

CHAPTER II **PERSONNEL POLICIES**

(b) Composition of Board of Directors

34.

DPE/Guidelines/II(b)/34

Holding Board meetings of Central Public Sector Enterprises (CPSEs) at Headquarters

It has been brought to the notice of the Government that some Central Public Sector Enterprises particularly those which are located in the North-East are holding their Board meetings and other Sub-Committee meetings in places like Delhi, Kolkata, Mumbai, etc. Very rarely are these meetings held at the Headquarters of the PSE concerned. It has also been pointed out that this has created resentment amongst the employees of the PSE concerned. Further, the Board of Directors is deprived of exposure to field organisations.

2. The matter has been examined in the Government and it has been decided that normally the meetings of the Board and Sub-Committees of the Board should be held at the Headquarters of the CPSE concerned. There should, however, be no objection in holding the meetings at the Unit Headquarters of the company also as it would give an opportunity to the Directors to acquaint themselves with the working of different Divisions/Units of the company. If the meeting is to be held in any place other than the Headquarters of the PSE or the Unit Headquarters, the reasons for doing so should be recorded in writing.

3. All the administrative Ministries/Departments are requested to take note of the above decision and also to advise the PSEs under their administrative control to ensure that the above decision are followed.

(DPE OM No.18(17)/2005-GM –GL63 dated the 18th July, 2005)