Amendment in the Articles of Association of Mini-Ratna companies—Approval of DPE.

Reference is invited to the Department of Public Enterprises’ OM No. 11/36/97-Fin. Dated 9.10.97 giving financial and operational autonomy for profit making public sector enterprises categorized as Mini-Ratna.

2. Para 4 of the said OM mentioned “The existing decision making powers vested in various agencies would stand altered to give effect to the proposed delegation to the PSEs and the necessary changes in the rules, notifications, instructions, articles/memoranda of association, etc. shall be carried out by the concerned Department where required.” This Department has been receiving proposal for amendment of Articles of Association/Memorandum of Association etc. for its vetting/approval. It is clarified once again that such amendments are to be carried out by the PSUs in consultation with the administrative Ministry, without referring it to the Department of Public Enterprises, and after complying with the provisions of the Companies Act.

(DPE O.M. No. DPE/13(26)/98-Fin.G.II dated 27th November, 1998)