GOVERNMENT OF INDIA FINANCE LOK SABHA

UNSTARRED QUESTION NO:4304 ANSWERED ON:22.03.2013 BANKS LIQUIDITY Kumar Shri P.

Will the Minister of FINANCE be pleased to state:

- (a) whether the Reserve Bank of India (RBI) has infused / proposes to infuse Rs.10,000 crore liquidity via Open Market Operation route:
- (b) if so, the details thereof and the reasons therefor;
- (c) whether RBI proposes to buy Government securities maturing in 2014; and
- (d) if so, the details thereof?

Answer

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

- (a) & (b): Reserve Bank of India (RBI) has informed that based on assessment of the prevailing and evolving liquidity conditions, they undertake Open Market Operations (OMO). During the Financial Year 2012-13 (up to March 19, 2013), RBI has infused Rs 1,25,680 crore of liquidity through purchase of Government of India dated securities as against the notified amount of Rs 1,38,000 crore through thirteen OMO auctions.
- (c) & (d): As regards buying of Government of India securities (GS) maturing in 2014, RBI had included the security 7.32% GS 2014 in the OMO purchase auction conducted on March 1, 2013 and had purchased Rs 110 crore (Face Value) of the security.