PD-1-08/002/2023-DPE

भारत सरकार/Government of India वित मंत्रालय/Ministry of Finance लोक उदयम विभाग/Department of Public Enterprises

> सार्वजनिक उद्यम भवन/Public Enterprises Bhawan, ब्लॉक नं.14/ Block No.14, सी.जी.ओ. कॉम्पलेक्स C.G.O. Complex, लोधी रोड/ Lodhi Road, नई दिल्ली/ -110 003 New Delhi-110 003.

> > दिनांक: 8th August, 2024

OFFICE MEMORANDUM

Subject: Simplification of the process for initial categorization of the existing uncategorized functional CPSEs.

The undersigned is directed to refer to this Department OM NO. 9(11)/2011-GM dated 30.11.2011 prescribing criteria/parameters for categorization of central Public Sector Enterprises (CPSE). The above guidelines were partially amended vide DPE OM of even number dated 11.12.2023 to provide for auto-categorization as schedule 'C' to the following CPSEs:

- (i) all asset holding CPSEs created for managing the non-core assets of the CPSEs under disinvestment; and
- (ii) already approved CPSEs and yet to be made functional
- 2. Further, to simplify the process for upgradation / downgradation of the existing initially categorized CPSEs to higher / lower schedule, the following modifications were made in the guidelines vide DPE OM No PD-1-08/002/2023-DPE dated 20.5.2024:
- i) All initially categorised CPSEs would continue to come to DPE for upgradation of their schedule with the approval of their Administrative Ministry/Department as per extant guidelines. DPE will examine the recommendations of the Administrative Ministry/Department as per the existing parameters prescribed in DPE OM dated 30.11.2011 and take the decision on upgradation proposal of the concerned CPSE with the approval of Hon'ble Finance Minister. Such proposals would not be referred to PESB and Cabinet Secretariat.
 - (ii) Similar procedure as in para (i) above would be followed for any proposal for down- gradation of initially categorized CPSE to a lower schedule.

- 4. For further simplification of the process for initial categorization of the existing uncategorized CPSEs, it has now been decided with the approval of Hon'ble Finance Minister that all cases for initial categorization of already functional CPSEs would be processed in the following manner:
 - i) All functional but uncategorised CPSEs would continue to come to DPE for initial categorisation through their Administrative Ministry/Department as per para 3(i) of the extant guidelines dt 30.11.2011. DPE will examine the recommendations of the Administrative Ministry/Department as per the existing parameters prescribed in the above DPE OM and take the decision on the proposal of the initial categorisation of the concerned CPSE with the approval of Hon'ble Finance Minister. Such proposals would not be referred to PESB and Cabinet Secretariat.
- All the administrative Ministries/Departments are requested to take note of the above modifications in the guidelines for categorization of CPSEs.

पवनेश क्मार शर्मा/P.K. Sharma निदेशक/Director

Secretaries of all administrative Ministries/ Departments of CPSEs

Copy for information to:

- (i) Cabinet Secretariat
- (ii) Secretary, PESB