

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:1905  
ANSWERED ON:09.03.2001  
ASSISTANCE TO GUJARAT  
RATILAL KALIDAS VARMA

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

- (a) the financial assistance given by PU&LC sector financial institutions and NABARD to Gujarat during each of the last three years;
- (b) whether the assistance is very low as compared to the other State and
- (c) if so, the reasons therefor and the steps being taken to improve the

**Answer**

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

{a) to (c) Financial assistance extended by All India Financial Institutions (AIFIs) viz. IDBI, ICICI, SIDBI, UBI and Exim Bank to the industries in Gujarat during 1998-99, 1999-2000 and April to December, 2000 is as under:

(Rs. in crore)

Year	Amount Sanctioned	Amount Disbursed
1998-1999	7855.9	6812.7
1999-2000	11623.8	7047.4
Apr. to Dec 2000	8921.0	1990.2

During the above period, Gujarat is the second highest recipient of financial assistance from AIFIs. NABARD is engaged mainly in providing refinance assistance to agriculture sector. NABARD's refinance support to Gujarat vis-a-vis All India support is given below:

(Rs in Crore)

ST Loans		MT/LT Loans	
Limit	Max. Growth	Loans	Growth
Year	Sanc.	O/s Rate of Sact	Disbu- Rate
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Gujarat

1997-98	354.57	313.62	206	307.54	305.04	1.6
1998-99	413.65	149.78	-43.2	345.52	348.57	14.3
1999-00	332.78	163.29	9.0	47.35	467.155	34.1

All India

1997-98	7139.88	6009.20	5.4	5255.17	5358.83	12.6
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1998-99	8083.29	6339.80	5.5	377.06	6268.17	17.0
1999-00	1865.11	6742.43	6.4	7789.61	7603.38	21.3

During the period 1998-99, there was a fall in the short term finance availed by Co-operative Banks and RRBs. The main reason for the fall in refinance of NABARD. under short term are problems associated with seasonal agriltural operations, procurement adtives. Weavers Co-operative Societies et`. However, in 1999-2009 nine percent growth rate has been achieved.