

AGENDA NO.	1
DATE OF MEETING	27.05.14
MEETING NO.	47

**Performance Highlights of Banks/SLBC in Jharkhand
In AFY 2013-14**

- No of New Branches opened in the State - 286
- No of New ATMs Established in the State - 514
- No of New Villages(below 2000) Covered - 4873
- No of USB Established - 760
- Overall Achievement in ACP (2013-14) ,

(Rs.in Crore)

Category	Achievement	Target	Percentage Achievement
i. Sanc.& Utilized Within the State	16594.69	22953.54	92.95%
ii. Sanc. Outside the State but Utilized Within the State	4741.28		
TOTAL	21335.97		

- More than 70% Achievement in MSE, Housing & NPS Sector in ACP 2013-14.
- More Active Role of SLBC.
- More support envisaged from State Government.
- No of Bank Accounts Seeded With Aadhar Number - 947987

Urgent Matters Requiring Immediate Attention of the House

- ✚ **Poor performance in Disbursement under Agricultural Sector in ACP 2013-14. With Achievement of only 41.34% of Target. Concrete Steps required for Boosting of Credit in Agriculture,keeping in view ambitious Allotment of Disbursement Target of Rs.6335.00 Crore in Agriculture Sector envisaged in ACP 2014-15 for the State.**
 - Vision Document of Planning Commission/ICAR on growth of Agricultural Sector with proper impetus on growth of Allied Activities.
 - Popularization and adoption of subsidy linked scheme of NABARD & GOJ for boosting allied Activities.
 - Extremely poor performance of Pvt. Sector Banks some of the Public Sector Banks under Agricultral Advances in General and KCC in particular.
 - Non Availability of Land Records(L.P.C)/Current Revenue Receipt in the State. Proposal of Sub Committee of SLBC on Agriculture for Authenticated/Vetted Declaration of Applicant, by authorized Official of Revenue Department of GOJ in place of L.P.C/Revenue Receipt,for KCC upto Rs.1.00 Lac(Format in Encl. - 2).
- ✚ **Slow performance of Banks in Activation of Alternative Delivery Channels under Financial Inclusion Plan of GOI/R.B.I viz. Adoption of CSC at Panchayat Level for setting up U.S.B, Coverage of villages below 2000 and opening of Brick & Mortar Branch in them. Activation of Micro ATM, Regular on site ATM in R/SU Branches.**
- ✚ **CD Ratio – CD Ratio of some of the Banks is below 30%. Regional Imbalance in CD Ratio among the U/SU/R Centers.**

- ✚ Addition of Authorised Dealer Branches in the State for boosting FOREX and Export Finance.
- ✚ Decisions taken at SLBC Level is not percolating Down to the Bank Branches and Lower level of GOJ and also not getting implemented, thus requiring more Involvement of the Controllers of different Banks & top level functionaries of GOJ.
- ✚ Long pending matters with some of the Departments of Government of Jharkhand viz. Amendment of PDR Act & Bihar Money Lenders Act etc., Support in Disposal of Certificate Cases and deployment of dedicated Certificate Officers, Up dation of Land records.
- ✚ Proposal of Department of Institutional Finance & Programme Implementation,GOJ
Imposition of Regulatory Embargo on the Banks having extreme poor performance in Disbursement in Agricultural Sector and K.C.C, Priority Sector Advances and also poor CD Ratio.
- ✚ Security of Currency Chests and Non Deployment of SISF.
- ✚ Construction of RSETI building not getting started.
- ✚ Poor Issuance of RUPAY cards in KCC Accounts.
- ✚ Concern regarding rising N.P.A Level and in adequate support mechanism of State Government.

AGENDA NO.	2
DATE OF MEETING	27.05.2014
MEETING NO.	47

Confirmation of the minutes of 46th SLBC meeting held on 18th February,2014.

- Minutes of 46th SLBC meeting of Jharkhand State held on 18th February,2014 along with the Addendum of the same ,circulated to all concerned, enclosed for ready reference as Enclosure No.-1
- The Status of action entrusted to various stake holders are placed in Page No - 7
- Minutes may please be confirmed by the house as no further communication requesting amendments has been received.

AGENDA NO	3
DATE OF MEETING	27.05.2014
MEETING NO	47

Action taken report on the decision taken in previous SLBC meetings.

Issues pertaining to State Govt.

SN	Pending since	ISSUES	PRESENT STATUS (AS OF 15.05.2014)
3.1.1	22.03.2002	<p>Updating of land records and Amendment in tenancy Act (S.P.T Act & C.N.T. Act) State Govt. is to update land records and consider necessary amendment in tenancy Act to enable the farmers and entrepreneurs to offer land as collateral security for raising credit from Banks.</p>	<p>(a) Digitization of Land records already started in 13 Districts. Fresh Tendering process started for selection of New Agency for the remaining Districts. (b) On-Line Mutation of Land records started in 6 Circles of 3 Districts viz. Ranchi, Hazaribagh & Bokaro (c) A sub-committee has been formed by the "Jharkhand Tribal Advisory Committee", the sub committee would submit recommendation/report on availability of Education Loan to the Tribal Students against mortgage of Land . The Recommendations are awaited.</p> <p>Development Since Last Meeting of SLBC -NIL</p>
3.1.2.	22.03.2005	<p>Amendment in PDR Act- State Govt. in line with MP & UP recovery Acts, which are model PDR Acts, shall make necessary amendment on the issue of paying fees upfront and incentives to Recovery Officer , as per the Pattern adopted by Govt. of Orissa & Bihar</p> <p>Time Line Suggested in 46TH SLBC Meeting- 2 Months.</p> <p>*Copy of the Act applicable in U.P has been provided to GOJ by SLBC</p>	<p>Modification has been done in Section -5 of the Act on the Matter of Payment of Court Fee by the Nationalised Banks vid. Notification No-127 Dt.-16.02.13 ,But, the Gazette Notification has not been made available as yet.</p> <p>Development Since Last Meeting of SLBC -NIL</p>
3.1.4.	20.03.2009	<p>"Amendment to the Bihar Money Lenders Act 1974 and Rules" as prevalent in Jharkhand.</p> <p>Time Line Suggested in 46TH SLBC Meeting- 1 Month.</p> <p>*Copy of the Act applicable in Bihar has been provided to GOJ by SLBC</p>	<p>Matter in Advanced stage , Notification to be issued SHORTLY BY GOJ. (Matter referred to Deptt. of IF & PI, GOJ by Deptt. of Law on 25.4.14)</p>

3.1.5.	29.09.2010	Deployment of Dedicated Certificate Officers for Recovery of Bank's dues.	Matter referred to Board of Revenue, modalities being worked out for implementation.
		Time Line Suggested in 46 TH SLBC Meeting- 1 Month.	Development Since Last Meeting of SLBC -NIL
3.1.6.	19.02.2002	Security arrangement for safety & security of Banks Treasure in Jharkhand	The Principal Security , Department of Home ,GOJ, informed in the 3 rd Meeting of SLBC sub committee on security held on 20.12.2013 , that the deployment of the Batallion of State Industrial Security Force will be done shortly for the purpose of security of Banks. (Copy of Letter of RBI & SLBC dddressed to I.G Police is attached in Encl. No - 3)
		Time Line Suggested in 46 TH SLBC Meeting- 2 Months	
3.1.7.	01.12.2008	Allotment of land to R-SETIs	➤ Land not allotted – 3 (Garhwah,Pakur,Palamau) Dtails of RSETI Land allotment & Building construction is in Enclosure-)
3.1.8	9.05.13	Notification for declaration of competent authority for approval of Building Plan in localities outside/below the area of Municipal authorities.	1. Matter being enquired by GOJ on practices being followed in neighboring states for taking urgent decision on the subject.
			Development Since Last Meeting of SLBC -NIL

Issues Pertaining To Banks

SN	Pending since	ISSUES	PRESENT STATUS
3.1.9	25.10.2011	Uploading of Service Area Plan on the respective district websites maintained by NIC	SLBC is pursuing the matter with the LDM for periodic updation of the already uploaded Data
3.1.10	9.05.13	Pre fixation of calendar of DLCC/DLRC at the District level with the prior consent of The Chairman of the Committee i.e Dy. Commissioner.	1.Decided in the 45 th Meeting of SLBC that DLCC Meeting will take place on the Second Saturday in the next month following the qr. Ending month in all the Districts as far as possible.All the LDMs are informed accordingly. 2. It was instructed by the GOJ that the DLCC meetings should be conducted under the Chairmanship of DC/DDC only.

