

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:3352  
ANSWERED ON:12.12.2014  
REVIVAL OF SICK BANKS  
Gawali (Patil) Ms. Bhavana;Sawant Shri Arvind Ganpat

**Will the Minister of FINANCE be pleased to state:**

- (a) whether some public sector banks are facing loss and are in the verge of being shut-down;
- (b) if so, the details thereof and the reasons therefor;
- (c) whether the Government proposes to purchase the preference shares of such banks with a view to assisting them in making-up their losses and reducing their bad debts;
- (d) if so, the details thereof; and
- (e) the measures taken by the Government for revival of such sick banks?

**Answer**

Minister of State in the Ministry of Finance ( SHRI JAYANT SINHA )

(a) & (b): All Public Sector Banks (PSBs) are profit making banks except United Bank of India and Central Bank of India who suffered loss during financial year 2013-14 only. PSBs wise details of net profit during the last three years and current year as reported by Reserve Bank of India are at Annex.

(c) to (e): Government of India as the majority shareholder, is committed to keep all PSBs adequately capitalized. The capital infusion by the Government in PSBs is done with the twin objective of adequately meeting the credit requirement of the productive sectors of economy as well as to maintain regulatory capital adequacy ratios in PSBs.

The Government is conscious of the need to restructure the Public Sector Banks in India. Various options are being examined with a view to arrive at the most optimal solution which caters to the need for re-capitalisation as well as making Banks more efficient.