

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:4622  
ANSWERED ON:04.05.2012  
LOANS BY BANKS TO POWER COMPANIES QUESTION  
Meghwal Shri Arjun Ram

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

- (a) whether the Government is aware that banks have stopped giving loan to power companies of certain States of the country;
- (b) if so, the names of States whose power companies have been denied loans by the banks;
- (c) whether the power crisis has emerged in many States due to denial of loan to power companies by the banks; and
- (d) if so, the details thereof and the action taken by the Government in this regard?

**Answer**

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA)

(a): Public Sector Banks have reported that they have not stopped giving loans to power companies. Banks have been extending loans to power companies based on merits of the case, credit norms, risk assessment, exposure norm etc.

(b) to (d): In view of (a) above, does not arise.