

Decisions taken by the Union Cabinet

• <u>Cabinet approves Exemption from applicability of DPE Guidelines to India Ports Global</u> <u>Limited (IPGL)</u>

The Union Cabinet, chaired by the Prime Minister, Shri Narendra Modi has approved the exemption of the India Ports Global Ltd (IPGL) from the DPE Guidelines, except reservation and vigilance policies.

IPGL was incorporated under Companies Act 2013, as a Special Purpose Vehicle jointly promoted by Jawaharlal Nehru Port Trust (JNPT) and Deendayal Port Trust (DPT), [earlier Kandla Port Trust (KPT)], under Administrative control of Ministry of Shipping, for development and management of Shahid Behesthi Port of Chabahar in Iran.

Subsequent to the withdrawal of the USA from the Joint Comprehensive Plan of Action (JCPOA), Ministry of External Affairs advised Ministry of Shipping on 29th October 2018 to exclude JNPT and DPT from possible impact of US sanctions.

Based on this and with the approval of Empowered Committee all the shares of JNPT & DPT were purchased by "Sagarmala Development Company Ltd" (SDCL) on 17th December, 2018. SDCL is a CPSE and therefore IPGL being subsidiary of SDCL has also become a CPSE. As a result, Guidelines of DPE are technically applicable on IPGL.

Since Chabahar Port is Country's first overseas port project with strategic objectives, there is an

urgent need to allow IPGL to continue to function as a Board managed company, duly following the instructions of Ministry of Shipping & Ministry of External Affairs, without making the guidelines of DPE applicable to it for a period of 5 years. Accordingly, Ministry of Shipping has requested exemptions to IPGL from the applicability of the DPE guidelines, for smooth execution of the project.

<u>Cabinet approves Issuance of an Order for adaptation of Central laws in the Union</u> territory of the Jammu and Kashmir under section 96 of the Jammu and Kashmir <u>Reorganisation Act, 2019</u>

The Union Cabinet, chaired by the Prime Minister, Shri Narendra Modi has approved issuance of an order for adaptation of Central Acts in the Union Territory of Jammu and Kashmir under Section 96 of the Jammu and Kashmir Reorganisation Act, 2019 by the Central Government.

Accordingly, the Cabinet in its meeting today has approved the proposal for issuance of an order by the Central Government for adaptation and modifications of 37 such Central Laws that are made applicable to Union territory of Jammu and Kashmir in exercise of its powers conferred under Section 96 of the Jammu and Kashmir Reorganisation Act, 2019. Adaptation of above Central Acts with such modifications would ensure administrative effectiveness in the Union territory of Jammu and remove ambiguity in implementation of these laws in line with the Constitution of India.

Please contact for any query related to this mail to Ms Preeti Rajput, Research Associate at <u>preeti.rajput@phdcci.in</u> with a cc to Dr S P Sharma, Chief Economist, PHD Chamber of Commerce & Industry.at <u>spsharma@phdcci.in</u>

Regards, Dr S P Sharma Chief Economist PHD Chamber of Commerce and Industry



COPYRIGHT: All rights reserved. No part of this publication/Release may be reproduced, distributed, or transmitted in any form or by any means, without the prior written permission of the publisher. For permission requests, write to the publisher.

DISCLAIMER: This message and its attachments contain confidential information. If you are not the intended recipient, you are strictly prohibited to disclose, copy, distribute or take any action in reliance on the contents of this information .E-mail transmission cannot be guaranteed to be secure or error-free, as information could be intercepted, corrupted, lost, destroyed, arrive late or incomplete, or contain viruses. The sender therefore does not accept liability for any errors or omissions in the contents of this message, which arise as a result of e-mail transmission. If verification is required please request a hard-copy version.