

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:178  
ANSWERED ON:01.03.2002  
FUNDING THROUGH BANKS TO CORPORATIONS  
UMMAREDDY VENKATESWARLU

**Will the Minister of FINANCE be pleased to state:**

- (a) whether the Government have directed all nationalised banks to fund corporations which are buying public sector units;
- (b) if so, the details of such guidelines and the reasons for such a policy;
- (c) whether easy credit targeted for PSU acquisitions will lead to speculations by corporations;
- (d) if so, the safeguards inherent in this new policy; and
- (e) the response of banks to this policy change ?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a): No, Sir.

(b),(c),(d)&(e): Do not arise.