3.1.11	2013	<p>Construction of RSETI building not being started by BOI, SBI, Allahabad Bank, PNB, Canara Bank.</p> <p>Details of pendency in Enclosure No-12(D)</p>	<p>1.The Fund allotted by MORD,GOI is falling short for construction of the Building of RSETI as per the Model plan suggested by them.</p> <p>2.All the above mentioned Banks are advised to submit the Estimate of Construction so that the Matter may be taken up at appropriate level.</p> <p>3.Mean while other related Matters such as obtaining the possession, appointment of Architect & Contractor etc. should be completed.</p>
	2013	<p>Reporting of sub sector wise performance of Districts to be done by LDM offices in LBR I,ii,iii format.</p>	<p>1.All the LDM offices has been advised to report in the prescribed format of LBR I,ii,iii</p> <p>2. NABARD, R.O, Ranchi is on the process of obtaining the reporting software of "Samriddhi" from their H.O.</p>

Status of Compliance on Minutes of 46th Meeting of SLBC

S.N	Subject	To be Complied by	Status of Compliance
1.	Low CD Ratio/Poor Achievement in ACP 13-14	Matter reported to the CMD of various Banks Viz.ING Vysya,Lakshmi Vilas,CBI,SIB,Federal Bank,Andhra Bank Vijaya Bank,PSB,Indian Bank,OBC,IOB,SBP,BOM,J &K,Yes Bank,	Response received from J&K Bank,IOB,Andhra Bank,ING Vysya,Federal Bank etc. assured to initiate remedial & corrective measure for Improvement.
2.	Various Issues as given in the Enclosure No-4	The Controlling Heads of Jharkhand of various Banks.	Response /Action Plan Not Received from Many Controlling Offices of the Bank.
3.	Deployment of SISF at Currency Chests.	The Inspector General of Police(OPS),Jharkhand	Yet to arrive at decision.
4.	Amendment of Bihar Money Lenders Act,1974	The Secretary,Department of Law ,GOJ	Matter referred to The Prin. Secretary, Deptt. of IF & PI by The Secretary,Department of Law ,GOJ
5.	→ Updating of land records and Amendment in tenancy Act → ..Amendment in PDR Act. → Deployment of Dedicated Certificate Officers for Recovery of Bank's dues.	The Principal Secretary Revenue & Land Reforms Department, Government of Jharkhand	Action initiated but present status not reported.

AGENDA NO	4
DATE OF MEETING	27.05.2014
MEETING NO	47

**KEY INDICATORS OF
ALL SCHEDULED COMMERCIAL BANKS**

Overall Position under Key Business Parameters as on 31st March,2014 is as under :

		(Rs. in crore)			
Sl. No	Items	31.03.2012	31.03.2013	31.03.2014	Bench Mark
1	Deposit	84957.89	100210.31	118646.05	
2	Credit	44127.81	52234.31	58202.91	
	Core CD Ratio (%) (without RIDF etc.)		52.12	49.05	
3	Credit as per place of utilization* & RIDF**	6914.41	7361.28	12552.84	
4	Total Credit	51042.22	59595.59	70755.75	
5	CD Ratio (%)	60.08	59.47	59.63	60
6	Priority Sector Advances (PSA)	23828.49	32916.11	41890.05	
7	Share of PSA to Total Advances(%)	54.00	63.01%	71.97	40
8	Agricultural Advances	5732.48	6963.43	10186.33	
9	Share of Agricultural Advances to Total Advances (%)	12.99	13.33	17.50	18
10	i. Micro & Small Enterprises Advances	12089.03	18126.60	23391.42	
	ii. Share of Micro Enterprises in MSE		36.77%	38.89%	
11	Share of Micro & Small Enterprises to Total Advances (%)	27.40	34.70	40.18	
12	Advances to Weaker Sections	7988.85	7230.49	8304.03	
13	Share of Weaker Section Advances to Total Advances (%)	18.10	13.84	14.26	10
14	DRI Advances	270.92	92.62	32.90	
15	Share of DRI Advances to Total Advances of last March (%)	0.82	0.18	0.06	1
16	Advances to Women	2821.59	6830.47	10211.79	
17	Share of advances to women in Total advances (ANBC) (%)	6.39	13.08	17.54	5
18	Advances to Minorities (Amount)	1783.75	3040.00	3976.40	
19	Share of Advances to Minorities under PSC (%)	7.48	9.23	9.49	15
20	N.P.A		2766.88	3332.80	
	PERCENTAGE TO GROSS-CREDIT		5.29	5.72	
21	Branch Net-Work (in no.)-Rural	1234	1262	1341	
	Semi-Urban	513	584	695	
	Urban	484	539	635	
	Total	2231	2385	2671	
22	ATM installed in Jharkhand	1230	1751	2265	

*Annexure- V , ** Enclosure no - .5

As per Annexure - I,, Annexure-II ,Annexure-III, ,Annexure-IV

Observations:

Deposit growth

The Aggregate Deposit of the Banks in the State of Jharkhand grew by Rs. **18435.74** crore on YoY basis as on 31st March, 2014, in absolute term, representing a YoY growth of **18.40 %**.

Credit Growth

The Net Credit of the Banks in the State grew by Rs. 11160.16 Crore on YoY basis as on 31st March, 2014. Thus credit expanded by **18.72 %** during the review period which is quite satisfactory.

CD ratio

CD ratio of the Banks increased from 59.47 % to **59.63 %**, (from 31st March, 2013. To 31st March, 2014).

Priority Sector Advance

Priority Sector Advance registered a Y-to-Y growth of Rs. 8973.94 Crore representing growth of **27.26 %** on Y-to-Y basis as on 31st March, 2014. Priority Sector being **71.97 %** of gross credit is well above the National benchmark for Banks of **40%**.

Agriculture Credit

Agriculture Credit stands as on 31st March, 2014 at Rs. **10186.33**, which is **17.50%** of Gross Credit. In absolute term Agriculture credit grew by **Rs. 3222.90** crore on Y-to-Y basis, representing a growth of **46.28 %**. The Growth is substantial, however there is scope for further growth in the sector, which the Banks will have to explore.

Weaker Section

Advance to Weaker Section by the Banks in Jharkhand is Rs. 8304.03 crore (**14.26%**), is well above the National benchmark of **10%**.

Advance to Women

Advances to women as on March, 2014 is Rs 10211.79 crore showing an increasing trend from March, 2013 and reached to **17.54 %** of total credit, which is above the National benchmark of **5%**.

Advance to Minority Community

Advance to Minority community is increased from **3040.00** crore to **3976.40** crore on Y-to-Y basis representing a growth of **30.80 %**. However, it is **9.49 %** of Priority Sector as on March, 2014, which is below the stipulation of **15%**, it requires the attention of all the stakeholders in light of Sachhar Committee recommendation.

Branches & ATM opened during AFY 2013-14

Rural	79
Semi Urban	111
Urban	96
Total	286
ATM	514

C D Ratio of the State as On 31st March,2014

In terms of the guidelines of the Govt. of India and RBI Letter No. RPCD(Ran) no/373/11.4.07/2010-11 dated 10.02.2011 and Circular no. RBI/2005-06/ref RPCD.LBS.BC.No.47/02.13.03/2005-06 dated 09.11.2005, **C D Ratio of the Banks should be monitored at the State Level (SLBC) considering indicators viz credit as per place of utilization & RIDF.**

Accordingly, the C D Ratio of the state of Jharkhand stands as under:-

Particulars	March,2013	March,2014
Deposit	100210.31	118646.05
Credit(As per place of utilization+RIDF)	59595.59	70755.75
CD Ratio	59.47	59.63

(Annexure-4, Annexure - 5)

NOTE : Please Refer to Data Sheets given in Annexures for Detailed Analysis of CD Ratio on the basis of Various Parameters viz.on the basis of R/SU/U Centres, Bankwise & District wise reviews etc.

Category of Branch Wise Distribution of C.D.Ratio

Category	March,2013	March,2014	Variations
Rural	41.22	36.57	(-)4.65
Semi -Urban	38.99	34.32	(-)4.67
Urban	65.89	64.59	(-)1.30
Total	52.12	49.06	(-)3.06

 C.D Ratio of Banks in various Performance brackets are given in Page No- 15(a).

AGENDA NO	5
DATE OF MEETING	27.05.2014
MEETING NO	47

5.1 REVIEW OF ACHIEVEMENT
UNDER ANNUAL CREDIT PLAN (ACP) : 2013-14
As on 31st March,2014

OVERALL POSITIONS:

Sector wise achievement of Banks in implementation of Annual Credit Plan (2013-14) as on 31st March,2014, vis-a-vis previous year is as under:
(Rs. in crore)

Sector	Annual Target (2012-13)	Achievement as on 31.03.13		Annual Target (2013-14)	Achievement as on 31.03.14	
	Amount	Amount	%	Amount	Amount	%
1	2	3	4	5	6	7
Agriculture	2636.62	2248.42	85.28	5566.75	2301.37	41.34
MSE	3815.53	4159.54	109.02	4690.40	4285.61	91.36
OPS	3012.14	2041.17	67.77	5211.69	3318.04	63.66
Total Priority	9464.28	8449.13	89.27	15468.84	9905.02	64.03
Non Priority	9535.72	8900.25	93.34	7484.69	6689.67	89.37
Total	19000.00	17349.39	91.31	22953.53	16594.69	72.30

5.1.2 Bank/District wise and sector wise Target and Achievement under ACP as on 31st March,2014 is given in Annexure – VI

Achievement of ACP after Including Additional Sanction/Disbursement done Outside the State but Utilized Inside Jharkhand

(Rs.in Crore)

Category	Achievement	Target	Percentage Achievement
i. Sanc.& Utilized Within the State	16594.69	22953.54	92.95%
ii. Sanc. Outside the State but Utilized Within the State	4741.28		
TOTAL	21335.97		

OBSERVATIONS

- ❖ The Total Disbursement during AFY 2013-14 under ACP in Agriculture, MSE ,OPS and Total Priority sector is higher than Disbursement during AFY 2012-13 .However The overall Disbursement under ACP is slightly lower than previous financial year, The Achievement in Agricultural Sector is only 41.34% of the Target. The percentage of Achievement is lower because of almost 111% jump in Target of Agricultural Sector in AFY 2013-14, over the Target given in Agricultural Sector in AFY 2012-13. Still ,this is a matter of concern and warrants immediate attention.
- ❖ Target of Rs.5500.00 Crore in Agriculture Sector has been Allotted by the Sub-Committee of SLBC on Agriculture & Allied Activities , being the share of Jharkhand of the National Target of Rs.7.00 Lac Crore given by GOI In this segment).
- ❖ The matter of less disbursement of Rs.754.70 Crore in Total Advances, than the Disbursement figure in yr. ending March,2013 is a matter of concern to Banks.NABARD to introspect this achievement and P.L.P Projections.
- ❖ The Banks in Jharkhand State to take up the matter with their Corporate Office to earmark the credit limits sanctioned outside state but utilized within State with their Branches located inside Jharkhand.
- ❖ Category & Segment Wise ACP Achievement in Percentage (%) vis-à-vis Target for AFY 13-14.

