

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:592
ANSWERED ON:25.11.2005
INDUSTRIAL HOUSES FLOATING BANKS
Jagannath Dr. M.

Will the Minister of FINANCE be pleased to state:

- (a) whether any proposal to allow industrial houses and Financial institutions to float banks is on anvil ;
- (b) if so, the details thereof; and
- (c) the steps proposed to be taken to safeguard the depositors of banks floated by the industrial and the financial institutions ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHBI S.S. PALANTMANICKAM)

- (a) No, Sir. Reserve Bank of India is not considering any proposal to allow industrial houses and financial institutions to float new banks at present.
- (b)& (c) : Do not arise.