacturer /supplier	Country of Origin	Value	Domestic Value Addition in %
1					
2					

- 4) Bidders, claiming to bid in the status of domestic manufactures, are required to given an undertaking in the format as given as **Form 1** of the guidelines No.8 (78)/2010-IPHW dtd.12.06.2013 (Attached).Furnishing of false information on this account shall attract penal provision as per Guideline/ Notifications.
- 5) Procedure for award of contacts involving procurement from domestically manufacture.

“For each electronic product proposed to be procured, among all technically qualified bids, the lowest quote price will be termed as L I and rest of the bids shall be ranked in ascending orders of price quoted ,as L2,L3,L4 and so on. If L1 domestically manufacture, the said bidder will be awarded full value of the order. If L1 bid is not from a domestic manufacture, the value of the order awarded to LI bidder will be the balance of procurement value after reserving specified

percentage of the total value of the order for the eligible domestic manufacture. Thereafter the lowest bidder among the domestic manufacture, whether L2, L3, L4 or higher, will be invited to match the L1 bid in order to secure the procurement value of the order earmarked for the domestically manufacture. In case first eligible bidder (i.e. a domestically manufacture) fails to match L1 bid, the bidder (i.e. a domestically manufacture) with next higher bid will be invited to match L1 bid and so on. In case all eligible domestically manufacture fail to match the L1 bid, the actual bidder holding L1 bid will secure the order for full procurement value". **Only those domestically manufacture whose bids are with 20% of the L1 bid would be allowed an opportunity to match L1 bid.**