

No.C.I-43012/52/2017-Chem-1(B)  
Government of India  
Ministry of Chemicals & Fertilizers  
Department of Chemicals & Petrochemicals

Shastri Bhawan, New Delhi  
Dated the 23<sup>rd</sup> October, 2018

ORDER

Subject: Public Procurement (Preference to Make in India) Order 2017 -- Notifying additional Chemical & Petrochemical Products in furtherance of the Order.

- Reference: (i) Department of Industry Policy & Promotion (DIPP) Notification No. P-45021/2/2017-BE.II dated 15<sup>th</sup> June, 2017  
(ii) Department of Chemicals & Petrochemicals Order No. C.I-43012/52/2017-Chem-1(B) dated 25<sup>th</sup> May, 2018

In continuation of Department of Chemicals & Petrochemicals Public Procurement (Preference to Make in India) Order, 2017 dated 25<sup>th</sup> May, 2018, Department of Chemicals and Petrochemicals hereby notifies that preference shall be provided by all procuring entities to the following additional domestically manufactured Chemicals, Petrochemicals, Pesticides and Dyestuff products, as specified under along with minimum local content for each product.

**MINIMUM LOCAL CONTENT FOR CHEMICAL & PETROCHEMICAL PRODUCTS**

Sl.No.	Chemicals / Petrochemicals	Minimum Local Content (%)			
		2018-19	2019-21	2021-23	2023-25
<b>CHEMICALS</b>					
1.	Titanium Dioxide	50	60	70	80
2.	Red Phosphorus	50	60	70	80
3.	Acetic Anhydride	50	60	70	80
4.	Nitrobenzene	50	60	70	80
5.	Acetaldehyde	50	60	70	80
6.	Ethyl Acetate	50	60	70	80
7.	Menthol	50	60	70	80
<b>PETROCHEMICALS</b>					
8.	Polyester Staple Fibrefill	50	60	70	80
9.	Polyester Filament Yarn	50	60	70	80
10.	Polyester Staple Fiber	50	60	70	80
11.	Polypropylene Staple Fibre	50	60	70	80
12.	Polyester Industrial Yarn	50	60	70	80
13.	Polyestyrene	50	60	70	80

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2. Procedure for calculating local content/ domestic value addition will be as under:

COST COMPONENT	CALCULATION BY MANUFACTURER Cost per one unit of product		
	Cost (Domestic Component) (a)	Cost (Imported Component) (b)	Total Cost (in Rs.) (c= a+b)
I. Direct material cost			
II. Direct labour cost			
III. Factory overhead			
IV. Total production cost			

$$\% \text{ Local Content} = \frac{\text{Total cost (IV.c)} - \text{Total imported component cost (IV.b)}}{\text{Total Cost (IV.c)}} \times 100$$

3. Department of Chemicals and Petrochemicals may constitute a Committee with internal and external experts for independent verification of self-declarations and auditor's/accountant's certificates on random basis and in the case of complaints.

4. Department of Chemicals & Petrochemicals and procuring entities may prescribe fees for the administrative costs of handling such complaints.

5. Department of Chemicals and Petrochemicals may issue such clarifications and instructions as may be necessary for the removal of any difficulties arising from implementation of this Order.

6. It is specified that for all Central Schemes (CS)/ Central Sector Schemes (CSS), for which procurement is made by States and Local Bodies, would come within the purview of this Order, if that project or scheme is fully or partially funded by Government of India.

7. All other terms & conditions will be as per the Department of Industrial Policy and Promotion (DIPP) Order No.P-45021/2/2017-BE.II dated 15<sup>th</sup> June, 2017.

8. The Notification comes into effect immediately and would be reviewed as and when required. This Notification shall remain valid till revised Notification is issued.



(Samir Kumar Biswas)

Joint Secretary to Government of India

1. All Ministries/Departments of Government of India
2. Cabinet Secretariat
3. Prime Minister's Office
4. NITI Aayog
5. Comptroller & Auditor General of India
6. Chief Secretaries to all State Governments/UTs
7. Internal Distribution