

Government of India
Ministry of Petroleum and Natural Gas

Shastri Bhawan, New Delhi
Dated: 6th Aug, 2018

ORDER

Subject: Public Procurement (Preference to Make in India) Order 2017 – Notifying Petroleum and Natural Gas Products .

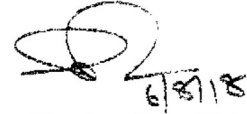
The Government has issued " Public Procurement (Preference to Make in India) Order 2017" vide the Department of Industry Policy & Promotion (DIPP) Notification No. P-45021/2/2017-PP (BE-II) dated 28th May, 2018 to encourage "Make in India" and to promote manufacturing and production of goods and services in India .

2. In pursuant of this order, Ministry of Petroleum and Natural Gas is the nodal Ministry to prescribe local content in Petroleum and Natural Gas sector. MoPNG hereby prescribes the following percentages of minimum local content for High Speed Diesel (HSD) and Petrol for 2018-19.

MINIMUM LOCAL CONTENT FOR HIGH SPEED DIESEL (HSD) AND PETROL

| Sl. No. | Product | Minimum Local Content (%) |
|---------|-------------------------|---------------------------|
| 1 | High Speed Diesel (HSD) | 10 |
| 2 | Petrol | 10 |

3. The method of calculation of local content in HSD and Petrol will be as per Annexure.
4. This Order comes into effect immediately and would be reviewed as and when required.



(Sandeep Poundrik)
Joint Secretary to the Government of India

To:

All Central Ministries/Departments/All concerned

Annexure

| | Cost Component (Rs/MT) | Local Content (A) | Foreign Content (B) | Total Cost (C=A+B) |
|----|---|----------------------|------------------------|-----------------------|
| 1 | Crude FOB | A1 | | |
| 2 | Ocean Freight | | | |
| 3 | Insurance | | | |
| | CIF (total C1 to C3) | | | |
| 4 | Customs + NCC | | | |
| 5 | LC charges | | | |
| 6 | wharfage Disport | | | |
| 7 | Port Handling charges | | | |
| 8 | Other Charges (Surveyer Charges) | | | |
| 9 | Demurrage | | | |
| | Landed Cost (total C1 to C9) | | | |
| 10 | Inland Crude Freight upto Refinery | | | |
| 11 | Natural Gas and other Inputs | | | |
| 12 | Refinery Processing Cost | | | |
| | Total Refining Cost (total C1 to C12) | | | |
| 13 | Primary freight to Depot/Terminal | | | |
| 14 | Marketing Cost | | | |
| 15 | Secondary Freight to Customers | | | |
| | Total Marketing Cost (total C13 to C15) | | | |
| 16 | Total Product Cost | A16 | | C16 |

$$\text{Local content (\%)} = \frac{[A16-A1]}{C16} \times 100$$