

No. DPE/3(4)/2008-Fin.  
Government of India  
Ministry of Heavy Industries & Public Enterprises  
Department of Public Enterprises

Public Enterprises Bhavan  
Block No. 14, CGO Complex  
Lodhi Road New Delhi

Dated 26<sup>th</sup> March, 2010

**OFFICE MEMORANDUM**

**Subject:** Expenditure Management – Economy measures and Rationalization of Expenditure.


In consonance with economy instructions issued by Department of Expenditure vide O.M. No. 7(1)E.Coord./2009 dated 7<sup>th</sup> September, 2009, this Department extended the appropriate economy measures applicable for Central Public Sector Enterprises (CPSEs) vide O.M. No. DPE/3(4)/2008-Fin dated 8.10.2009 through which, inter alia, following instructions regarding domestic and foreign travel were covered:-

- (i) No travel on Government account by air will take place by First Class; and
- (ii) All domestic travel on Government account by air will take place only by economy class, irrespective of the entitlement.

2. The matter has been reviewed by the Department of Expenditure and it has been decided vide O.M. No. 7(1)/E.Coord/2009 dated 22.3.2010 (copy enclosed) that w.e.f. 1<sup>st</sup> April, 2010 travel on Government account by air both domestic and International may take place by the entitled class. However, the austerity measures will remain in place for travel by air (where admissible) on LTC, which would continue to be restricted to economy class irrespective of the entitlement.

3. The partial withdrawal of austerity instructions vide O.M referred above will also be applicable to CPSEs.

4. It is requested that the above relaxation may kindly be brought to the notice of Public Sector Enterprises under the administrative control of Ministries/Departments.

  
(V.K. JINDAL)  
DIRECTOR

Encl: as above

To

- 1 All Secretaries of Administrative Ministries/Departments concerned with CPSEs
2. Chief Executive of all CPSEs.
3. All Financial Advisors of the Administrative Ministries/Departments.
4. C&AG of India, 10, Bahadur Shah Zafar Marg, New Delhi.
5. Department of Expenditure w.r.t. their O.M. No. 7(1)/E.Coord/2009 dated 22<sup>nd</sup> March, 2010

No.7(1)/E.Coord/2009  
Ministry of Finance  
Department of Expenditure

\*\*\*\*\*

New Delhi, the 22<sup>nd</sup> March, 2010.

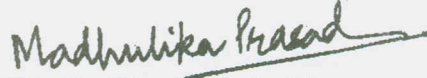
**OFFICE MEMORANDUM**

**Subject : Expenditure Management – Economy Measures and Rationalisation of Expenditure.**

Reference is invited to OM No.7(1)/E.Coord/2009 dated 7<sup>th</sup> September, 2009 through which, inter alia, the following instructions had been issued regarding domestic and foreign travel:-

- (i) No travel on Government account by air will take place by first class; and
- (ii) All domestic travel on Government account by air will take place only by economy class, irrespective of the entitlement.

2. The matter has been reviewed and it has been decided that w.e.f. 1<sup>st</sup> April, 2010, travel on Government account by air, both domestic and international, may take place by the entitled class. However, the austerity measures will remain in place for travel by air (where admissible) on LTC, which would continue to be restricted to economy class irrespective of the entitlement.

  
( Madhulika P. Sukul )  
Joint Secretary (Pers.)

All Secretaries to the Government of India

Copy to:

1. The Cabinet Secretary
2. The Principal Secretary to the Prime Minister
3. The Secretary, Planning Commission
4. All Financial Advisers
5. Joint Secretary (E), DoP&T