

No.F.26/4/2016-PPD  
Government of India  
Ministry of Finance  
Department of Expenditure  
Procurement Policy Division

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516, Lok Nayak Bhawan,  
New Delhi.  
Dated the, 3<sup>rd</sup> May, 2016.

OFFICE MEMORANDUM

**Subject: Insertion of Rule 141A after Rule 141 in General Financial Rules (GFR), 2005.**

This Department has received the proposal from Ministry of Commerce and Industry, Department of Commerce (DoC) regarding creation of Government e-Marketplace (GeM) by Directorate General Supply and Disposal (DGS&D). In order to facilitate the same, it is decided to insert new Rule 141A in General Financial Rules (GFR), 2005 on the proposed GeM as per Annexure to this O.M.

2. All Central Government Ministries/ Departments are requested to bring this amendment to the notice of all their Attached and Subordinate offices for their information.

3. This OM is also available on our website [www.finmin.nic.in](http://www.finmin.nic.in)---> Departments---> Expenditure---> Procurement Policy Division.

  
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To,

Secretaries & Financial Advisers of all Ministries/Departments of the Government of India.

Annexure

Insertion of Rule 141 A after Rule 141 in GFR-2005 pursuant to the proposed One Stop Government e-Marketplace (GeM) by Directorate General of Supplies & Disposal (DGS&D), Department of Commerce, Ministry of Commerce & Industry.

**Government e-Market place (GeM):** DGS&D will host an online Government e-Marketplace (GeM) for common use Goods and Services. The GeM would be dynamic, self sustaining and user friendly. DGS&D will ensure adequate publicity including periodic advertisements in newspapers of the GeM and the items to be procured through GeM for the prospective suppliers. The procuring authorities will satisfy themselves that the price of the selected offer is reasonable. GeM may be utilized by Government buyers (at their option) for direct on-line purchases as under:

- (a) Upto Rs.50,000/- through any of the available suppliers on the GeM, meeting the requisite quality, specification and delivery period;
- (b) Above Rs.50,000/- through the supplier having lowest price amongst the available suppliers on the GeM, meeting the requisite quality, specification and delivery period. GeM will also provide tools for online bidding and online reverse auction which can be used by the Purchaser.

The above monetary ceiling is applicable only for purchases made through GeM. For all other purchases, GFR Rule 145, 146, 150 and 151 will apply.

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