

**OFFICE OF THE PRINCIPAL ACCOUNTANT GENERAL (AUDIT-I),  
MADHYA PRADESH, AUDIT BHAWAN, GWALIOR**

**Office order**

No. SMU/F-14/O.O. No.- 73

Date 20/08/25

**Sub - Instructions to be followed in Audit in respect of "Procurement from SMEs".**

1.0	Audit Parties to check the GoI instructions given below while conducting audit of procurements: -
1.1	As per the Public Procurement Policy for Micro and Small Enterprises (MSEs) Amendment Order, 2018 issued by Ministry of Micro, Small and Medium Enterprises vide order dated 09.11.2018, minimum of 25 per cent of the annual value of goods or services shall be procured by Ministries, Departments, Public Sector Enterprises from Micro and Small Enterprises.
1.2	Special provision for Micro and Small Enterprise owned by women. Out of the total annual procurement from Micro and Small Enterprises, 3 per cent from within the 25 per cent target shall be earmarked for procurement from Micro and Small Enterprises owned by women.

These issues are related to Audit jurisdiction of this office and should be relevant to identification of topics for PA/SSCA as well as Top-Down Department-centric activity-based Compliance Audits (TDDCA) and should be used. Selection of additional topics for PA/SSCA for Annual Audit Plan 2026-27 to be conducted in 2025-26 (in addition to those already identified) to be considered by respective AMGs and APDAC.

This issues with the approval of the Principal Accountant General.

No. SMU/F-48/O.O. No.- 73/STR-1474+01484

Sr. Audit Officer/SMU

Date 20/08/25

Copy for information and necessary action: -

1. Secy to PAG (Audit)-I, M.P., Gwalior
2. DAG/AMG-I, AMG-II, AMG-III, AMG-IV and Admin & AMG-V
3. SrAO/APDAC
4. SrAO/IS wing for updating on Official Website
5. Assistant Director/Raj Bhasha for Hindi Translation
6. Shri Naresh Ahuja, AAO for intranet/internet related work
7. Guard File
8. Notice Board

Sr. Audit Officer/SMU