

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:2720  
ANSWERED ON:31.08.2007  
GENERATION OF MONEY BY SBI  
Adhalrao Patil Shri Shivaji;Verma Shri Ravi Prakash

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

- (a) whether the State Bank of India is considering to mop up nearly Rs. 180,000 crore over the next five years as reported in Times of India dated August 14, 2007;
- (b) if so, the facts thereof;
- (c) whether the Government has given permission in this regard;
- (d) if so, the details thereof;
- (e) whether the State Bank of India proposes to make changes in policy to generate required money; and
- (f) if so, the details thereof?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI PA WAN KUMAR BANSAL)

- (a) & (b) : Based on a sensitivity analysis of its capital position, Capital Augmentation programme of the State Bank of India envisages raising about Rs.89,600 crore as capital funds during the next five years.
- (c) to (f) : The Boards of Public Sector Banks are competent to take decisions regarding raising capital funds, except equity capital for which prior approval of the Government is required.