Category Of Banks	Agriculture	MSE	TOTAL PSA	TOTAL NPS	TOTAL ADV.
Public Sector	42.26	93.14	71.41	77.40	73.56
Pvt. Sector	23.92 (vis-à-vis Revised Target ofv Rs.477 Cr.)	116.08	99.40	223.95	153.50
R.R.B	38.83	60.58	31.67	59.00	35.28
Co-operative	9.71	1.31	16.14	18.88	16.67

- ✚ On Analysing the above Table it is observed that the Disbursement in Agriculture is inadequate for all the categories of Banks, during the current FY. However , the Achievement of 23.92 % for Private Banks, vis-à-vis revised Target given to them ,and the Achievement of 9.71% of the Co-Operative Sector(**Total amount Disbursed Rs.18.00 Crore only for the entire State**) are matter of deep concern, specially in the background of quite a number of special Meetings of controllers of the Pvt. Sector Banks, convened by different stake holders viz. SLBC,NABARD & also Govt. of Jharkhand, appealing for the improvement in disbursement by these Banks in Agri. Sector.
- ✚ Furthermore, the low Disbursement percentage of the R.R.B & Co-operative Banks in Agriculture and Total PSA is also causing concern. because these segments are considered to be their thrust and focused area of operation.

- ✚ The achievement of Public & Private sector Banks in MSE &NPS , in sanctioning Credit to these segments, is found to be satisfactory.
- ✚ Non availability of current land records, stringent Acts on Land mortgage, Limited period availability of crop insurance that too for selective crops only coupled with security environment and recovery climate are acting as deterrent factors for disbursement in Agriculture sector.
- ✚ **Category Wise Average Disbursement Per Branch** ,

Category of Banks	No of Branch As of 31.03.14	Amt. Disb. In Lacs		Average Disb. Per Branch (Rs.in Lacs)	
		In Agri Sector	In Total Advances	In Agri Sector	In Total Advances
Public Sector	1904	174550	1299235	91.67	682.37
Pvt. Sector	205	11413	242820	55.67	1184.48
RRB	442	42365	112531	95.84	254.59
Co-operative	113	1808	4881	16.00	43.19
TOTAL	2664	230136	1659467	86.38	622.92

- ✚ A.C.P Achievements (2013-14) of Banks in various Performance brackets are given in Page No- 15(a).

ANNUAL CREDIT PLAN (A.C.P)2014-15

1.The DLCC of all the 24 Districts of the State has finalized their ACP for the AFY 2014-15 and have sent the same to SLBC after approval in the DLCC Meetings of All the Districts. The SLBC has consolidated the ACP 2014-15 of all the Districts for arriving at the Annual Credit Plan (2014-15) for the State of Jharkhand. The Detailed Plan(Bankwise/Districtwise) is attached as **Enclosure No.-6 & 6(A)**. The Broad Category wise Plan Out Lay of the State is given below, **(Rs in Crores)**

PRIORITY SECTOR ADVANCES							
Agriculture			MSE	Education	Housing	Others	Total Priority Sector
Direct	Indirect	Total					
4466.88	1124.89	5591.77	5532.95	622.69	1170.13	1169.93	14087.47
NON-PRIORITY SECTOR ADVANCES							
Heavy Industries	Medium Industries	Education	Housing	Others	Total Non-Priority Sector		
689.48	1311.75	306.43	401.49	6980.33	9689.48		
TOTAL ADVANCES						23776.95	

However,subsequent to the above DFS ,MOF,GOI has allotted a Target of Rs.8.00 Lac Crore , for Disbursement in Agriculture during 2014-15 ,for the entire Country vide Letter No.- F.No.3/38/2012-AC Dt.- 27.03.14.The Share of Jharkhand of this enhanced Target stands at Rs.6335.00 Crore. The Sub-Committee of SLBC on Agriculture and CD Ratio & ACP, has deliberated deeply in the matter in the Last Meeting held on 6.05 & 8.05.14 and has proposed to Accept the ACP 2014-15, as above, with an enhancement in the Target in Agriculture Sector only, as given below,

(Rs.in Crore)

Category Of Banks	Enhanced Target in Agri.Disbursement In ACP (14-15)	No of Branches In the State	Target Per Branch
Commercial Banks (Public Sector+Pvt. Sector)	5082.69	2109	2.41
RRB	1065.22	442	2.41
Co-Operative Bank	198.88	113	1.76
TOTAL	6346.79	2664	2.38

The Bank wise/District wise Allotment of the Enhanced Target in Agri. Sector is given in **Enclosure No- 7 & 7(A)**. The SLBC proposes to House to accept this Enhanced Target and approve the ACP 2014-15 accordingly. SLBC also advises the LDM/DLCC of each of the Districts to revise the ACP of their Districts accordingly.

With the aforesaid Proposal & Vision ,the Revised Plan out lay for 2014-15 will be as under ,

(Rs in Crores)

PRIORITY SECTOR ADVANCES							
Agriculture			MSE	Education	Housing	Others	Total Priority Sector
Direct	Indirect	Total					
4760.09	1586.70	6346.79	5532.95	622.69	1170.13	1169.93	14842.49
NON-PRIORITY SECTOR ADVANCES							
Heavy Industries	Medium Industries	Education	Housing	Others	Total Non-Priority Sector		
689.48	1311.75	306.43	401.49	6980.33	9689.48		
TOTAL ADVANCES						24531.97	

Target of Disbursement in Different Schemes in AFY 2014-15

SCHEME	Target in 2014-15 (Rs.in Crore)	
NRLM (Details in Encl. 11)	350.00	
PMEGP	NOT RECEIVED	
SJSRY		
WSHG Scheme of NABARD (Details in Encl. 9(a)	No of SHG For Credit Linkage	Amount
	34043	350.01

AGENDA NO	6
DATE OF MEETING	27.05.2014
MEETING NO	47

6. REVIEW OF LENDING

6.1. Agriculture and Kisan Credit Card, including new KCC scheme

Total Agriculture credit of all Banks in the state is Rs.10186.33 crore which constitutes **17.50 %** of the gross credit. Agriculture credit in the State is a bit lower than the National bench mark of **18%**. However, it is showing an increasing trend over the years. Focused attention of all the stake holders i.e. state Govt., Banks, NABARD and other agencies is needed.

STATUS OF KCC IN JHARKHAND

(Amt. In Crores)

Type Of Banks	Disbursement During 13-14		Outstanding In KCC Accounts		Farmers Covered By KCC Since Inception	
			AS OF 31.03.14			
	A/C	Amt.	A/C	Amt.	A/C	Amt.
PSB	277745	654.74	1030375	2887.43	2174531	4347.03
Pvt. Banks	3822	40.93	4547	52.57	10017	141.18
Total	281567	695.67	1034922	2940.00	2184548	4488.21
RRB	122453	321.30	386719	632.29	948530	1315.81
Coop.Banks	7199	12.49	13886	22.83	135281	52.40
Total	411219	1029.46	1435527	3595.12	3268359	5856.42

Budget of New KCC to be Sanctioned/Disbursed During 2014-15

No of KCC To be SANC./ Disb. in 2014-15	Amount In Lac
770300	308120

The Detailed Bankwise/Districtwise Budget of New KCC to be Sanctioned/Disbursed is Attached in Enclosure No -15

RuPay Credit Card

All normal KCC had to be upgraded as Smart KCC by 31st March, 2013 with the new system of credit limit assessment, to make it functional with ATM & POS. It is experienced that all the KCC holders have not been issued Rupay Cards due to one reason or another. Endeavour is being made to make Rupay Cards available to all the KCC beneficiaries.

So, far 304102 Rupay Cards have been issued by all the Banks in Jharkhand. Bankwise details is given in Enclosure No: 8

SUGGESTIVE MEASURES FOR BOOSTING UP BANK CREDIT IN AGRICULTURAL SECTOR IN JHARKHAND

1. Non- Availability of up-to date record of Land holding of Farmers is causing hindrance for sanction KCC & other Crop -loans for amount above Rs. 50,000.00 ,which is otherwise necessary as per R.B.I Guidelines. Due to increase in Scale of Finance etc. the Loan requirement is gradually increasing and proper land records such as LPC/Rent Receipt etc. are not regularly available at various Block Levels.

