

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:3254
ANSWERED ON:13.08.2010
LOANS TO INFRASTRUCTURE SECTOR
Swamygowda Shri N Cheluvarya Swamy

Will the Minister of FINANCE be pleased to state:

- (a) whether the banks' credit to infrastructure sector have not made any improvement despite various measures being taken by the Government to help revive demand and growth in the economy;
- (b) if so, the details of the loans disbursed to the infrastructure sector by the banks during the last three years; and
- (c) the reasons for slow growth of demand for credit in the infrastructure sector and remedial measures taken/being taken by the Government?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S. PALANIMANICKAM)

(a) to (c): As per information complied by Reserve Bank of India data on Infrastructure lending of Scheduled Commercial Banks (SCBs) as at end March 2008, March 2009 and March 2010 are as below:

Amount in Rs. Crore

SCB's credit Gross as outstanding Advances at end	Y-o-Y Growth Advances as percentage to Gross Advances	Credit to Infrastructure to Infrastructure	Credit to Infrastructure	Y-o-Y Growth in credit
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03-31-2008	2331678	-10.52	193736	8.31	35.50
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03-31-2009	2793134	19.79	263646	9.44	36.09
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03-31-2010	3271380	17.12	367481	11.23	39.38
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Data sourced from off-site returns (Domestic)

As observed from the table above, SCBs credit to infrastructure sector has grown during the last three years in absolute terms and as a ratio to the Gross advances.