

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2220
ANSWERED ON:06.08.2010
DISINVESTMENT
Pakkirappa Shri S.

Will the Minister of FINANCE be pleased to state:

- (a) the policy of the Government regarding the fate of employees retrenched in the process of disinvestment;
- (b) the details of application of such policy till date; and
- (c) the steps taken or proposed to be taken by the Government with regard to rehabilitation of such employees in future?

Answer

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (S.S. PALANIMANICKAM)

- (a) The current disinvestment policy envisages development of people-ownership of CPSEs while ensuring that Government equity does not fall below 51% and Government retains management and control. In this process of disinvestment no employee is retrenched.
- (b) & (c) In view of reply to (a) above, questions do not arise.