

Ministry of Defence
Department of Defence Production
Defence Offsets Management Wing

No. 9(42)/2013/OFFSETS

Dated 23/05/2013

Office Memorandum

**Subject: Keeping in abeyance of "services"-related paragraphs
of Defence Procurement Procedure**

It has been decided to keep certain paragraphs (and parts thereof) related to offsets in the Defence Procurement Procedure (DPP) in abeyance, till such time that further instructions are issued on the subject. An illustrative list of such paragraphs pertaining to "services" in the offsets guidelines forming part of Defence Procurement Procedure - 2011 is annexed hereto as Annexure 1 for ready reference.

2. These orders for keeping provisions related to "services"- in the Defence Offset Guidelines in abeyance shall come into force with immediate effect, for all RFPs issued on or after the date of issue of this O.M., as well as in respect of RFPs already issued but where the last date for submission of technical and commercial bids is not yet over. The contents of this O.M. shall be kept in mind by all vendors while formulating their technical and commercial offset offers in response to such RFPs issued by this Ministry.
3. The above restrictions shall apply equally to all capital acquisition cases, whether being progressed under DPP-2011 or its previous versions. The other offset-related paragraphs of respective DPP versions shall, however, remain unchanged.
4. These orders issue with the approval of the Defence Acquisition Council.

Ravikant
23/5/13

(Ravikant)

Joint Secretary to Government
Defence Offsets Management Wing

1. CISC
2. Vice Chief of Army Air Staff/ Vice Chief of Naval Staff/ Vice Chief of Air Staff/ All Joint Secretaries/ Additional FAs/ Finance Managers/ Technical Managers/ DGWE/ DGCG/ ACAS (Plans)/ ACNS (P&P)/ Directors/ Deputy Secretaries

Copy for kind information to:

1. PS to RM
2. PS to RRM
3. SO to Defence Secretary
4. PPS to Secretary (DP)
5. PPS to SA to RM
6. PPS to Secretary (Def/Fin)
7. PS to DG (Acquisition)
8. PPS to AS (DP)
9. PPS to FA (Acquisition) & AS
10. CGDA
11. Principal IFA

Copy also to: ✓ Director NIC, MOD, Room No. 305-B Sena Bhavan—with a request to place the above O.M. on website of MOD immediately under intimation to this office.

**Paragraphs (or parts thereof) to be kept in abeyance
in offset guidelines under DPP-2011**

1. In Para 1.1(ii): "...and services...." to be kept in abeyance;
2. In Para 2.2: "...and eligible services...." to be kept in abeyance;
3. In Para 3.1(a): ".....or services provided by...." to be kept in abeyance;
4. In Para 3.1(a): "...and services" to be kept in abeyance;
5. In Para 3.1(b): "... and/ or maintenance and provision of eligible services" to be kept in abeyance;
6. In Para 3.1(c): "...and/or maintenance and provision of eligible services" to be kept in abeyance;
7. In Para 3.1(c): ".....and eligible services" to be kept in abeyance;
8. In Para 3.1(d): ".....and/ or maintenance and provision of eligible services" to be kept in abeyance;
9. In Para 3.1(e): ".....and/ or maintenance and provision of eligible services" to be kept in abeyance;
10. In Para 3.1 (e): ".....This will include augmenting capacity for Research, Design and Development, Training and Education " to be kept in abeyance;
11. In Para 4. ".....and/ or provision of eligible services " to be kept in abeyance;
12. In Para 5.6 ".....and / or service" to be kept in abeyance;
13. In Para 5.8 "..... or services or services" to be kept in abeyance;
14. Existing entire Para 5.11 (b): to be kept in abeyance;
15. In Para 1 of Annexure II, "..... / services" in the heading of the table to be kept in abeyance;
16. In Para 1 of Annexure III, "..... / services" "in heading of the table to be kept in abeyance;

- 17. In Para (b) of Annexure IV, ".....and/or services...." to be kept in abeyance;
- 18. In Para 6 (2) of Annexure V, "...../services...." to be kept in abeyance;
- 19. ".....and Services" in the title of Annexure VI to Appendix D to be kept in abeyance;
- 20. In Para 1 (e) (i): The part "Design, or upgrade" of Annexure VI to be kept in abeyance;
- 21. In Para 1 (h): The part "..... software and computer based training modules" of Annexure VI to be kept in abeyance;
- 22. Entire paragraphs 1(e) (ii), 1(e) (iii), 1(e) (iv), 1(k), 2(l), 3(f) and Para 4 of Annexure VI to Appendix D to be kept in abeyance;.
- 23. In Para 2(m): The part "..... software and computer based training modules" of Annexure VI to Appendix D to be kept in abeyance;
- 24. In Para 3(c): The part "..... software and computer based training modules " in Annexure VI to Appendix D to be kept in abeyance;
- 25. In "Note" section of Annexure VI to Appendix D, the part ".....and services..." to be kept in abeyance; and
- 26. The part "...../ services" in Para 5 of Annexure VII to Appendix D to be kept in abeyance.
