

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:1986  
ANSWERED ON:17.07.2009  
WORLD BANK LOAN FOR RECAPITALISATION OF PSBS  
Rao Shri Sambasiva Rayapati

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

- (a) whether the Government has sought a loan from World Bank for the recapitalisation of Public Sector Banks (PSBs) in India;
- (b) if so, the details thereof; and
- (c) the names of Public sector banks that are going to be recapitalized by it?

**Answer**

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

(a) to (c): To enable the public sector banks (PSBs) to meet credit requirements of the economy while maintaining a healthy and comfortable level of regulatory Capital to Risk-weighted Assets Ratio, Government has proposed to provide capital funds to these banks through World Bank assistance. However, the details in this regard including the names of PSBs and exact amount of capital to be provided to the PSBs have not been finalised.