



सत्यमेव जयते

भारत सरकार  
Government of India Ministry of Defence  
रक्षा लेखा महानियंत्रक

Controller General of Defence Accounts

उलान बटार रोड, पालम, दिल्ली छावनी-110010

Ulan Batar Road, Palam, Delhi Cantt - 110010

Ph No. 011 - 25665571, 25665572, FAX No. 011- 25674779.

(IFA WING)

E-Mail : Cgdaifa.dad@gov.in



No. IFA/120

Dated 10.06.2019

Instructions Order No. 07 of 2019

To

All PIFAs/IFAs

**Sub: Clarification on acceptability of Bid Security (EMD) for any Commercial Bank.**

As per Para 4.7.4 of DPM 2009, the bid security may be accepted in the form of Account Payee Demand Draft, Fixed Deposit Receipt, Banker's Cheque or Bank Guarantee from any of the public sector banks or a private sector bank authorized to conduct government business, safeguarding the purchaser's interest in all respects. As per Para 7.7.1 of DPM 2009, at present ICICI Bank Ltd, Axis Bank Ltd and HDFC Bank Ltd are the three private sector banks authorized to carry out Government business.

2. As per Rule 170 of GFR 2017, the Bid Security may be accepted in the form of Account Payee Demand Draft, Fixed Deposit Receipt, Banker's Cheque or Bank Guarantee from any of the commercial bank or payment online in an acceptable form safeguarding the purchaser's interest in all respects.

3. Several references have been received regarding whether, EMD from any commercial bank's is acceptable as stipulated in Rule 170 of GFR 2017 or only from any of the public sector banks or a private sector bank authorized to conduct government business in terms of Para 4.7.4 of DPM 2009.

4. The issue has been examined and it is clarified that Bid Security may be accepted in the form of Account Payee Demand Draft, Fixed Deposit Receipt, Banker's Cheque or Bank Guarantee from any of the Scheduled Commercial Bank.

This issues with the approval of CGDA.

(Rajeev Ranjan)  
Dy.CGDA (Finance)

**Copy to:**  
IFA (CC)  
Lucknow)

for information and necessary action w.r.t.  
letter No. IFA/CC/1046/functioning/Vol.-IX  
dated 17.09.2018

*slr*  
(Rajeev Ranjan)  
Dy.CGDA (Finance)