

No. U-37012-2/93-FAC
Government of India
Ministry of Communications
Department of Telecommunications
Sanchar Bhawan, 20, Ashoka Road, New Delhi – 1

Dated: 15th November, 2018

To


1. Chairman & Managing Director
Bharat Sanchar Nigam Limited
Bharat Sanchar Bhawan
Harish Chandra Mathur Lane
Janpath, New Delhi-110001.
2. Chairman & Managing Director,
Mahanagar Telephone Nigam Limited,
Mahanagar Door Sanchar Sadan,
9, CGO Complex, New Delhi-110003
3. Chairman & Managing Director
Bharat Broadband Network Limited
Room No. 306, 3rd Floor, C-DoT Campus,
Mandigaon Road, Mehrauli,
New Delhi-110030.

Subject: - Procurement Quota to M/s. ITI Ltd. in Procurements made by BSNL, MTNL and BBNL.

I am directed to say that the Cabinet Committee on Economic affairs (CCEA) in its meeting held on 08th November, 2018 has approved the following measures for Procurement Quota to M/s. ITI Ltd. in procurements made by BSNL, MTNL and BBNL:-

- a) *To continue the Reservation Quota policy for M/s ITI Ltd. by reserving i) 30% of the procurement orders placed by BSNL, MTNL and BBNL for M/s ITI Ltd. for the products manufactured by it and for those outsourced items in which there is a minimum 12% value addition by M/s ITI during 2018-19, 16% value addition in 2019-20 and 20% value addition in 2020-21 and ii) 20% of the orders for the turn key projects (like GSM network roll-out, Wi-Fi etc. of BSNL & MTNL and BharatNet project network roll-out, etc. of BBNL).*
- b) ITI would accept orders under reservation quota only after the price is known and if the same is commercially viable.
- c) ITI shall exercise its option under Reservation Quota within 15 days of bid opening.
- d) The aforesaid policy measures shall remain in force for a period of three years with effect from the date of approval of CCEA and shall again be reviewed considering the financial health of ITI after the expiry of this period.

2. The monthly progress report of action to implement the aforesaid decisions may be submitted to this office for onward submission to Cabinet Secretariat and for the information of the Members of the council of Ministers in accordance with the Rules of Procedure in regard to Proceedings of Cabinet (Rule 10).


(R. K. Kaushik) 15/11/2018
Director (FSU-II)
Tel. No. 2303 6169

Copy for information to:-

Chairman & Managing Director
M/s ITI Limited,
ITI Bhawan, Doorvaninagar,
Bangalore – 560 016.