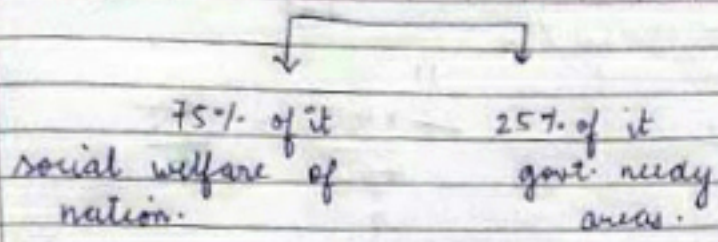


Q] What is the strategic disinvestment plan of IDBI in India? Discuss.

A] Recently, in the Union Budget 2020-21, F.M of India announced a target of specific amount from privatisation & hence IDBI disinvestment took place.

- Strategic disinvestment is the investment which transfers the ownership of public sector entity to private or some other entity.
- Govt holds less than 51% of shareholding in this.
- Currently LIC is the promoter of IDBI.
- KPMG - as transactional advisor.
- This disinvestment took place due to following reasons:-
 - There was a pressure to raise resources to uplifting the downturn economy.
 - Government of India wants to improve the economy in certain sectors which needs funding.
Hence, this will help the government to focus on that.
- The disinvestment fund will get channeled in National Investment Fund.
- It distributed the money in a particular way.



Hence, it will help India attain a more viable country in means of health, education & various sectors.

~~Example~~