Alternative measure for Certification of Land holding from the Revenue Authority,GOJ

The Sub-Committee of SLBC on Agriculture & Allied activities has proposed in its Meeting Dated 6.05.14,that in case of Non-Availability of L.P.C,K.C.C upto an amount of Rs.1.00 Lac should be sanctioned on the Basis of Declaration of Land Records in prescribed Format(Specimen given in Enclosure No: 2) to be Authenticated/Vetted by Authorised Official of Revenue Department of Govt. of Jharkhand. Detailed proposal submitted by SLBC to Govt. of Jharkhand.

2. Presently , Crop Insurance cover is available upto very limited cut-off dates during Kharif & Rabi seasons. Apart from this, the crop insurance cover is not available for various other crops & vegetables.The above said factors are acting as deterrent factor for sanction & disbursement of crop Loan throughout the year. This warrants the need to re-look and revamping the procedure & method on urgent basis for providing crop insurance , with the following suggestions deliberated with various stake holders ,

(a) Removal of cut-off date for availing Crop Insurance throughout the year.

(b) The list of crops eligible for Crop Insurance cover should include vegetables and should be exhaustive in context of crops grown in Jharkhand.

(c) Simultaneously , the method of claim settlement under crop insurance should be simplified from it's present form.

3. Augmenting Agricultural Credit by putting suitable impetus on Allied Activities more specifically on the Subsidy Linked schemes of NABARD,GOJ of this segment.

4. In order to have further vision of growth in Agriculture Sector , and to augment institutional coverage under BGREI in the Jharkhand State vis-à-vis limitation posed in CNT/SPT Act , The House may deliberate on other alternatives viz. extending the State Govt. guarantee on Agricultural advances, advances to SC/ST, developing similar pattern on line of CGTMSE coverage for Agriculture Sector.

5. Augmenting Agriculture Credit through the share croppers, land less cultivators through feasible & Bankable Joint Liability Group to be identified by NABARD in consonance with the RBI guidelines.
6. Increasing the cropping intensity , bringing cultivable fallow land into cultivation and shifting from mono-crops to two crops or multiple crops by sensitization from subsistence to commercial Agriculture.
7. Early finalization of Scale of Finance by District Level Technical Committee , by m/o December for the coming year.
8. The co-operative sector should be adequately strengthened & equipped, so that they are able to play a significant contribution in Agriculture Advances.
9. Sensitizing farmers about the incentives available under subvention schemes for for improving recovery climate ,increasing size of KCC and augmenting Agricultural Credit through Media, Radio, TV,FLC,Rural "गास्ता" Camps etc.
10. Increasing emphasis on Planning Commission/ICAR vision document by increasing Irrigation Facilities,Development of Solar Energy Platform, Land Reclamation,Development of Horticultural Crops,Seed Multiplication,Post Harvest Operation in the term of Investment Credit.

**Agenda Item Incorporated by The Department of Agriculture
,Govt.of Jharkhand**

Proposed Agenda for SLBC regarding Agriculture and Allied Activities:

Following agenda points are proposed to be discussed in the SLBC meeting to give special thrust to lending under agriculture and allied activities for the year 2014-15:

(1) ACP in 2013-2014 :

(2) As per SLBC report achievement of Agri. and allied activities under ACP 2013-14 was only 41.34 % of the Target. There were 12 districts whose achievement was even below this state average. There is need to improve this performance urgently and accordingly clear action plan need to be drawn up by each bank, so that ACP targets for Agri. and Allied sectors in 2014-15 are achieved.

(3) Targets for 2014-2015:

Targets for agriculture sector ACP for 2014-15 needs to be fixed. There is difference in figures of NABARD and SLBC. While NABARD suggested the targets of 6335 core and SLBC suggested to 6287 Crores . Distribution of these targets almost all the banks, especially cooperative bank and Regional Rural Banks need to be looked into, as cooperative Banks have disbursed only Rs. 5.00 Crores last financial year. The Targets should be suitably adjusted so that they are achieved.

(4) Role of Private Banks: In spite of best efforts and persuasion by SLBC achievement of private banks under ACP is miserable. SLBC needs to take strong view of this situation and take stern action with recommendation for closer of branches in some cases to give a clear message to the Private Banks on this account.

(5) Kissan Credit Cards: Following issues need to be deliberated regarding KCC.

- (a) Individual average lending is only about Rs.28,000.00.,which is much less than National Average of about Rs.42,000.00 Each bank needs to come out with a clear action plan to reach at least average of Rs.40,000 by next 2 years.
- (b) In spite of clear instructions major Banks like – SBI and BOI are not issuing Rupay cards to KCC holders. Thus village farmers have to visit Banks branches often. The internal guide- line of these bank stipulate that card cannot be issued to illiterate farmers.Clearly these guide line are against the basic principle of the scheme and also violates the fundamental right of the citizen. SLBC need to fix the responsibility for this and strictly ban the issue of pass book under KCC.
- (c) Disposal of loan application must be made mandatory within maximum 15 days time. Current practice of keeping application pending at the Bank branches without any decision for month, should be stopped. NABARD has conducted the study about KCC which show some glaring finding like- not passing the benefits of interest subvention for prompt repayment to the farmers and lending/ processing/ annual/ inspection charge on KCC accounts. These issues need to be sorted out and a clear instruction issued for all Banks to follow.
- (d) It is proposed that each rural branch should ensure 100% coverage of KCC in at least one village under their jurisdiction in this financial year. This can be easily achieved with action involvement of farmers club etc.
- (e) Zonal seminars for agriculture lending and farmers club seminars shall be organized this year to spread awareness about agriculture lending.
- (f) Many Bank branches insist on revalidation of earlier pending application on the grounds of change of financial year which is legally not required. Hence, all Banks need to issue clear guide line on this point.
- (g) The limit of requirement of LPC to issue the KCC should be raised to Rs. 1.00 lakh so that farmers can avail the benefits easily.

(6) Regularly organizing DLCC and BLBC meeting :

In many district regularly meetings of DLCC and BLBC are not being conducted. Hence, there is no monitoring of financing under ACP. LDM's should be given a task to ensure that DLCC's are organized at least once in a quarter and BLBC every month so that the achievements under ACP can be reviewed and corrective measures taken if necessary. All Banks should instruct the Branch Managers for active participation.

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6.2. Finance to Micro & Small Enterprises (MSE) and Medium Enterprises

8.2.1. FINANCING TO MICRO & SMALL ENTERPRISES (MSE) (Priority Sector): (Accounts in Lacs) (Amt. in crore)

Sl. No.	Particular		Outstanding position as at the end of		
			March'2013	March'2014	
(1)	(2)		(3)	(4)	
1	Micro Enterprises		Accounts	2.80	3.55
			Amount	6665.56	9098.04
	a.	Manufacturing Sector	Accounts	0.77	0.62
			Amount	2546.06	3141.83
	b.	Service Sector	Accounts	2.03	2.93
			Amount	4119.50	5956.21
2	Small Enterprises		Accounts	1.29	1.91
			Amount	11461.03	14293.36
	a.	Manufacturing Sector	Accounts	0.53	0.65
			Amount	6557.37	8069.33
	b.	Service Sector	Accounts	0.76	1.26
			Amount	4903.66	6224.03
3	Total Micro and Small Enterprises (MSE sector)		Accounts	4.09	5.46
			Amount	18126.59	23391.40
4	a.	Share of Credit to Micro Enterprises in total credit to MSE sector	Percent share of amounts (stipulation :60%)	36.77	38.89
			b.	Share of credit to MSE sector in NBC/ ANBC	Percent share of amount

Credit Flow to Medium ENTERPRISES (Non Priority Sector): (Amounts in Crore)

Sl. No.	Particular		Outstanding position as at the end of		
			March'2013	March'2014	
(1)	(2)		(3)	(4)	
a.	Manufacturing Sector	Accounts	0.04	0.10	
		Amount	1825.11	840.73	
b.	Service Sector	Accounts	0.05	0.82	
		Amount	353.16	564.27	
c.	Total of Medium Enterprises		Accounts	0.09	0.92
			Amount	2178.27	1405.00

COVERAGE UNDER CGTMSE(Collateral Free Loans Upto RS. 1.00 Crore in MSME)

(Rs. In Crore)

COVERAGE UNDER CGTMSE			
MANUFACTURING		SERVICES	
A/C	AMT	A/C	AMT.
13572	637.57	37247	1453.78

Observation:-

- ✚ In Jharkhand, share of Micro sector credit in total MSE stands at **38.89%** as on March,14, against Bench Mark of **60%** as per RBI Guidelines.
- ✚ The MSME sector has a large scope in this State .Because the State of Jharkhand is an Industrially rich State having many Public as well as Private sectors giants operating in the State, along with so many Mines of diff. types of Minerals, Coal etc .The proper ancillary sector to these industries needs to be grown up. This segment should be further exploited for further growth in MSME in the State.
- ✚ There is a good potential of developing of Handloom & Silk Weavers of the Santhal Parganas region . NABARD is also ready to play a supportive role for development of this segment .The Banks operating in the districts of this region should come forward by sanctioning credit to the Handloom weavers, by issuing weavers credit card etc.(discussed in a separate chapter).
- ✚ It is observed that Export Credit is being done for products of Jharkhand from the various foreign exchange dealing Bank branches located at Kolkata, Mumbai etc. The local Bank branches should be adequately strengthened to deal in Export Finance to facilitate the Entrepreneurs.

