

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2029

ANSWERED ON:08.03.2013

FINANCIAL HOLDING COMPANY FOR BANKS

Bapurao Shri Khatgaonkar Patil Bhaskarrao;Chitthan Shri N.S.V.;Gaikwad Shri Eknath Mahadeo;Paranjpe Shri Anand Prakash

Will the Minister of FINANCE be pleased to state:

- (a) whether the Government has floated a financial holding company for all public sector banks (PSBs) in the country;
- (b) if so, the details and the present status thereof along with the manner in which the PSBs are likely to be benefited from this move; and
- (c) if not the reasons therefor?

Answer

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

(a) to (c): The Finance Minister in his Budget Speech 2012-13 had announced that the Government would examine the possibility of creating a financial holding company which will raise resources to meet the capital requirements of Public Sector Banks. In line with the above announcement, the matter is under consideration of the Government and inter-ministerial consultations are going on in the matter.