

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

STARRED QUESTION NO:135
ANSWERED ON:08.03.2002
RECAPITALISATION OF WEAK BANKS
ASHOK NAMDEORAO MOHOL;SUBODH ROY

Will the Minister of FINANCE be pleased to state:

- (a) whether weak banks and financial institutions have requested the Government for additional funds;
- (b) if so, whether the RBI has finalised a recapitalisation package for the weak banks/FIs;
- (c) if so, the details of the package and the names of banks which are likely to be offered the package;
- (d) the extent to which the package would help the weak banks to come out of the red;
- (e) whether the Government propose to privatise these banks/FIs;
- (f) if so, the details thereof alongwith the reasons therefor; and
- (g) the other steps taken by the Government to bring down the cost of operation in banks and to ensure proper utilisation of this package ?

Answer

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

(a),(b),(c),(d),(e),(f)&(g): A Statement is laid on the Table of the House.