6.3. Education loan

Performance of Banks under Education loan Scheme

(Amt. in crore)

Particulars	As on 31.03.2013	As on 31.03.2014				Total As on 31.03.2014	GROWTH Y-O-Y IN EDU.LOAN
		Public Sector Banks	Private Sector Banks	RRB	Coop. Banks		
No. of Account	55762	58202	109	1002	3	59316	3554
Amount (In crore)	1827.67	1996.28	3.02	22.59	.07	2021.96	194.29

- Educational Loan plays a Pivotal Role for development of the Human Capital of the country. This segment should be encouraged keeping the view of creation of human wealth for the coming generations and future of country as well.
- Every year large numbers of students from Jharkhand get admission in various Technical & Professional colleges of the country. Banks in Jharkhand should pay a pro-active role by sanctioning Educational Loan to this segment.
- The Banks in Jharkhand have disbursed 56.74% (Amount Rs. 425.05 Crore) vis-à-vis Target in Educational Loan (PSA) during AFY 2013-14. This further confirms the scope of development in this sector.
- A sub-committee has been formed by the “Jharkhand Tribal Advisory Committee”, the sub-committee would submit recommendation/report on availability of Education Loan to the Tribal Students against mortgage of Land. The Recommendations are awaited
- However the performance under Educational Loan for all Banks put together is not encouraging. Only 3554 beneficiaries were financed during the year against the huge potential. The per Branch enrolment is coming to the Tune of 1.36 Student per branch..
- Apart from this the state offers lot of scope for extending Loan facilities for skill development of youth to take up employment opportunities.

6.4. Housing loan

Performance of Banks under Housing loan Scheme

(Amt.in Crore)

Particulars	As on 31.03.2013	As on 31.03.2014				Total As on 31.03.2014	GROWTH Y-O-Y IN Hsg..LOAN
		Public Sector Banks	Private Sector Banks	RRB	Coop. Banks		
No. of Account	51644	55994	7084	701	5	63784	12140
Amount (In crore)	3749.71	3562.53	748.85	18.76	0.97	4331.11	581.40

- The Banks in Jharkhand have disbursed 72.47% of Target allotted in Housing sector (PSA) in the ACP of 2013-14.
- However there is a further scope of development in this sector. The absence of State Apartment Act, Non-Availability of Notification declaring competent authority for Approval of Building plan in places below Municipality level, are acting as deterrent factor for growth of this sector.
- The sub-committee of SLBC on Housing Finance has recently suggested to GOJ for enactment of Apartment Act in the state and also for finalization of the competent authority for approval of Building plan in places below Municipal level.

SUGGESTION :

Bankers of the State face difficulty for creation of charge by Mortgage and sanction Housing Loan during the construction stage of the Apartments , because presently the Sale Deeds are executed only after completion of construction of the Apartments. After enactment of State Apartment Act, this difficulty will be overcome and Bankers will be able to sanction Housing Loans during construction stage also. With enactment of this Act , agreement for sale for the full amount can be registered beforehand thus creating the Title Deed which will be available for creation of Mortgage. The Govt. will also be able to get upfront stamp duty for the entire sale consideration.

6.5 CREDIT FLOW TO SPECIAL CATEGORY OF BORROWERS

6.5.1 CREDIT FLOW TO MINORITY COMMUNITIES

The position as on 31st March,2014 is as under:
(Rs. in Crore)

As on 31.03.2013		%	As on 31.03.14		Target 15% of PSC
PSC	Minority Community		PSC	Minority Community	Share of Minority (%)
32916	3040.00	9.23	41890.05	3976.40	9.49

6.5.2 CREDIT FLOW TO WOMEN

The comparative position of 31st March,2014 is given below: (Rs. in Crore)

As on 31.03.13		PERCENTAGE OF CREDIT TO WOMEN	As on 31.03.14		Target of lending to Women (%)
Gross Credit	Of which to Women		Gross Credit	Of which to Women	5% of NBC
52234.31	6830.47	13.08	58202.91	10211.79	17.54

6.5.3 CREDIT FLOW TO DRI

The performance of the banks in this area as on 31.03.14,stands as under:
(₹ in Crore)

As on 31.03.13		As on 31.03.14		PERCENTAGE OF DRI TO NET CREDIT
Gross Credit	Of which to DRI	Gross Credit	Of which to DRI	
52234.31	92.62	58202.91	32.90	0.06

Steps to Boost DRI Advances :The participation of various Banks under DRI is gradually decreasing.The Banks should take new initiative to finance BPL people for small activities such as vegetable vendors, rickshaw puillers, small street vendors,hawkers etc. under DRI scheme.

CREDIT FLOW TO SC/STs

The comparative position of credit flow to SC/ST for quarter ended 31st March,2014 is given below:-

(Rs. in Crore)

Position as on March,2013		% to Total Credit	Position as on March,2014		% to Total Credit
Total Credit	Of which to SC/ST		Total Credit	Of which to SC/ST	
52234.31	6285.94	12.03	58202.91	8545.94	14.68

6.6. Scheme for financing of Women SHG


Govt. of India, MoF, DFS vide their letter no. F. No. 3/6/2011-AC (Vol. II) dated 04th January, 2012 has issued detailed guideline for promotion and support of Women SHGs in backward district of India.

This scheme is for promoting Women Self Help Groups in select districts of the country through identified NGOs/ other support organizations. Lead Bank of the selected district in coordination with the District Development Manager of NABARD who shall be responsible for implementation, monitoring and coordination of the scheme in the district. The scheme would be implemented through bank branches, having CBS facility, in each block of the identified districts. The LDM in coordination with DDM, NABARD and with the approval of DLCC will select the implementing branches, which may be from his own bank or that of any other Commercial Bank, RRB, Local Area Bank, Urban Cooperative Bank. It is desirable that each such branch of the bank has one nodal person for handling all matters related to SHGs including opening of SB accounts, processing for credit requests etc.

Progress of Women SHGs in the LWE effected Districts in the State of Jharkhand as of 31.03.14 is given below ,

No. of Districts	18
No. of Blocks	209
No. of NGO	127
No. of Nodal Branches	440
No. of SHG Savings Linked	32459
No of SHG credit Linked	2783
Amt. of Grant released	614.65
Amt. of Credit Disbursement	886.58

Please see Enclosure – 9 For District wise Details.

 **The Slow pace of Conversion of SB Linked Groups to Credit Linkage is a matter of concern. The participants from NABARD are advised to apprise the House about the Strategy and Action Plan for increasing the pace.**

AGENDA NO	7
DATE OF MEETING	27.05.2014
MEETING NO	47

7. FINACIAL INCLUSION

7.1. Roadmap- Provision of Banking Services in villages with population below 2000 as per RBI guidelines.

As per the direction of RBI the roadmap for less than 2000(2001 census) had been prepared and modified so that about 5% of the unbanked villages identified in a state are covered through branch mode. The revised Roadmap has been submitted to RBI, R.O. and also sent to the LDM of all the districts of the state along with the controlling heads of different Banks.All the uncovered villages of population below 2000 have been allotted to various Banks for coverage (Mapping of villages).The Bank wise details have been uploaded in the website of SLBC.

However , it has been observed that out of the Target of 14482 villages to be covered By 31.03.2014 only 7059 villages have been covered by various Banks in Jharkhand , thus reaching only 48.74% of the Target of March,2014.The Top Management of R.B.I central office has expressed concern over this tardy progress in coverage of villages below 2000. All the controllers of the various Banks are hereby requested to allocate desired priority in the subject and hasten to achieve the Target as of March,2014 allotted to them.

As per the Latest Guidelines received from DFS ,MOF,GOI vide Letter No : F.N/21/13/2009-FI(VOL.II-Pt.) Dt.-20.01.2014 ,the villages below 2000 in which Banking services are provided by a Movable B.C , at the village it self, by moving to the village on a fixed day, at least once in a Fortnight, will be considered as covered . The Banks should take advantage of this clarification and start employing the BCs for increasing the coverage of villages with a fast pace.

Branch Opening – So far as , 286 Branches have been opened by various Banks during AFY 13-14.

7.2 Mapping of Gram Panchayats and Planning for BCA/CSC for Sub- service area approach

Detailed guidelines of DFS , MOF, GOI has been incorporated as encl.15 Page 184 of the Agenda Notes of 42nd SLBC, the same is reproduced here as under:

- a) It shall be the endeavor to ensure that there is at least one bank branch/business correspondence Agent (BCA) in every Gram Panchayat.
- b) Bank need to ensure that about 1000 to 1500 households are available in Sub – service area of BCA.
- c) The first step that LDM has to take is to form Sub- Service area based on group of Gram Panchayat taking the population and geographical condition into consideration such that one Branch/BCA/CSC extend service to each sub-

Service area. In case any Panchayat requires more than one BCA/CSC , the sub service area for each BCA/CSC, within gram Panchayat must be specified.

- d) In case existing BCA is functioning satisfactory, the same should be continued and remaining households in the allocated sub service areas should be covered through the BCA.
- e) In case the existing BCA is stationed at a place other than Gram Panchayat headquarter, it should be ensured that the BCA serves the entire Sub- service area allocated to it.
- f) Wherever, there is either no BCA functioning or the performance of the existing BCA is less than satisfactory, the Common Service Centre (CSC) should engage as BCA.
- g) In the Sub- Service area where neither a BCA nor a functional CSC is available, new CSC or BCA should engage.
- h) The adoption of CSC centres for operationalisation of USB at SSA level is still lagging behind . Bank should immediately start USBs at the SSA allotted to them.

