World Financial Crisis 14th February 2009

Impact of Crisis in India



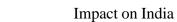
It is often said that when the US sneezes the rest of the world catches cold

US Sub-prime

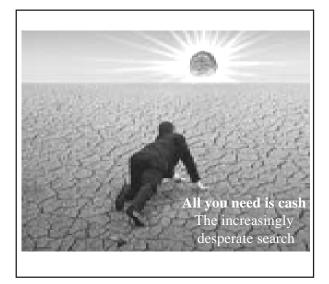


'What started of as a subprime crisis in the US housing mortgage sector, has turned successively into a global banking crisis, global financial crisis and now a global economic crisis'

- D. Subba Rao







EXTERNAL TRADE OIL PRICES HIT REVERSAL OF CAPITAL FLOWS

Why and how Indian crisis could occured?

- Drying up of overseas financing
- Constraints in raising funds
- Decline in internal accruals of the Corporates
- RBI's attempts to stabilize the Rupee
- Banks increasing holding of liquid assets

