STIMULUS PACKAGE, EASING OF LOCKDOWN likely to bring demand, especially from rural and semi-urban areas

NBFCs See Opportunities Opening Up
Prepare to Give Fresh Loans in June

Mumbai: Bankers are looking at a revival in demand, especially from rural and semi-urban areas, and are preparing to give fresh loans as lockdown eases and sentiment boosts trading. The economy had come to a halt during the nationwide lockdown that started on March 25. While these payments are small and represent only 0.8% of GDP, said CLSA. While these payments are small and represent only 0.8% of GDP, said CLSA.

Many borrowers who had opted for moratorium are now paying portion of dues

Smart Investing

Counteracting FIIs’ SBI Suggests Omnibus Pact for Fast Loan Rejig

Mumbai: With Indian markets, especially the Sensex and the Nifty, hitting new highs, activities are advancing towards full-scale operations. The Sensex hit an all-time high of 48,000 on Monday, driven by gains in Infosys, Tata Motors, and ICICI Bank.

SBI Chairman Dinesh Mohaniya said he expects a bullish sentiment to continue with the opening of the lockdown, which is expected to bring a strong demand for loans. He added that the bank has started disbursing emergency loans to individual and corporate customers to support them during this tough time. The bank has also launched a special scheme for small and medium-sized enterprises (SMEs) to help them navigate the current market conditions.

Meanwhile, the Reserve Bank of India (RBI) has also taken steps to provide liquidity support to banks and other financial institutions. The central bank has announced a series of measures to support banks, including an increase in the quantum of liquidity provided through the liquidity management framework and an extension of the term deposit facility.

The current market sentiment is also1 being supported by the government’s fiscal measures, which are expected to boost domestic demand and growth. The government has announced a fiscal package worth Rs 20 lakh crore, which includes measures to support the affected sectors such as agriculture, small industries, and transport.

The government has also announced a stimulus package worth Rs 20 lakh crore, which includes measures to support the affected sectors such as agriculture, small industries, and transport. The package includes measures such as increased debt guarantees, extension of moratoriums, and financial support to small industries and MSMEs.

Many of these measures are likely to boost demand, especially from rural and semi-urban areas, and support the revival of the economy. However, it is important to note that the recovery will depend on several factors, including the pace of vaccination, the ongoing health crisis, and the effectiveness of the fiscal measures implemented by the government.

In conclusion, the current market sentiment, supported by government measures and the resumption of economic activities, is likely to boost demand and drive the revival of the Indian economy. However, it is important to continue monitoring the situation and taking necessary precautions to prevent any potential setbacks.