

Banks' balance sheet cleaning among central bank's priorities

The issue is part of an unfinished agenda, beside moving inflation to a comforting level

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RBI Governor Raghuram Rajan at the news conference after the bi-monthly monetary policy review in Mumbai. Photo: Reuters

Cleaning of banks' balance sheet is part of an unfinished agenda, said Reserve Bank governor Raghuram Rajan, beside moving inflation to a more comforting level and making banks fit to be able to fund growth. "We are working with the government to facilitate the process. There are discussions on mechanisms that will leave projects with the right capital structures, as well as access to credit, with also some incentives to promoters to earn their way out of difficulties," he told journalists after the policy review on Tuesday. Rajan said a variety of stressed asset ...

