

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:5396
ANSWERED ON:28.04.2000
COOPERATIVE CREDIT INSTITUTIONS
T.M. SELVAGANAPATHI

Will the Minister of FINANCE be pleased to state:

(a) whether the Government have received any representation from the National Federation of State Cooperative Banks Limited seeking formulation of rehabilitation/ revitalization/recapitalisation package which includes providing adequate assistance for the Short Term Cooperative Credit Institutions;

(b) if so, the steps taken by the Government in this regard;

(c) whether the Government are also considering to set up a separate Cell for Cooperative Credit and Banking Institutions in the Banking Division; and

(d) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI V. DHANANJAYA KUMAR):

(a) and (b) Yes, Sir. The suggestions made by the National Federation of State Co-operative Banks Limited have been forwarded to the Task Force, appointed by Government to study the functioning of co-operative banks in the country and to suggest measures for their revival/restructuring. The report of the Task Force is in advance stage of finalisation. Further action will be taken after the report is submitted by the Task Force.

(c) and (d) There is no proposal at present to set up any separate Cell in the Banking Division for Cooperative Credit.