

## **FICCI President comments on Government's PSBs Recapitalisation Plans**

**New Delhi, 03 August 2015:** Commenting on the recapitalisation plan for public sector banks put out by the government, **Dr. Jyotsna Suri, President, FICCI** said "This is a positive development as it would help meet both the capital adequacy requirements of the banks as well as help build on-lending capacity to fuel growth in the economy. FICCI welcomes this move and hopes that as public sector banks get further support from the government, they would also introduce a cut in lending rates commensurate with cuts announced by RBI in the policy rate".

"FICCI has been suggesting that the fiscal space created on account of savings in fuel subsidies and increased tax revenues due to better coverage and compliance should be utilised for recapitalisation of the banks. This four year plan announced by the government augurs well for the health of the banking sector and is another step forward in government's concerted efforts to enhance growth of the economy", **added Dr. Suri.**

**FICCI MEDIA DIVISION**