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No.1/11/2/2019-Cab.
Government of India (Bharat Sarkar)
Cabinet Secretariat (Mantrimandal Sachivalaya)
Rashtrapati Bhavan

New Delhi, the 11th April, 2019
21 Chaitra, 1941(S)

Subject: Laying down procedure and mechanism for Asset Monetisation of Central Public Sector Enterprises (CPSEs)/Public Sector Undertakings(PSUs)/Other Government Organizations and Immovable Enemy Properties

The Cabinet considered the note dated 26.02.2019 from the Department of Investment and Public Asset Management (DIPAM) regarding "Laying down procedure and mechanism for Asset Monetisation of Central Public Sector Enterprises (CPSEs)/Public Sector Undertakings(PSUs)/Other Government Organizations and Immovable Enemy Properties", in its meeting held on 28.02.2019 and, *inter alia*, approved delegation of power in favour of Alternative Mechanism for granting approval for disposal of assets of CPSEs/PSUs/other Government Organisations and Immovable Enemy Property and to lay down the detailed process for Asset Monetisation.


2. The composition of the Alternative Mechanism, as approved by the Cabinet, is as under:

| | |
|--|---------------|
| Minister of Finance | - Chairperson |
| Minister of Road Transport and Highways | - Member |
| Minister in Charge of the concerned respective Administrative Ministry/Department. | - Member |

3. The Terms of Reference of Alternative Mechanism, are as under:

- (i) To approve the proposals relating to selection of CPSE and selection of Assets of CPSEs and Immovable Enemy Property for monetization as recommended by Inter Ministerial Group (IMG) or Core Group of Secretaries on Asset Monetization (CGAM) as the case may be.
- (ii) To set a threshold based on the value of asset(s) and/or any other criteria which would determine the assets that would be monetized through this mechanism. Assets below this determined threshold would be disposed of by the concerned Administrative Ministry/CPSE/Custodian of Enemy Property in India (CEPI) as per extant process on the recommendation of IMG/CGAM.
- (iii) To approve appropriate Model for monetization, model contract documents, all process documents for inviting bids and contracts, etc. with respect to process to be followed for monetization of the assets of the CPSEs/Immovable Enemy Property, on the recommendation of IMG.
- (iv) To approve the detailed process for Asset Monetization on the recommendation of IMG/CGAM.

4. The Alternative Mechanism will be serviced by Department of Investment and Public Asset Management (DIPAM).


(Bhaskar Dasgupta)
for Cabinet Secretary
Tele No. 2379 2204

To

Shri Arun Jaitley, Minister of Finance; and Minister of Corporate Affairs.
Shri Nitin Jairam Gadkari, Minister of Road Transport and Highways; Minister of Shipping; and
Minister of Water Resources, River Development and Ganga Rejuvenation.

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(Bhaskar Dasgupta)
Director

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