Subject: **Defence Procurement Manual (DPM – 2006) – Amendment - II**

Existing Para 7.6, has been modified as under:

“7.6 Compensation of loss on account of late delivery where loss is pre-estimated and mutually agreed to is termed as the Liquidated Damage (LD). The guidelines for levying LD for delayed supplies as given in GOI Letter No.2(5)/2000/D (Supply-II) dated 05th November, 2004 is placed at Appendix ‘G’. However, the provision of token LD in Department of Supply’s letter referred to above would no longer be applicable. The token L/D provision in Appendix ‘G’ would accordingly get deleted.”

2. This issues with the approval of Honourable Raksha Mantri

( S.N. Misra )

Addl. FA (M) & J.S.

Tele: 23012204

Min. of Def (Fin) I.D. No.32(1)/2004-Estt.I dated 16.01.2007

1. PS to Defence Secretary, SA to RM, Secretary (DP), Secy (Def.Fin.), DG (Acq)

2. PS to VCOAS, VCNS, VCAS, CIDS

3. PS to All Addl. Secretaries, AS (J), AS (B), AS (DP), FA (Acq.)
4. All JSs
5. All Additional FAs
6. CGDA } With a request to circulate the above to
7. Pr. IFA, CGDA Office } all PCDAs, CDAs, IFAs and confirm.
8. AOM, COM, MGO, CCC (R&D), DRDO
9. Chairman, OFB, Member (Finance) OFB
10. PS to COC-in-C, FOC-in-C, AOCs-in-C
11. Dir (Fin)/DFAs in MOD & Directors, MOD
12. Dr. A.K. Aggarwal, Tech. Director, NIC - With a request to put this amendment in
    the MoD Website