### Competition Requirements under Indian Procurement Laws

Competition Commission of India

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# Promoting Competition in Government Contracts

- Competition Act, 2002
  - Agreements/ Actions in Concert
  - Abuse of Dominance
  - http://www.cci.gov.in/menu2/cci%2oseminar%2o 2009%20-%20sv%20-%2ocompetitive%2opublic%2oprocurement%2oi n%2othe%2ostates.pdf
- Public Procurement Guidelines
  - Fair, transparent and reasonable/ non-arbitrary procedures
  - http://www.buylawsindia.com/General%2oL&R%
    2oFrameworks.htm

# Promoting Competition in Government Contracts—II

- Integrity Pacts
  - Equitable Treatment of Bidders
  - Providing Equal Information to Bidders
  - Prohibition on Undisclosed Agreements amongst Bidders
  - Oversight through IEMs
  - http://www.buylawsindia.com/Integrity%2oand%
    20Anti-Corruption.htm
- CVC Guidelines
  - http://cvc.nic.in/vscvc/purguide.pdf
  - http://cvc.nic.in/proc\_works.htm

### Anti-Competitive Provisions in Government Contracts

#### The Non-Compete Clause

- Where
  - Infrastructure Concessions
  - Other PPP Contracts
- How
  - Winner has a right of first refusal or price advantage to subsequent contracted decisions
- Implications on Competition and Best Value
- More
  - http://www.financialexpress.com/printer/news/62o519/
  - http://www.cci.gov.in/images/media/completed/C onAgreInfraSect\_20100401141506.pdf

#### Swiss Challenge Procurement

- Where
  - Infrastructure
  - Other Sectors
- How
  - Originator of unsolicited proposal has right of first refusal/ price advantage in instant procurement
- Implications on Competition and Best Value
- More
  - http://papers.ssrn.com/sol3/papers.cfm?abstract\_i
    d=1671081
  - http://papers.ssrn.com/sol3/papers.cfm?abstract\_i d=1464685

#### First-Come, First-Serve

- Where
  - Natural and Public Resources
- How
  - First Past The Post Wins
- Implications on Competition and Best Value
- More
  - http://issuu.com/world.bank.publications/docs/97 80821381670?mode=embed&layout=http://skin.is suu.com/v/light/layout.xml&showFlipBtn=true
  - http://tistats.transparency.org/index.php/content/download/56815/907896/WP\_Timber\_Licensing\_3
    November 2010.pdf

### Contract Bundling

- Where
  - Infrastructure
  - Capital Equipment and after-sales MRO services
- How
  - Small and Big
  - Core and Non-Core
  - Overt and Covert
- Implications on Competition and Best Value
- More
  - http://www.financialexpress.com/printer/news/571813/
  - http://papers.ssrn.com/sol3/papers.cfm?abstract\_id=14646
    94

### Mandatory e-Procurement

- Where
  - Rate Contracts
  - MSMEs
  - CPSE Procurements
- How
- Implications on Competition and Best Value
- More
  - http://www.financialexpress.com/printer/news/587166/
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