GOVERNMENT OF INDIA MINISTRY OF FINANCE DEPARTMENT OF PUBLIC ENTERPRISES

RAJYA SABHA

UNSTARRED QUESTION NO. 557 TO BE ANSWERED ON THE 25th JULY, 2023

Efficacy of the AMRCD mechanism in resolving commercial disputes between CPSEs

557. Dr. Amar Patnaik:

Will the Minister of Finance be pleased to state:

- (a) the reasons for excluding Railways from the Administrative Mechanism for Resolution of CPSEs Dispute (AMRCD) mechanism in resolving commercial disputes between CPSEs;
- (b) whether there is a provision as per the new guidelines for appeal against the decision of the Cabinet Secretary in other legal forums;
- (c) if so, details thereof and, if not, the reasons therefor;
- (d) whether there was a provision for such an appeal before the new guidelines came into effect; and
- (e) if so, details thereof and if not, the reasons therefor?

ANSWER

THE MINISTER OF STATE FOR FINANCE (DR. BHAGWAT KISHANRAO KARAD)

- (a): Disputes related to Railways are not covered under Administrative Mechanism for Resolution of CPSEs Disputes (AMRCD) as it has separate tribunal to handle such matters.
- (b) to (e): No, Sir. The new guidelines aim to reduce litigation, in respect to commercial disputes between CPSEs *inter se* and CPSEs and Government Departments. No such provision existed in the previous dispensation namely Permanent Machinery of Arbitration (PMA).
