

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:1431
ANSWERED ON:13.12.2013
REFINANCING OF SIDBI
Pradhan Shri Amarnath

Will the Minister of FINANCE be pleased to state:

(a) whether the Government has any proposal to refinance the Small Industries Development Bank of India (SIDBI) to ease the liquidity stress of Micro and Small Enterprises; and

(b) if so, the details thereof?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA)

(a) & (b): In order to ease the liquidity stress of MSMEs, the Reserve Bank of India has provided a refinance facility of an amount of Rs. 5,000 crore to SIDBI under the provisions of the Reserve Bank of India Act, 1934. The facility is aimed at direct liquidity support to finance receivables, including export receivable, to MSEs by SIDBI or for liquidity support to MSMEs through selected intermediaries, that is, banks, Non-Banking Financial Companies (NBFCs) and State Finance Corporations (SFCs).