Mapping of Gram Panchayat has been completed in all 24 districts and roadmap has been prepared.

It has further been clarified by DFS, MOF, GOI by the above mentioned L etter. Dt.- 20.01.14 that if BCs posted at SSA Level move to villages on a fixed Day , then those villages will be taken to be covered.

7.3- Operationalization of CSC as Business Correspondent

In the view of roll out of Direct Benefit Transfer, the coverage in terms of population would be no longer be relevant and entire area of districts/states, as per roll out plan, would need to be covered with banking facilities.

Common Service Centres have been set up in the country under the Department of Electronics and Information Technology, Govt. of India under the National e-Governance Plan. In order to extend the outreach of BCAs, Public Sector Banks have signed an agreement with the CSC e-Governance Services India Ltd (CSC SPV), a special purpose vehicle setup by the Government of India to monitor and manage the Common Services Centre, for engaging CSCs as BCA. The Controlling Heads of various Banks are advised to deploy their CSC Agencies in the service area of various Branches , for activation of the USB , which are in turn to be made operational at SSA level. The USB thus set-up in the SSA level will be functional on kiosk mode with a Micro ATM essentially being deployed at all the USBs.

5432 Villages have since been covered by CSC/BCA in the state. It has been decided by various Stake holders that in order to strengthen the Delivery Channels at the village level , the Micro ATMs would be proved to be most effective mode and accordingly 739 Micro ATMs have been already deployed by the Banks across the state , however the process of deployment needs to be made faster.

7.4- Establishment of USB in the LWE Districts in Villages above 2000

The Department of Financial Services has instructed vide. Letter No- F.N-20/57/2010-FI, Dated-13.11.13, that the Establishment of USB in all the Allotted villages of Different Banks will have to be completed by 31.03.14.The SLBC has taken up the matter individually with all the Banks to whom villages have been allotted. Although reasonable progress could be achieved in this Matter and 921 USBs could be opened by various Banks against a Target of 1180,nevertheless there are still 259 villages left to be covered. The Bankwise list of remaining villages to be covered are given below.The Controllers of these Banks are requested to take the Matter on Topmost Priority and complete the job within a month.

SBI	Canara Bank	BOB	Syndicate Bank	BOM	Vijaya Bank	Andhra Bank	JGB	VGB	TOTAL
18	14	1	3	1	3	1	62	156	259

AGENDA NO	8
DATE OF MEETING	27.05.2014
MEETING NO	47

8. IMPORTANT ISSUES FOR IMPLEMENTATION AS PER MOF, GOI INSTRUCTION

8.1. Rollout of Direct Benefit Transfer in Jharkhand State.

- Direct Benefit Transfer Scheme is implemented by the Government of India from 01-01-2013 on pilot basis in selected districts in the country.
- The scheme was rolled out on 01-01-2013 in four districts viz. Ranchi, Ramgarh, Hazaribagh and Seraikrela- Kharsawan of Jharkhand State.
- The second phase of Direct Benefit Transfer Scheme has started w.e.f. 01-04-2013 which include Khunti, Lohardaga and Bokaro districts in the State of Jharkhand .
- All the remaining 17 Districts of Jharkhand state have been covered by The DFS, MOF, GOI vide Notification No. F.NO.6/41/2012-FI(VOL.V) Dt.-28th January ,2014(copy in Encl.-4. Page No.- 55)
- However , in Jharkhand state all the 24 Districts of the state have since been covered under DBT for Scholarship Amount to be paid to Pre-Matric & Post-Matric students under E-Kalyan scheid and also for Pension amount to be paid under NSAP Scheme.

(The District Wise Position of Seeding/Mapping on various schemes viz. 26 Schemes , MNREGA in 7 Pilot Districts and E-Kalyan & NSAP in all the 24 Districts is given in Enclosure No – 10,10(A),10(B)

Issues For DBT :

1. The implementation details of the proposed method of uploading the Data for seeding in **various Portals by GOJ**, for Downloading the Data by LDMs at various Districts , for the purpose of seeding at Bank Accounts at District level , should be clearly communicated .User I.D/Password has been allotted to LDMs for Downloading the Data, from the websites of NSAP,E-Kalyan , but the Training/Workshop of the LDMs, to be conducted by GOJ, for acquainting the methods & procedures could not take place,in spite of several follow ups made by SLBC.
2. The present method of sending the soft copy of the Data to the LDMs for mass uploading of Aadhar numbers in Bank Accounts for seeding/mapping should be formalized.
3. The Task Force on “Aadhar Enabled Unified Payment Infrastructure” had suggested, that Banks to be paid Processing Fee for Aadhar Enabled Payment system @3.14% with a cap of Rs. 20.00 per Transaction. This should be implemented in Jharkhand to incentivize the Banks for working pro-actively in the scheme.

4. Proper coordination should be established at State/District level between the Govt. and Banks and any change in the methodology of implementation or expansion in coverage should be preferably done after detailed discussion in a Meeting between Govt. Officials , SLBC and Nodal officers of DBT of various Banks.

Strengthening of “ Aadhar Based Payment System”

Keeping in view the large volume of Transaction to be taken place for Transfer of subsidy, wage etc. for 26 schemes, NSAP,Mnrega etc., the Delivery Channels viz. Micro ATM,USB,ATM etc. should be adequately strengthened . The house also may discuss on development of an in-built system for passing on the information of benefit being transferred to the Bank Accounts of the beneficiary by SMS etc.

8.2-Installation of ATMs in all banks branches in DBT district:

DFS , MOF, GOI has advised that all the account holders in DBT districts, particularly the beneficiaries of Direct Benefit Transfer are to be issued ATM cum Debit Cards on priority basis to enable them to transact at the ATMs. Moreover , all the Branches of the Pilot Districts must have an on-site ATM, it has been further been clarified that an ATM within 500 mrs.of the Branch will be considered an on –site ATM.

However, it is observed that out of the 973 Branches in the 7 Pilot Districts, only 837 ATMs have been opened, the remaining 136 Branches should be immediately equipped with on-site ATMs. Moreover, it is further observed that out of 2671 Branches operating in the State, only 2265 ATMs are operational. The controlling Heads of all the Banks are advised to plan for bridging the gap on urgent basis.

The controlling Heads are of the Banks are requested to speed up the process of installation of ATMs and issuance of ATM cards to the beneficiaries. Present Positron of installation of ATMs in Banks in Jharkhand.

ATM INSTALLED AS OF 31-03-2013			ATM INSTALLED AS OF 31-03-2014		
ON-SITE	OFF-SITE	TOTAL	ON-SITE	OFF-SITE	TOTAL
804	947	1751	1225	1040	2265

8.3 . Roll Out of DBTL in Jharkhand

Direct benefit Transfer for LPG consumer (DBTL) is the scheme for subsidy administration of LPG across the country, as per the scheme the consumer will get the nine LPG cylinders during the year at full market price and the difference between subsidized price and market price will be credited in bank account.

DBTL scheme is successfully implemented in 20 selected districts in phase I w.e.f. 01-07-2013 on pilot basis and there after it is implemented in another 34 districts under phase II. In the state of Jharkhand , none of the district is selected for implementation of DBTL in Phase I & II. The scheme is implemented in Jharkhand State , in the 3rd phase commenced from 01-10-2013 in following five districts:

1. Ranchi, 2. Hazaribagh, 3. Khunti, 4. Ramgarh & 5.Lohardaga.

There is a Press Report published in varios News Papers on 31.01.14 ,that the scheme of Transfer of subsidy available to LPG Consumer direct to their Bank Accounts have been deferred. However, no such official communication has yet been received from DFS, MOF, GOI in this matter.

Presently, DBTL scheme will be implemented in Jharkhand State in 22 districts out of all 24 districts in phased manner as under:

DBTL Start Date	No of Districts	Name of districts
01-11-2013	7	Bokaro, Saraikrela –Kharsawan, Gumla, Garhwa, Dumka, Dhanbad, Palamau.
01-12-2013	5	Giridih, Koderma, Sahibganj, Deoghar, Godda
01-01-2014	5	Simdega, Purbi-Singhbhum, Pashchimi-Singhbhum, Pakur, Jamtara

AGENDA NO.	9
DATE OF MEETING	27.05.2014
MEETING NO.	47

N.P.A & Recovery - Controll Measures for arrest of NPA/Stressed Assets of Banks And Measures related to Recovery.

The Matter of Mounting amount in N.P.A and Stressed Assets in the State of Jharkhand is gradually Turning out to be a matter of very serious concern. It is being experienced that the amount in N.P.A is gradually increasing in a fast pace. A sizeable portion of the amounts disbursed by the Banks turning out to be N.P.A and banks are facing lots of problem to recover this amount. This phenomenon is one of the prime reason behind slow pace of Advances in the State. Because the Statutory Provisioning required to be done for amount in N.P.A Accounts is adversely effecting the Banks Capital and Profitability. The Reserve Bank of India has been showing serious concern over the fact of rising NPA in the state of Jharkhand. Toning up and creation of conducive conditions in the areas of Law & order,dedicated Certificate officers and support of State Govt. Administration, in enactment of long Pending issues such as amendment in various Acts, by providing adequate support in matters related to recovery etc, will definitely improve the recovery climate of the State.

Considering the important role of Bank finance in the Economic development of the state ,a proper strategy has to be evolved by the State and the Bankers as well to counter this problem .

