

## National Scheduled Tribes Finance And Development Corporation

**Public Procurement Policy:- Public Procurement Policy for Micro and Small Enterprises (MSEs) Order,2012**

### **The Policy:-**

Public Procurement Policy for MSEs Order,2012 has been notified under section 11 of MSME Act,2006. The Policy is effective from 1<sup>st</sup> April 2012 (Gazette notification on 26<sup>th</sup> March-2012). The objective of Policy is promotion and development of Micro and Small Enterprises by supporting them in marketing of products produced and services rendered by them.

However, the policy rests upon core principle of competitiveness, adhering to sound procurement practices and execution of supplies in accordance with a system which is fair, equitable, transparent, competitive and cost effective.

### **Salient features of the Policy :-**

**National Scheduled Tribes Finance and Development Corporation**, shall set an annual target for **25%** procurement from MSEs. The **sub-target of 5% of annual procurement earmarked for procurement from MSEs owned by SC/ST entrepreneurs and 3% of annual procurement earmarked for procurement from MSE's award by Women Enterprises.**

**Overall procurement goal of minimum 25% has become mandatory from 1<sup>st</sup> April 2015.**

Tender sets free of cost and exemption from payment of earnest money to registered MSEs.

**MSEs quoting price within price band L-1+15%, when L1 is from someone other than MSE, shall be allowed to supply at least 20% of tendered value at L-1 subject to lowering of price by MSEs to L-1.**

In case of tender item is non-splitable or non-dividable, etc, MSE quoting price within price band L1+15% may be awarded for full/ Complete supply of total tendered value to MSE, considering spirit of policy for enhancing the Govt. procurement from MSE.