

**GOVERNMENT OF INDIA  
HEAVY INDUSTRIES AND PUBLIC ENTERPRISES  
LOK SABHA**

UNSTARRED QUESTION NO:3295  
ANSWERED ON:14.12.2006  
INVESTMENT IN PSUs  
Patel Shri Kishanbhai Vestabhai

**Will the Minister of HEAVY INDUSTRIES AND PUBLIC ENTERPRISES be pleased to state:**

(a) whether the Government proposes to prepare policy papers for making Public Sector Undertakings (PSUs) more efficient to attract global investors; and

(b) if so, the details thereof?

**Answer**

THE MINISTER OF THE STATE IN THE MINISTRY OF HEAVY INDUSTRIES AND PUBLIC ENTERPRISES (SHRI SONTOSH MOHAN DEV)

(a) & (b): The policy on Public Sector is governed by National Common Minimum Programme (NCMP), which provides that Government is committed to a strong and effective public sector whose social objectives are met by its commercial functioning. Public sector companies will be encouraged to enter the capital market to raise resources. In pursuance of this policy, Government has recently delegated enhanced financial powers for investment in new projects, subsidiaries, joint ventures etc. to Navaratna, Mini-ratna companies. Other profit making Central Public Sector Enterprises (CPSEs) have also been delegated enhanced powers for capital expenditure.