

F.No. 3(3)/2016-DoD-II-B
Government of India
Ministry of Finance
Department of Disinvestment

Block No. 11 & 14, CGO Complex,
Lodhi Road, New Delhi 110003
Dated: 29th February, 2016


OFFICE MEMORANDUM

Subject: - CCEA's approval for laying down procedure and mechanism for Strategic Disinvestment- Role of Administrative Department-Regarding.

The undersigned is directed to say that the CCEA, on 17th February, 2016 has approved this Department's proposal regarding laying down procedure and mechanism for strategic disinvestment. In consonance with the approval accorded by CCEA, FM has approved that following actions to be undertaken by the Administrative Ministry/Department with respect to strategic disinvestment:

- (i) The Administrative Department to coordinate with NITI Aayog for identification of CPSE for strategic disinvestment;
- (ii) The Administrative Department would inventorise - assets, liabilities, title deeds, pending litigation etc. with respect to the CPSE being considered for strategic disinvestment;
- (iii) The Administrative Department shall undertake the task of valuation, for this Asset Valuer may be appointed by them. Methods suggested by NITI Aayog and guidelines laid down by CGD for valuation should be considered to get the best price for the Government. Administrative Department shall recommend the valuation of the CPSE under its purview to the Evaluation Committee for its considerations;
- (iv) The Administrative Department will prepare the Transaction and Bid documents with the help of the Transaction Advisor for putting it up to the Evaluation Committee; and
- (v) Administrative Department shall lay down a clear process and timelines on the transfer of assets and management control before the financial bids are invited, so that there are no ambiguities or delays when the Administrative Department actually starts transferring the assets etc.

2. This issues with the approval of Finance Minister.


(G.U. Ahmed)
Director

To: All Ministries/Departments