

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:100
ANSWERED ON:08.08.2012
ASSISTANCE TO SBI QUESTION
Premajibhai Dr. Solanki Kiritbhai

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government has any proposal to support SBI;
- (b) if so, the details thereof;
- (c) whether the financial condition of SBI has worsened due to increase in bad loans and loss in profit;
- (d) if so, the details thereof;
- (e) whether SBI has any proposal to issue shares to mobilise money; and
- (f) if so, the details thereof and the steps taken by the Government in this regard?

Answer

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

(a) & (b): Government of India is fully committed to keep the Public Sector Banks including State Bank of India (SBI) adequately capitalized. Government has infused capital of Rs. 7,900 crore in SBI during the year 2011-12.

(c) & (d): Though, the ratio of the net non-performing assets has slightly increased from 1.63% as on 31.03.2011 to 1.82% as on 31.03.2012, the financial condition of SBI continues to be stable. There is no reduction in profit. In fact, net profit of SBI has increased by 41.66% over the previous year.

(e) & (f): SBI's Capital Adequacy Ratio is well above the stipulated norms of Reserve Bank of India. At present, there is no proposal pending with the Government to mobilize money by SBI by issue of shares.