The latest position of NPA and related matters being given below may be referred in this context ,

NON PERFORMING ASSETS

The position of NPA of Banks in the state, is as under

Particular	[Amt. in Crore]			
	31st March,2013	31st March,2014	Y-TO-Y Growth	% Growth
Gross Credit	52234.31	58202.91	5968.60	11.42
Gross NPA	2766.88	3332.80	565.92	20.45
% to Gross Credit	5.29	5.72		

Note : The above mentioned amounts are excluding the Amount written-off for Accounting Purpose.

BANK WISE POSITION OF CERTIFICATE CASES

The position of pending **Certificate Cases** of Banks in the state is as under:

[Amt. in Crore]

BANKS	31 st March,2013		31 st March,2014	
	Number	Amount	Number	Amount
Commercial Banks	97202	288.39	102489	343.78
RRBS	7472	7.36	7843	8.92
Total	104674	295.75	110332	352.70

The position of **quarterly disposal** of **Certificate Cases** out of Table is given as under:

[Amt. in Crore]

Banks	31 st March,2014	
	Number	Amount
1	2	3
Commercial Banks	171	3.43
RRBs	4	0.15
Total	175	3.58
	(Out of Total 110332 Cases)	

POSITION OF DRT CASES

The position of DRT Cases of Banks as on **31st March,2014** is as under:-

[Amt. in Crore]

DRT cases As on Dec.,13		Cases Filed During the Qr.		Cases Disposed During the Qr.		Cases Pending At the End Of the Qr.	
No.	Amt.	No.	Amt	No.	Amt	No.	Amt
1	2	3	4	5	6	7	8
1288	491.21	221	65.96	49	11.92	1460	545.25

RECOVERY MATTERS

(Rs. In crores)

PARTICULAR	Demand	Recovery	%	PARTICULAR	Demand	Recovery	%
1	2	3	4	5	6	7	8
Agriculture	2454.07	1482.59	60.41	SGSY	237.99	85.65	35.98
MSE	4158.36	2366.57	56.91	PMRY /PMEGP	176.37	85.37	48.40
OPS	1110.22	646.84	58.26	Total	414.36	171.02	41.27
Total PSC	7722.65	4496.00	58.21				

Agenda No	10
DATE OF MEETING	27.05.2014
MEETING NO	47

10. REVIEW OF PROGRESS UNDER GOVT. SPONSORED SCHEMES FOR THE YEAR 2013-14 AS ON 31ST March,2014


9.1 PRIME MINISTER'S EMPLOYMENT GENERATION PROGRAMME (PMEGP)

Overall Position during 2013-14 as on 31st March,2014 is as under:

(Amt in Crore)

Target	Application Received	Application Sanctioned		Disbursed		Ach. %		Rejected /returned	Pending
		No.	Amt	No.	Amt.	Sanction to Target	Disb. To Target		
1	2	3	4	5	6	7	8	9	10
3637	4022	5857	116.99	5710	98.08	161.03	157	779	569

***The Date of Availment of subsidy for AFY 2012-13 was extended upto 31.05.13 , thus some Applications recd. During 2012-13 were sanctioned during 2013-14.**

 The Prescribed Service of E Tracking of Applications under PMEGP, has not been incorporated in the website of Majority of Banks. These Banks should take up the matter with their H.O for starting of this Service in their website.

National Rural Livelihood Mission (NRLM)

SHGs-credit linkage target For AFY 2013-14

In the Financial Year 2014-15 total Rs. 350 crores credit target for SHGs-credit linkage has been proposed for the State. This credit target is calculated based on the minimum number of eligible SHGs district wise. Further, it has been suggested by members of the sub-committee that SHGs credit target should be also fixed bank wise (based on the number of rural and semi urban branches exist). The bank wise and district wise allocation is given in the **ENCLOSURE No- 11** Further, concerned LDMs are suggested to fix the credit targets bank branch wise in their district and get it approved by DLCC and communicate it to SLBC and JSLPS as soon as possible (within 1st quarter of Financial Year 2014-15). Further, it has been decided to place the proposed SHG-Credit target of Rs. 350 crores in the coming 47th SLBC meeting for approval

ACHIEVEMENTS OF NRLM(UP TO 31TH MARCH, 2014) AGAINST ANNUAL TARGET

S.N.	Indicators	Annual Target (2013-14)	Achievement
1	Total No. of districts	12	12
2	No. of blocks entered	40	24
3	Number of villages entered (Progress since Inception)	1062	1222
4	Number of panchayat entered (Progress since Inception)	800	501
5	Total Number of SHGs supported by SRLM (Progress since Inception)	7496	8005
6	No. of VOs formed (Progress since Inception)	330	162
7	No. of SHGs with bank account (Progress since Inception)	5502	4591
8	No. of SHGs that have received Revolving Fund (RF)	6000	3992
9	Amount of RF disbursed (Rs. lakh)	900	598.75
10	No. of SHGs completed Micro Investment Plan	3900	22 67
11	No. of SHGs that have received Community Investment Fund (CIF)	3300	2239
12	Amount of CIF disbursed (Rs. lakh)	1980	1170.4
13	No. of SHGs credit linked to Banks (Progress since Inception)	1451	302
14	Amount of credit leveraged from Banks (Rs. Lakh)	745.3	272.06
15	Number of Bank Branch Managers exposed and immersed in Resource Organization (SERP, AP)	-	60
16	No. of farmers support for SRI	-	1,989
17	No. of farmers support for Vegetable cultivation	-	4,830
18	No. of farmers support for Goat rearing	-	1500
19	No. of Persons Trained (through PIAs)	53,727	42,081
20	No. of Persons provided Placement (through PIAs)	-	29,648

11. Operation of RSETI/FLC

The current status of R-SETIs in the state of Jharkhand is given below :
(As of 31.03.14)

- **23 RSETI +1 RUDSETI are Functional in 23 districts . All Districts are covered excepting Chatra**

Bank of India	-	11 Districts
State Bank of India	-	08 Districts
Allahabad Bank	-	03 Districts
Punjab National Bank	-	02 Districts
Total	-	24 Districts

- **Posting of Independent Directors:**

Independent Directors are posted in - 24 Centres

- **Position of premises for RSETI is as below:**

Rented Premises - 07 Centres

Premises provided by Govt. (Temporary) - 17 Centres

- **Position of Land Allotment:**

Land Allotted - 21 Centres

Land Not Allotted - 03 Centres

State Bank of India-02 (Garhwa, Palamu)

- **Position of Land transfer:**

Land Transferred - 20 Centres

Land Transfer under progress - 04 Centres

Position of MORD Claim received:

Claim Received (Partial, ` 50 Lakhs each district) - 18Centres

Claim not Received - 06 Centres

Training of Directors:

No. of Directors undergone TTP training - 19 Directors

No. of Directors not undergone TTP Training - 05 Directors

Regarding functioning of the above R-SETIs the position stands as under:

1. **Regular training programme are:**

Training Programme conducted in - 24 Centres

Construction Status : - None

(District wise details of RSETI is given in the **Enclosure No-12 (a) to (d)**)

PERFORMANCE OF RSETIs IN JHARKHAND

ACTIVITIES	PERFORMANCE DURING 2013-14	PERFORMANCE SINCE INCEPTION	Total of Annual Action Plan Target for 2014-15
No of Programmes Conducted	437	1429	644
No of Youth Trained	12515	40505	19245
Settlement with Bank Finance	2262	12642	1.No of Awareness Programmes - 1281
Settlement with Self Finance	3575	8479	2. Budget Sanc. For Training- 609.92 Lacs
Settlement Under Wage Employment	405	1214	
TOTAL	6242	22335	
% AGE Settlement	49.87	55.14	

The District wise Target for RSETIs for AFY 14-15 is given in the Enclosure No - 12(b)


Operation of Financial Literacy Centre (F.L.C)

1. It has been instructed by R.B.I vid. Their Letter No: RBI/2011-12/590 , RPCD.FLC.NO.12452/12.01.018/20122-12,Dt.- 6.06.12 , that all the Lead Banks operating at different District level should set up a Financial Literacy Centres(FLCs) in each of the LDM offices in a time bound manner. In addition to above the Banks may consider setting up need based FLCs in other locations as well.The FLCs will impart financial literacy in the form simple messages, guide books, posters etc.

2. Presently 19 FLC s are operational in the state of Jharkhand.

Name of Bank	FLC operational At (Districts)	Number
BOI	Ranchi, Gumla, Lohardaga ,Singhbhum (E) & (W) Giridih,Dhanbad ,Koderma,Hazaribagh, Ramgarh	10
SBI	Deoghar,Pakur, Sahibganj,Jamtara,Garwa, Latehar Palamau	7
Allahabad Bank	Dumka & Godda	2

No FLC is functional at Bokaro, Chatra,Simdega, Khunti & Seraikela District.The Standard Financial Literacy Materials have been printed by SLBC, and have been sent to the LDMs for delivery bto FLC Co -Ordinators

 A High Level Meeting was convened by R.B.I to review the Performance & to up date the controllers and FLC Co ordinators of all the Banks and also for communicating suggestive measures. The Action Point of this Meeting has been

provided to all the Controllers & Coordinators. These Action Points should be implemented at the FLCs.

