

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2476
ANSWERED ON:07.12.2012
ECONOMIC SLOWDOWN IN BANKING SECTOR
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Will the Minister of FINANCE be pleased to state:

- (a) whether banking sector has become stressed due to the economic slowdown;
- (b) if so, the details thereof and the reaction of the Government thereto; and
- (c) the steps taken / being taken by the Government to bail out the banking sector of the country?

Answer

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

(a) to (c): Reserve Bank of India (RBI) has informed that in India as the Capital to Risk Weighted Asset Ratio (CRAR) of the Banking System stood at 13.60% as on September, 2012 and is well above regulatory norms. Banks have been advised by Reserve Bank of India from time to time, to take effective measures to strengthen the credit appraisal and monitoring of advances.