

No. 1(5)/SO/D(Air-I)/2021
Government of India
Ministry of Defence

Room No. 301, Vayu Bhawan, New Delhi
Dated the 12th April, 2022

Subject: EXECUTIVE ORDER ON PLACEMENT OF DIRECT ORDERS/RMSO FOR REPAIR AND OVERHAUL TASK UNDER OCPP

The Defence Acquisition Procedure (DAP) 2020 was promulgated by the Ministry of Defence (MoD) on 01 Oct 2020. Acquisition of new Capital Assets for the Services are undertaken as per the procedure defined in DAP-2020. Apart from such capital assets, there are other items of capital nature that enhance the utility of existing assets. To cater for such Procurements/Activities, **Other Capital Procurement Procedure (OCPP)** has been introduced through **Chapter X of DAP 2020**.

2. Further, to streamline the newly introduced **OCPP**, the list of **OCPP** items was promulgated by Acq Wing (MoD) on **07 Dec 2020** and the **SOP for Procurement of Items** was promulgated on **22 Mar 2021**. However, placement of **Direct Orders under OCPP**, where **Fixed Price Quote (FPQ) / Cost-plus Pricing** is applicable are not covered under the provisions of Chapter X of DAP 2020 as well as SOP on OCPP.

3. For addressing the above mentioned anomaly, following **additional provisions** shall be applicable for OCPP procedures;

'In specific cases where there is sanctioned pricing philosophy exists, fixation of price being done on recommendation (duly approved by Hon'ble Raksha Mantri) of Pricing Policy Review Committee, CFA approval will be obtained for AON and EAS together without floating RFP. Subsequently, after CFA approval, the Direct Purchase Orders/Repair and Manufacture Supply Orders (RMSOs)/Task may be placed. On completion of ROH and fixation of FPQ of the relevant year for items under cost plus category, case will be put up to CFA for revised EAS and releasing the differential payment. However in cases where such provisions do not exist, procedure as at Para 9 to 14 of Chapter X of DAP 2020 needs to be followed.'

Detailed flow chart is placed as Annexure.

Contd..2/-

4. This **Executive Order** has been issued after obtaining approval of DAC.


12/04
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Director (Air Acquisition)
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CISC	VCOAS	VCNS	VCAS	DG(ICG)
JS&AM(LS)		JS&AM(MS)	JS&AM(Air)	
Addl FA (RS) & JS		Addl FA (SK) & JS	Addl FA(RK) & JS	
ADG Acq Tech (LS)	ADG Acq Tech (M&S)	ADG Acq Tech (Air)	Director(Acq)	

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- (vii) PPS to CGDA
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OTHER CAPITAL PROCUREMENT PROCEDURE (OCPP): FLOW CHART

