

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:3936
ANSWERED ON:17.08.2001
RESTRUCTURING OF PUBLIC SECTOR FINANCIAL INSTITUTIONS
C. SREENVAASAN;PUTTASWAMY GOWDA

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government propose to restructure all the Public Sector Financial Institutions keeping, in view of the crisis of UTI, GIC and LIC;
- (b) if so, the details thereof; (
- (c) if not, the reasons therefor;
- (d) whether the Government have not yet appointed/nominated its representatives in most of the Financial Institutions under the public sector; and
- (e) if so, the reasons therefor?

Answer

THE MINISTER OF STATE IN THE MINISTER OF FINANCE SHRI BALASAHEB VIKHE PATIL

(a), (b) & (c): There is no proposal to restructure all the public sector financial institutions at present. However, the performance of these institutions is being reviewed on a continuous basis and whenever it is considered necessary, the Government is taking appropriate steps for institution's rehabilitation/restructuring. Currently it has been decided to infuse Rs.400 crores into the capital of IFCI as a part of its restructuring/rehabilitation.

(d): No, sir.

(e): Does not arise.