

All India financial institutions (AIFIs)

3.62 Financial assistance sanctioned and disbursed by all-India financial institutions (excluding IDBI which was converted into a bank with effect from October 11, 2004) declined during 2004-05 mainly due to a sharp decline in the sanctions and disbursements by LIC. Consolidation in the banking sector

has also encompassed the Development Finance Institutions, which have been the traditional providers of long-term finance. The complexities involved in harmonising the role and operations of these institutions were examined by the RBI which allowed reverse merger with their commercial banking subsidiary. (Table 3.10)

Table 3.10: Assistance by AIFIs				
<i>(Rs. crore)</i>				
Institutions\Years	2001-02	2002-03	2003-04	2004-05
A. Sanctions				
1. DFIs	28,492	22,747	22,148	32,191
2. Investment institutions	8,372	5,658	23,197	10,294
Total	36,864	28,405	45,345	42,485
A. Disbursements				
1. DFIs	21,594	17,716	15,029	16,970
2. Investment institutions	10,398	7,488	16,989	8,972
Total	31,992	25,203	32,018	25,942
Notes:				
1. Excluding ICICI and UTI				
2. Data are provisional and net adjusted for their institutional flows.				
3. DFIs include All India Development banks and specialised financial institutions.				