

**Investment of surplus funds by Central Public Sector Enterprises (CPSEs).**

Reference is invited to the O.M. of even number dated 31.8.2007 on the above mentioned subject allowing CPSEs to invest their surplus funds in Public Sector Mutual Funds subject to the fulfillment of certain conditions specified therein.

2. Consequent to the issue of the (DPE's) O.M. dated 31.8.2007 mentioned above, a number of references were received in the Department of Public Enterprises (DPE) from different Ministries, public sector enterprises and other agencies seeking clarification in regard to the definition of a Public Sector Mutual Fund. The matter has been examined and the undersigned has been directed to clarify that "Public Sector Mutual Fund means the Mutual Fund registered with and regulated by SEBI where the Government of India, its financial institutions and public sector banks holds/hold individually or collectively more than 50% of equity/shares in the Asset Management Company of that Mutual Fund."

3. The administrative Ministries/Departments are requested to suitably advise the Navratna/Miniratna public enterprises under their administrative control accordingly.

4. This issues with the approval of the Minister (HI & PE).

**(DPE OM No. DPE/11(47)/2006-Fin dated 4th December, 2007)**

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