

National Land Monetization Corporation

March 11, 2022

In news– In pursuance of the Budget Announcement for 2021-22, the Union Cabinet has approved the setting up National Land Monetization Corporation (NLMC) as a **wholly owned Government of India company** recently.

About National Land Monetization Corporation (NLMC)-

- NLMC **will undertake monetization of surplus land and building assets of Central Public Sector Enterprises (CPSEs)** and other Government agencies.
- NLMC has been given an **initial authorized share capital of Rs 5000 crore and paid-up share capital of Rs 150 crore.**
- At present, CPSEs hold considerable surplus, unused and under-used non-core assets in the nature of land and buildings.
- **NLMC is expected to own, hold, manage and monetize surplus land and building assets of CPSEs** under closure and the surplus non-core land assets of Government owned CPSEs under strategic disinvestment.
- This will speed up the closure process of CPSEs and smoothen the strategic disinvestment process of Government owned CPSEs.
- These assets may be transferred to NLMC to hold, manage and monetize these assets.
- NLMC will also **advise and support other Government entities (including CPSEs) in identifying their surplus non-core assets and monetizing them** in a professional and efficient manner to generate maximum value realization.
- In these cases (e.g., on-going CPSEs and listed CPSEs under strategic disinvestment), NLMC will undertake

surplus land asset monetization as an agency function.

- It is expected that **NLMC will act as a repository of best practices in land monetization**, assist and provide technical advice to the Government in implementation of asset monetization programme.
- **NLMC will have necessary technical expertise to professionally manage and monetize land assets** on behalf of CPSEs and other Government agencies.
- **The Board of Directors of NLMC will comprise senior Central Government officers and eminent experts** to enable professional operations and management of the company.
- **The Chairman, non-Government Directors of the NLMC will be appointed through a merit-based selection process.**
- It has been decided to hire professionals from the private sector, similar to other specialized Government companies like National investment and infrastructure Fund (NIIF) and Invest India.
- **The Department of Public Enterprise, Ministry of Finance**, will set up the company and act as its administrative ministry.