

GOVERNMENT OF INDIA  
MINISTRY OF FINANCE  
DEPARTMENT OF FINANCIAL SERVICES

**LOK SABHA**

**STARRED QUESTION NO. \*287**

TO BE ANSWERED ON THE 18<sup>th</sup> December, 2015 / Agrahayana 27, 1937 (SAKA)

**GOVERNMENT STAKE IN BANKS**

**\*287. SHRI SULTAN AHMED:**

Will the Minister of FINANCE be pleased to state:

- a) whether the Government proposes to bring down Governments' stake/share in the Public Sector Banks, if so, the details thereof and the reasons therefor, bank-wise including the Industrial Development Bank of India (IDBI);
- b) whether the Government also proposes to amend the IDBI Act to reduce its stake below 51 per cent, if so, the details thereof; and
- c) the steps taken/being taken by the Government to protect the interests of employees including IDBI in this regard?

**ANSWER**

THE FINANCE MINISTER

(SHRI ARUN JAITLEY)

(a) to (c): A Statement is laid on the Table of the House.

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**STATEMENT FOR LOK SABHA STARRED QUESTION NO. \*287 FOR 18<sup>th</sup> DECEMBER, 2015 REGARDING GOVERNMENT STAKE IN BANKS TABLED BY SHRI SULTAN AHMED, MEMBER OF PARLIAMENT.**

(a) to (c): The Public Sector Banks(PSBs) including IDBI Bank have been allowed vide letter no. F.No. 11/7/2008-BOA dated 19.12.2014 to raise capital from Public markets through Follow-on Public Offer(FPO) or Qualified Institutional Placement(QIP) by diluting Government of India holding upto 52% in phased manner based on their capital requirement, their stock performance, liquidity, market conditions etc. The details regarding the banks which have been permitted for raising capital post this decision are at **Annex.**

**ANNEX**

**Lok Sabha Starred Question No. \*287 for 18.12.2015 regarding Government Stake in Banks**

<b>Sl.No</b>	<b>Name of the Bank</b>	<b>Permission Given</b>	<b>Approval date</b>	<b>Status</b>
1	Central Bank	626.23 crore	30/12/2014	<b>Amount Raised</b>
2	United bank	500 crore	31/12/2014	<b>Yet to be raised</b>
3	State bank of India	15000 crore through QIP	23 <sup>rd</sup> FEB 2015	<b>Yet to be raised</b>
4	Bank of India	642 crore(22645502 shares)	10 <sup>th</sup> march 2015	<b>Raised</b>
5	UCO bank	Raising of equity capital of Rs 487 crore on preferential basis to LIC	20 <sup>th</sup> March 2015	<b>Raised</b>
6	Oriental bank of Commerce	1000 crore ( including share premium) through QIP	24 <sup>th</sup> March 2015	<b>Yet to be raised</b>
7	Union bank of India	QIP raising of Rs 1386 crore	15 <sup>th</sup> April 2015	<b>Yet to be raised</b>
8	Canara Bank	Preferential allotment of 4 crore equity capital shares to LIC	22 <sup>nd</sup> April 2015	<b>Amount Raised</b>
9	Vijaya Bank	600 crore including premium through QIP route	04 <sup>th</sup> November 2015	<b>Yet to be raised</b>

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