CHAPTER II
PERSONNEL POLICIES

(b) Composition of Board of Directors

7. DPE/Guidelines/II(b)/7

Appointment of part-time Chairmen of Public Enterprises.

The undersigned is directed to refer to the Government of India, Ministry of Finance, Bureau of Public Enterprises Resolution No.5/1/74-BPE(PESB) dated August 30, 1974 constituting the Public Enterprises Selection Board (PESB). The Resolution laid down the procedure to be followed for appointment of part time Chairmen, full time Chairmen and Managing Directors as well as full time Executive/Functional Directors. It was envisaged therein that for all the above mentioned appointments, PESB would be requested to suggest suitable names.

2. The procedure in regard to appointment of part-time Chairmen of public enterprises has since been reviewed. Government have decided that while in the normal course the PESB should make the selection of part time Chairmen as envisaged in the Government Resolution of August 30, 1974, it would also be open to the administrative Ministries to sponsor candidates for appointment as part-time Chairmen whose suitability could be considered along with that of others by the PESB. It has also been decided that where having regard to the nature of the post the administrative Ministries consider that a specific individual alone may be suitable for the post of part-time Chairmen, the Ministries should seek specific exemption from the PESB to appoint the part-time Chairmen chosen by them and the question of selection by the PESB in such cases would not arise.

3. The Ministry of Industry etc. may note the decision of Government regarding appointment of part time Chairmen for their future guidance.

(BPE O.M. No. 18(3)/82-GM.II dated 26th November, 1982)