

F.No. 3/4/2020-DIPAM II  
Government of India  
Ministry of Finance  
Department of Investment and Public Asset Management

Block 14, CGO Complex, Lodhi Road  
New Delhi, Dated 21st March, 2022.

OFFICE MEMORANDUM

Subject: Setting up of National Land Monetization Corporation (NLMC) as a Special Purpose Vehicle (SPV).

The undersigned is directed to state that Cabinet in its meeting held on 9<sup>th</sup> March, 2022 approved the proposal of DIPAM for setting up of National Land Monetization Corporation (NLMC) as a Special Purpose Vehicle (SPV). The Cabinet, inter alia, approved the following :

(i). Formation and incorporation of the NLMC under Companies Act 2013 with an initial authorized share capital of INR 5000 crore and subscribed share capital of INR 150 crore

(ii). Appointment of Board of Directors and selection of Chairman, Non-government Directors, and Chief Executive Officer (CEO) through search-cum-selection committee with final approval by Appointments Committee of the Cabinet (ACC) .

(iii). Budgetary allocation of Rs.150 crores for FY 2021-22 towards subscription of equity capital of the NLMC and approval for additional equity infusion for transfer of land from CPSEs under closure to NLMC, on a case-to-case basis.

(iv). Exemption from DPE guidelines in order to provide flexibility to Board of NLMC to hire, pay and retain experienced professionals from private sector.

2. It has been decided by the Ministry of Finance that going forward, the Department of Public Enterprises (DPE) will take the necessary follow up action on the setting up the SPV as well as the work relating to asset monetisation of land and non-core assets dealt by DIPAM.

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To

All Secretaries (Ministries/Department) of Government of India