

CHAPTER II **PERSONNEL POLICIES**

(b) Composition of Board of Directors

20. DPE/Guidelines/II(b)/20

Appointment of non-official part-time Directors in Navratna and Miniratna PSEs—Procedure regarding.

Reference: (1) O.M. No. DPE/11(2)/97-FIN dated the 22nd July, 1997. Subject—Turning selected Public Sector Enterprises into Global Giants – Restructuring of the Boards – Setting up of a Search Committee for selection of non-official part-time Directors.

Reference: (2) O.M. No. DPE/11/36/97-FIN dated the 9th October, 1997. Subject—Financial and Operational Autonomy for Profit Making Enterprises (Miniratnas)—Restructuring of the Boards.

The undersigned is directed to refer to this Department's OMs cited above and to state that in regard to the professionalization of the Boards of profit making PSEs known now as Navratna and Miniratna, the Government has decided that appointment of non-official part-time Directors on the Boards of schedule 'A' & schedule 'B' Navratnas or Miniratna PSEs as the case may be, shall be made by the administrative Ministry/Department concerned from out of a panel recommended by the Search Committee constituted in the above OMs with the approval of the Appointments Committee of Cabinet as per the provisions of Government of India (Transaction of Business) Rules, 1961, as amended from time to time.

(DPE O.M. No. 18(1)/98-DPE(GM)-GL-007 dated 1st July, 1998