

Composition of Board of Directors of Public Sector Enterprises. (DPE O.M. No. 2(19)/99-GM dated 25th January, 2000)

CHAPTER II PERSONNEL POLICIES

(g) Composition of Board of Directors

46. DPE/Guidelines/II(b)/27

Composition of Board of Directors of Public Sector Enterprises

The undersigned is directed to refer to this Department's O.M. No. 18(6)/91-GM dated 16.3.92 on the subject mentioned above wherein it was, inter-alia, mentioned that the number of Government Directors on the Board of Directors of an Enterprise should not exceed 1/6th of the actual strength of the Board and that the number of such Directors should in no case exceed two.

The Committee on Public Undertakings (1998-99) in its fourth Report on "Senior level posts in public undertakings—Appointment and related matters" has expressed strong displeasure over the deviations in this regard in some of the undertakings. The Committee has desired that the number of Government Directors should be brought down within the prescribed limit.

All the administrative Ministries/Department are requested to review the existing composition of the Board of Directors of PSUs under their administrative control and bring down the number of Government Directors within the limits prescribed in this Department's O.M. referred to in para 1 above. Action taken in this regard may kindly be intimated to this Department early.

(DPE O.M. No. 2(19)/99-GM dated 25th January, 2000)
