

Re: Parliament Question | Unstarred Question No.- 4745

Subject: Influence of Large Corporate Houses on Policy Decisions

Question	IFCI response
a. The measures taken /being taken to strengthen corporate governance and prevent fraud in large corporations, particularly in the light of recent financial scandals	The Reserve Bank of India (RBI) has issued the modified Master Directions on Fraud Risk Management in Non-Banking Financial Companies (NBFCs) (including Housing Finance Companies), vide direction no. RBI/DOS/2024-25/120 DOS.CO.FMG.SEC.No.7/ 23.04.001/2024-25 dated July 15, 2024. IFCI Limited has a Board approved Fraud Risk Management Policy, which is based on the aforementioned Master Directions. Does not pertain to IFCI Ltd.
b. Whether the Government has assessed the increasing influence of large corporate houses on policy decisions and if so, the steps taken/being taken to ensure transparency and prevent undue corporate influence manner in which the Ministry plan to balance the need for revenue with the developmental objectives of cooperatives in rural and agricultural sectors	Does not pertain to IFCI Ltd.
c. The status of regulatory action against companies that violate labour laws, environment laws and financial regulations and the number of such cases recorded during the last three years	Does not pertain to IFCI Ltd.
d. Whether the government is considering stricter corporate social responsibility (CSR) regulations to ensure that companies contribute meaningfully to social welfare; and	The Companies (Corporate Social Responsibility Rules), came into existence in 2014. Thereafter, the Companies (Corporate Social Responsibility Policy) Amendment Rules 2021] were enacted so as to ensure that Companies contribute meaningfully to social welfare. Further, as the average profit for the last three preceding years was negative, IFCI has no CSR Budget in FY 2024-25.
e. If so, the details thereof	Does not pertain to IFCI Ltd.
