

Recapitalisation of banks

830. SHRI NARESH AGRAWAL: Will the Minister of FINANCE be pleased to state:

- (a) whether the Public Sector Banks are facing the issue of capital flow;
- (b) if so, the reasons therefor;
- (c) whether Government has provided funds to recapitalize the Public Sector Banks; and
- (d) if so, the details thereof?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA): (a) and (b) The Public Sector Banks (PSBs) are adequately capitalized and are above the required regulatory capital adequacy ratio.

(c) and (d) Government has approved an amount of Rs. 12,517 crore to recapitalize PSBs this year.

Investment by FIIs in PSUs

831. SHRI DEVENDER GOUD T.: Will the Minister of FINANCE be pleased to state:

- (a) whether it is a fact that Foreign Institute and Investor FII to investments for the year ending December, 2012, did not flow much into PSUs in spite of the fact that Government announcement that it would offload its holding in PSUs;
- (b) the reasons that leading PSUs at the year ending December, 2012 failed to compete with private players to attract FII; and
- (c) how much investment PSUs could get out of the total US \$ 24.37 billion investment during the period?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI NAMO NARAIN MEENA): (a) and (b) No Sir. Investment by foreign investors in securities market (both primary market and secondary market) is dependent on their perception of the economy, various sectors and companies. Their perceptions are generally influenced by many factors including the macro-economic environment,