

Recommendations of the Ad-hoc Group of Experts on empowerment of Central Public Sector Enterprises (CPSEs) – Clarification on Budgetary Support to Navratna and Miniratna CPSEs – Issued.

The undersigned is directed to refer to this Department's Office Memoranda No. DPE/11(2)/97-Fin. dated 22.7.1997 and DPE/11/36/97-Fin. dated 9.10.1997 wherein it had been mentioned that Navratna and Miniratna CPSEs shall not depend on budgetary support.

2. The Government has since reviewed the above position and it has now been decided to clarify that the Budgetary support to implement Government sponsored projects of national interest and Government sponsored Research & Development projects will not disqualify CPSEs from retaining their Navratna and Miniratna status. However, for such projects, investment decisions will be taken by the Government and not by the CPSE concerned.

3. All the administrative Ministries/Departments are requested to take note of the above decision and advise the CPSEs under their administrative control suitably in the matter.

(DPE OM No. 18(16)/2005-GM-GL-84 Dated the 28th May, 2007)