

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2616

ANSWERED ON:09.12.2011

LENDING TO AIRLINES

Aaron Rashid Shri J.M.;Argal Shri Ashok;Das Gupta Shri Gurudas;Panda Shri Prabodh

Will the Minister of FINANCE be pleased to state:

- (a) whether the public sector banks (PSBs) have given huge amount of loans and have invested in the equity shares of Kingfisher airlines;
- (b) if so, the details thereof and repayment / redemption made by the airlines company, bank-wise;
- (c) the bank-wise security deposit made by the company against the loans;
- (d) whether the banks are planning to carry out a second round of restructuring of loans in order to help the airlines;
- (e) if so, the details thereof alongwith the rates at which the equity presently held were purchased bank-wise; and
- (f) the measures taken or proposed to be taken by the Government in the matter?

Answer

The Minister of State in the Ministry of Finance (Shri Namu Narain Meena)

- (a) & (b): The bank-wise fund-based and non-fund-based exposure to Kingfisher Airline, amount outstanding and investment is given at Annex I.
- (c): The details of Security made by the company for the entire consortium of banks are given at Annex-II.
- (d) to (f): State Bank of India, leader of the Consortium, has stated that at present, there is no such plan.