

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:1682  
ANSWERED ON:16.08.2013  
BANKS STAKE IN COMPANIES  
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**Will the Minister of FINANCE be pleased to state:**

- (a) the details of the public sector banks which have acquired stake in a credit rating agency in the recent past and the reasons therefor;
- (b) whether this has the approval of the Government / Board of Directors;
- (c) if so, the details thereof; and
- (d) the likely impact of this acquisition on the overall functioning of the banks?

**Answer**

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

(a) to (d): Reserve Bank of India (RBI) has informed that they have given approval to the Public Sector Banks (PSBs) for investment in following Credit Rating Agencies in last one year. RBI has further informed that the proposals for investment were received by them with the approvals by Boards / Investment Committees of the respective banks:-

Sr.	No.	Credit Rating Agency	Name of the Bank (Rs. In crore)	Amount	Date of the Approval Letter
	1.	Credit Analysis and Research Ltd. (CARE)	Union Bank of India	100.00	December 11, 2012
	2.	-do-	Vijaya Bank	100.00	-do-
	3.	-do-	Syndicate Bank	20.00	-do-
	4.	-do-	Central Bank of India	105.00	-do-
	5.	-do-	Oriental Bank of Commerce	500.00	-do-
	6.	-do-	Andhra Bank	20.00	-do-
	7.	-do-	Punjab National Bank	458.99	-do-
	8.	Brickwork Ratings	Canara Bank	1.38	December 27, 2012

