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No.F.8/78/2023-PPD  
Government of India  
Ministry of Finance  
Department of Expenditure  
Procurement Policy Division

Secretary (Posts)  
Dy. No. 15459-G.  
Date 13/10/2023

O.O AS & FA  
Dy. No. 154  
Date 16/10/2023

515, LokNayak Bhawan, New Delhi  
12.10.2023

**OFFICE MEMORANDUM**

**Subject:- Participation of demerged entities in public procurement opportunities.**

This Department is in receipt of representation that demerged entities (by virtue of a corporate restructuring exercise etc.) be permitted to use credentials of original/parent entity to satisfy the eligibility criteria in the tenders, at least, for initial five years from the incorporation of the demerged entities.

2. In this regard, it is stated that procuring entities may in suitable cases consider the credentials based on the merit and circumstances of the cases like type of procurement, nature of demerger, number of eligible bidders available etc. Tender documents must clearly mention if the credentials of the demerged entity will be considered or not in the specific tender, and may give the conditions under which demerged entities may become eligible.



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To: Secretaries of All Ministries/ Departments of Government of India