AGENDA NO	12
DATE OF MEETING	27.05.2014
MEETING NO	47

Bank Loans to Handloom Weavers. Issue of Weaver Credit Card

GOI has introduced a Weavers Credit Card (WCC) for the development of weavers. The WCC Scheme aims at providing adequate and timely assistance from the Banking Institution to the weavers to meet their credit requirements. i.e. for investments need as well as for working capital in a flexible and cost effective manner.

Salient Features of the Weaver Credit Card (W.C.C)

Eligibility: All weavers and ancillary workers involved in weaving activities.

Credit limit: based on the assessment of working capital requirements (limit will be upto Rs. 2 Lakh)

Margin Money: upto Rs. 25000/- no margin money required. 20% margin will be required for limits above that.

Validity: 3 years subject to the annual review by the Bank.

Govt Support: Margin money support upto Rs. 4200/- per borrower and /or interest subsidy upto 3% on bank loan.As on 31 December 2013 WCC is being issued only by IDBI, Dena Bank and Union Bank of India.

Under the 3 'R' Handloom Package, 369 individual weavers A/cs of State Bank of India, Punjab National Bank and Vananchal Gramin Bank were recapitalized in Jharkhand. These Banks have to issue the WCC to these individual Weavers.

For more details Please Login in the following website ,
http://handlooms.nic.in/hl_wcc_scheme.pdf

Issues relating to weaver Credit Card in the State

- (1) No target has been given to Jharkhand State under WCC.
- (2) Banks have not been allotted any target.
- (3) Progress made by the banks under WCC is slow.
- (4) Few Banks have issued loans under WCC. Dena Bank is the main player. It has disbursed loans to weavers in collaboration with JHARCRAFT.
- (5) Co-operative Banks and RRBs have not disbursed loans to weavers under WCC so far.
- (6) All India Target for issue of WCC is very low.
- (7) NABARD ,Ranchi R.O is requested to allot Bank wise Target , on the basis of the All India Target and submit the same in the forthcoming Meeting of SLBC.

AGENDA NO	13
DATE OF MEETING	27.05.2014
MEETING NO	47

FUNCTIONING OF VARIOUS SUB-COMMITTEES OF SLBC

In terms of the decision taken in the earlier SLBC meetings, the following sub-committees of SLBC are functioning. The status of last meeting conducted is given below:

Sub- Committees of SLBCs

SN	Name of Sub-Committee	Chairman of Sub Committee	Other Members of Sub Committee	Terms of Reference	Date of Last Meeting	Minutes
1.	Agriculture & Allied Sub Committee	Principal Secretary/Secretary (Agriculture) GOJ Convenor- NABARD	1) Pr. Secretary/Secretary, Institutional Finance 2) Pr. Secretary/Secretary, Water Resources Deptt. 3) Secretary, Forest Deptt. 4) NABARD (Chief General Manager or not below the level of DGM 5) Convenor Bank SLBC (Zonal Head or representative not below the level of AGM) 6) SBI (Zonal Head or representative not below the level of AGM) 7) BOI (Zonal Head or representative not below the level of AGM). 8) Any two major Banks (Zonal Head or representative not below the level of AGM) 9) Registrar Cooperative Societies	1) Agriculture & Allied activities including KCC. 2) New Projects/Schemes 3) Development of Potentials for Lending	6.05.14	Refer to Enclosure no13

SN	Name of Sub-Committee	Chairman of Sub Committee	Other Members of Sub Committee	Terms of Reference	Date of Last Meeting	Minutes
2.	Export Promotion	Convenor Bank of SLBC Convenor- SLBC	1). Pr. Secretary / Secretary Institutional Finance & Programme Implementation, GOJ 2) RBI (foreign exchange dept. AGM) 3) Local Export Association 4) Deptt. Of Industry 5) EXIM Bank 6) Other member Bank, SBI, BOI, & PNB	1) Review of Progress of lending under Export credit 2) Suggestion for improvement Export in Agriculture /Handicraft 3)Enabling factor for export promotion	08.05.14	
3.	Security	Principal Secretary/ Secretary (Home), GOJ Convenor- SBI	1) Pr. Secretary/ Secretary Home Department 2) ADG/ IG – Operation 3) Pr. Secretary / Secretary Institutional Finance & Programme Implementation, GOJ 4) RBI (Zonal Head or representative not below the level of AGM) 5)Convenor Bank SLBC (Zonal Head or representative not below the level of AGM) 6) SBI (Zonal Head or representative not below the level of AGM) 7) BOI (Zonal Head or representative not below the level of AGM). 8) Any two major Banks (Zonal Head or representative not below the level of AGM) 9) Jharkhand Gramin Bank (Zonal Head or representative not below the level of AGM)	1)Discuss the various issues related to security of Treasury of Bank 2) Discuss about the law & order situation of State specially in Naxalite area 3) final report Bank robbery cases 4) deployment of Police Force at Bank Branches/ Currency Chests	21.05.14	

SN	Name of Sub-Committee	Chairman of Sub Committee	Other Members of Sub Committee	Terms of Reference	Date of Last Meeting	Minutes
4.	CD Ratio & ACP Sub-Committee	Convenor Bank of SLBC Convenor- SLBC	1) Pr.Secretary / Secretary Institutional Finance & Programme Implementation, GOJ. 2) Reserve bank of India 3) NABARD 4) SBI 5) Bank of India 6) Punjab National Bank. 7) Jharkhand Gramin Bank 8) Canara bank 9) Union Bank	1) Monitoring Achievement of ACP & Projected CD Ratio 2) Special strategy for poor performing Distt. 3) Development of enabling factors for increasing lending under ACP	08.05.14	Refer to Enclosure No.14
5.	Steering Committee on SLBC	Convenor Bank of SLBC Convenor- SLBC	1) Deptt. Of Institutional Finance 2) RBI 3) NABARD 4) Director, Industry 5) ICICI Bank 6) Canara Bank 7) Punjab national bank 8) Bank of India 9) State Bank of India	1) Latest Position and pending issues with Govt. /Banks. 2) Improvement in SLBC functioning (Banks/Govt.)	8.05.14	
6.	Sub Committee on Legislature & Other issue	Secretary, Institutional Finance Convenor- SLBC	1) Secretary, Rural development 2) Secretary, Co-operative 3) Secretary, Revenue 4) Secretary, Agriculture 5) Secretary, Planning 6) .State bank of India 7) Bank of India 8) Allahabad bank 9) Reserve bank of India	All issues relating to legislature, amendment and other Activities received from the State Govt. for Development through credit in the State.	22.01.14	
7.	Sub-committee on MSME and Govt. Sponsored Schemes	Secretary(Rural Development) Convenor- BOI	1) Secretary, Rural development 2) Secretary, Institutional finance 3) Secretary, Industries 4) State bank of India 5) Bank of India 6) Allahabad bank	All issues relating to MSME financing and financing under Govt. Sponsored schemes.	01.02.13	

SN	Name of Sub-Committee	Chairman of Sub Committee	Other Members of Sub Committee	Terms of Reference	Date of Last Meeting	Minutes
8	Sub-committee on Housing finance	Secretary(Urban Development) Convener- SBI	1) Secretary, Urban Development 2)Secretary, Institutional finance 3)Representative of NHB 4)State bank of India 5)Bank of India 6) Allahabad bank 7) Chairman of both Gramin bank	All issues relating to housing financing (Urban & Rural Area)	20.05.14	
9	Sub-committee on National Rural Livelihood Mission	Secretary (Rural Development) Convener- Jharkhand State Livelihood Promotion Society	1)Principal Secretary, Rural Development 2)Secretary, IF&PI, GoJ 3)RBI 4)SLBC 5)SBI 6)Bank of India 7)Canara Bank 8)PNB 9)JGB 10)NABARD	State-Level Support to Livelihood Promotion Strategies- Jharkhand	28.04.14	

Proposal For Boosting Bank Credit to the persons of SC/ST/OBC Communities in Jharkhand Against Mortgage of Landed Properties.

As per the Instruction of “SC/ST Welfare Committee” of Hon’ble Jharkhand Vidhan Sabha ,a Committee was formed by SLBC ,Comprising Controlling Heads of some Major Banks , to suggest some Alternative Measures for Boosting Bank credit to persons of SC/ST/OBC community. The Committee thus formed submitted a report to the SC/ST Welfare Committee of Hon’ble Vidhan Sabha. The salient features of the report is given below,

1. Suitable legislation to be passed in Assembly by which state Govt. will be able to extend Guarantee to Banks extending advance facilities to persons of SC/ST/OBC communities ,simultaneously against Mortgage of landed properties. If the State Govt. has to discharge their liability as Guarantor, in case of default, the legislation should allow the State Govt. the right of subrogation.

2. A sinking fund to be created by suitable budgetary provision, in view of quantum of advance to be extended every year to the persons of SC/ST/OBC communities , to settle the claim of Banks in case of default. The quantum of advance to be decided on the Basis of aggregate ACP of all the Districts.

AGENDA NO.	14
DATE OF MEETING	27.05.2014
MEETING NO.	47

Miscellaneous

Allotment of suitable land for controlling office in Ranchi for RBI, NABARD, SLBC and major PSBs.

The Govt. of Jharkhand have earlier assured for providing land for the Controlling office of the RBI, NABARD, SLBC and Major PSBs in Ranchi. Govt. of Jharkhand is requested to expedite the allotment of the land.

AGENDA NO.	15
DATE OF MEETING	27.05.2014
MEETING NO.	47

Any other matter with the permission of the Chair

Next Meeting of SLBC - 12th August , 2014

