

No. 4(1)/2008-MF
Government of India
Ministry of Steel
(MF Desk)

Udyog Bhawan, New Delhi
Dated the 28th August 2008

O R D E R

Subject : Preferential Purchase Policy for the product and services of Ferro Scrap Nigam Ltd. (FSNL)

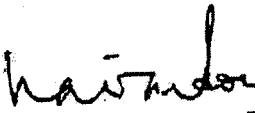
Department of Public Enterprises vide their O.M. No.DPE/13(15)/2007-Fin. Dated 21st November, 2007 had advised that the concerned Ministry/Department may independently evolve/review preferential purchase policy for the sectors of their concern as per their requirement.

2. FSNL, a PSU under Ministry of Steel is engaged in the specialized activities of recovering steel scrap from slag in the steel plants. A Committee under the Chairmanship of Director (Finance), Ministry of Steel with representatives of FSNL, SAIL & RINL was set up to examine the matter and give suggestions. The Committee examined the matter in detail and on account of technical, economic, administrative and legal reasons, as detailed by the Committee in its report, recommended that the steel plants should award metal scrap/slag processing/recovery work to FSNL on nomination basis.

3. The matter has been under consideration of the Government. It has been decided with the approval of the Competent Authority that FSNL, a PSU under Ministry of Steel will continue to be awarded the work of metal scrap recovery and other allied work like slag processing etc. on nomination basis by other PSUs under Ministry of Steel. In case there is a difference of opinion on the price between

FSNL and the concerned PSU, the matter will be referred to the Ministry of Steel for taking a decision in the matter. Further, FSNL will carry out the work departmentally. The respective Board of Directors of the PSU which allot the work to FSNL will also scrutinize /vet the contract on ex-post facto basis.

4. This issued with the concurrence of Integrated Finance Division vide their Diary No.476/08 dated 28.07.08.


(Navin Soti)
Director
Tel.2306 3722

To

FSNL/RINL/SAIL
Director (MS)/Director (Fin.)/DS (IK)/DS (Vig.)
VSP Desk/Vigilance Desk/SAIL PC/ME Desk

Copy also to Central Vigilance Commission, Satarkta Bhawan, Block A, GPO Complex, INA, New Delhi 110 023.