भारत सरकार (GOVERNMENT OF INDIA) रेल मंत्रालय (MINISTRY OF RAILWAYS) रेलवे बोर्ड (RAILWAY BOARD)

No. 2015/RS(G)/779/5 (3)

New Delhi, dated: 10.01.2020

The General Managers, All Indian Railways/PUs, NF(C), CORE
The DG/RDSO/Lucknow & NAIR/Vadodara
CAOs, DMW/Patiala, WPO/Patna, RWP/Bela, COFMOW/NDLS, RCF/RBL/NDLS
CMDs/All Railway PSUs, KRCL, MRVC

Sub: Public Procurement Preference to Make in India) Order, 2017 – Notification of government procurement projections for the next 3-5 years – reg.

- The Government has attached highest importance to growth of Indian Industry under Make in India Policy circulated vide Public Procurement (Preference to Make in India) Order, 2017 (revised Policy circulated vide Board's letter dated 26.08.2019).
- 2. The Government has desired that steps be taken to encourage 'Make in India' and promote manufacturing and production of goods and services in India with a view to enhance income and employment.
- 3. An important aspect of vendor management system is ensuring sufficient number of domestic/Indian vendors having manufacturing facilities within the country. This is essential not only to have sufficient domestic competition but also to promote manufacturing within India, boost employment and enhance self sufficiency and for overall growth of economy of the country.
- 4. Study of the vendor directories of vendor approving agencies indicates that large numbers of items having less than two sources are appearing in the directory. It also indicates presence of some foreign companies as approved vendors. It has also come to notice that many Indian approved vendors are supplying foreign goods or goods having large foreign contents.
- 5. Indian Railways is continuously inducting new technologies and increasing asset creation at a fast pace. It needs growth of Indian Industry to meet our requirements.
- 6. Therefore, there is urgent need, especially under Make in India Policy of Government of India, to indigenize all the items, increase the local content of these items along with having sufficient number of Indian vendors with 50% and more local content.
- 7. Proactive actions must be taken in this direction, including insistence on **Phased Manufacturing Programme** from vendors for manufacturing within the country. One such example is vendor approval by RDSO for some of the signaling items on Cross Acceptance basis.
- 8. In addition, suitable mechanism for phased indigenization may also be developed in line with clause 13 of Make in India Policy for items being manufactured under

"license/technology collaboration agreements with phased indigenization" and details submitted to Board.

- 9. Procurement projections for such items for the next 3-5 years must also be notified and uploaded on your websites to enable domestic industry to suitably increase manufacturing capacity.
- 10. It is requested that the action in this regard may be completed in one month time and advised to Railway Board.

This is issued with the approval of Board(MMM)

(Praveen Kumar) Joint Director Railway Stores(G) Railway Board

New Delhi, dated: 10.01.2020

No. 2015/RS(G)/779/5 (3)

- 1. PFAs, All Indian Railways & PUs
- 2. The DAI(Railways), New Delhi
- 3. The PCMMs, PCEs, PCMEs, PCEEs, PCSTEs, PCCMs, PCOMs, PCPOs, PCMDs, CSCs, All Indian Railways & PUs, RCF/RBL/NDLS, COFMOW, CORE, WPO and RWP/Bela
- 4. The Directors:
 - a. Indian Railways Institute of Sig. Engg. & Telecom, Secunderabad
 - b. Indian Railways Institute of Mech. & Elect. Engg., Jamalpur
 - c. Indian Railways Institute of Elect. Engg., Nasik
 - d. Indian Railways Institute of Civil Engg., Pune
 - e. Indian Railways Institute of Traffic Management, Lucknow
- 5. Sr. Prof. (Materials Management), NAIR, Vadodara
- 6. MD, CRIS, Chanakya Puri, New Delhi
- 7. MD, RITES, RITES Bhawan, Sector 29, Gurugram
- 8. Director, Iron & Steel, 3, Koila Ghat Street, Kolkata
- 9. Executive Director (Stores), RDSO, Manak Nagar, Lucknow
- 10. Chief Commissioner of Railway Safety, Lucknow
- 11. Zonal Railway Training Institute, Sukadia Circle, Udaipur

12. CMDs/MDs & Equivalents, RITES, IRCON, IRFC, CONCOR, KRCL, CRIS, IRCTC, RailTel, RVNL, MRVC, RCIL, DFCCIL, , RLDA, Burn Standard, Braithwaite

(Praveen Kumar) Joint Director Railway Stores(G) Railway Board

Copy to:- PSO/Sr, PPS/PPS/PS to

- 1. MR, MoS(R)
- 2. CRB, FC, ME, MTR, MRS, MS, MT, MMM, MST, DG(Personnel), DG(RHS), DG(RPF), Secretary
- 3. All AMs, PEDs & All Executive Directors of Railway Board.
