

# **STATE LEVEL BANKERS' COMMITTEE, JHARKHAND**

## **AGENDA NOTES FOR 37<sup>th</sup> SLBC MEETING**

<b>DATE</b>	<b>09.02.2012</b>
<b>TIME</b>	<b>10.30 A.M.</b>
<b>VENUE</b>	<b>Hotel Capitol Hill ,Ranchi</b>

**CONVENOR: ALLAHABAD BANK**

**AGENDA FOR 37<sup>th</sup> MEETING OF  
STATE LEVEL BANKERS' COMMITTEE, JHARKHAND**

**INDEX**

<b>AGEND A ITEM NO.</b>	<b>AGENDA ITEMS</b>	<b>PAG E No.</b>
1.	Confirmation of the minutes of <b>36<sup>th</sup> SLBC meeting</b> held on 09 <sup>th</sup> November'2011.	01
2.	Follow up action on compliance of the decision taken on previous SLBC meetings	02
3.	Key indicators of all scheduled Commercial Banks	06
4.	Branch Expansion	13
5.	<b>ANNUAL CREDIT PLAN FY 2011-12</b> <b>5.1.</b> Performance under various parameter of ACP 2011-12 for the Quarter ended 31 <sup>st</sup> December'2011 <b>5.2.</b> Annual Credit Plan Financial Year 2012-13	15
6.	<b>Review of Lending under</b>	
	<b>6.1</b> Agriculture & Kishan Credit Card, including status of compliance of instruction of MOF, GOI	19
	<b>6.2</b> MSE & MSME	23
	<b>6.3.</b> Education Loan	26
	<b>6.4.</b> Housing Loan	26
	<b>6.5.</b> ACC & SCC	27
	<b>6.6.</b> Special category of Borrowers	28
7.	Review of progress under Govt. Sponsored programmes	30
8.	<b>FINANCIAL INCLUSION</b>	
	<b>8.1.</b> Banking coverage to villages with population over 2000	32
	<b>8.2.</b> Status of Compliance of GOI instruction on Strategy and Guidelines on Financial Inclusion	35
9.	Green Initiative e-payment	36
10.	R- SETIs	37
10.	Review of NPA/recovery matters	39
12.	Functioning of various SLBC Sub-Committees	42
13.	<b>Miscellaneous</b>	
	<b>13.A.</b> Scheme for Revival, Reform & Restructuring of Handloom sector	
	<b>13.B.</b> Convergence of Sub-committee/State level meetings	46
14.	Any other matter with the permission of the chair	47

### Index of Annexure

<b>Annexure No</b>	<b>Particulars</b>	<b>Page No.</b>
1	Key parameter	48
2	Important parameter	51
3	Branch network	54
4	Outstanding position of Deposit and advance	56
5	Investment as per place of utilization	59
6	Bank wise projection of CD Ratio	61
7	ACP	63
8	Agriculture Advance (Outstanding)	66
9	KCC	68
10	MSME (Outstanding)	70
11	Education Loan	73
12	Housing Loan	75
13	Special Scheme , GPCC , ACC, SCC	77
14	SGSY	83
15	PMEGP	85
16	Financial Inclusion	89
17	SHG	91
18	Recovery Position PSC	94
19	Recovery Position Govt. Sponsored	96
20	NPA	98
21	Certificate Case	101
22	DRT	103

<b>AGENDA NO.</b>	<b>1</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO.</b>	<b>37</b>

**CONFIRMATION OF THE MINUTES OF 36<sup>th</sup> JHARKHAND STATE LEVEL BANKERS' COMMITTEE MEETING HELD ON 09<sup>th</sup> NOVEMBER' 2011.**

- *Minutes of 36<sup>th</sup> Meeting of Jharkhand State Level Bankers' Committee held on 09<sup>th</sup> November, 2011 circularized to all concerned vide letter No. SLBC/AB/02/987 dated 28.11.2011, may please be confirmed by the house, as no communication requesting amendment has been received.*
- *Copy of the aforesaid minutes is enclosed for ready reference (enclosure no.01 page105 to 122 )*

<b>AGENDA NO.</b>	<b>2</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO.</b>	<b>37</b>

**Follow up action on compliance of the decisions taken in SLBC  
previous SLBC**

**2.1 Issues pertaining to State Government**

<b>SL.N O</b>	<b>Pending since</b>	<b>ISSUES</b>	<b>PRESENT STATUS</b>
2.1.1	22.03.2002	<b>Updating of land records and Amendment in tenancy act (S.P.tenancy act &amp; C.N.T.act)</b> 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.	Hon'ble Chief Minister and Development Commissioner, in their address during 36 <sup>th</sup> SLBC meeting held on 09 <sup>th</sup> Nov, 2011, informed that by the end of February'2012, the Land records will be uploaded with G.I. mapping.
2.1.2	23.06.2005	<b>Waiver of stamp duty up to ` 5.00 Lacs for Agriculture advance</b> Some of the states such as U.P., Bihar has already liberalized stamp duty for farmers. In case of Agricultural loan, stamp duty has been waived up to loan limit of `5.00 lacs. State Govt. may consider exemption of stamp duty up to ` 5.00 lacs for agriculture loan to encourage farmers. Presently it is ` 3 lacs in Jharkhand.	Hon,ble Chief Minister in his speech in 36 <sup>th</sup> SLBC Meeting on 09 <sup>th</sup> November,2011, assured that all these issues will be resolve in next Cabinet meeting.
2.1.3.	22.03.2005	<b>Amendment in PDR Act-</b> State Govt. in line with MP &UP recovery acts, which are model PDR act, shall make necessary amendment on the issue of paying fees upfront and incentives to Recovery Officer. Govt. of Bihar vide Guzzet no. 417 dt 22.06.2010 amended. Bihar and Orissa public demand recovery act 1914.As per amendments a nationalized bank shall be required to pay 25% of the requisite court fee at the time of filing certificate and the balance 75% shall be on subsequent installment of the certificate amount realized.	

<b>SL.N O</b>	<b>Pending since</b>	<b>ISSUES</b>	<b>PRESENT STATUS</b>
2.1.4.	09.02.2012	<p><b>UP Agriculture Money recovery Act –</b> In Uttar Pradesh special act for recovery of Agriculture dues is in place, where no processing fee is required to pay for filing the case. 10% Recovery Charges is realized by Govt. officials and depositing in Govt. A/C, rest 90% depositing in loan account.</p>	The booklet of the Act has been provided to GOJ by SLBC Jharkhand.
2.1.5.	20.03.2009	<p><b>“Amendment to the Bihar Money Lenders Act 1974 and Rules” as prevalent in Jharkhand.</b> The State Govt. assured to initiate the process very soon for making amendment to “The Bihar Money Lenders Act 1974 and Rules” and also in the provision of PDR Act.</p>	Revenue and Land reform Deptt. GoJ, vide letter no. 7/Money Lender Act (Amd)-156/2011-3194 Dt.16.09.2011 requested SLBC to provide draft amendments. SLBC vide letter no. SLBC/AB/48/891 dt.21.09.2011, submitted draft amendment to GoJ for necessary consideration.
2.1.6.	10.01.2007	<p><b>Formation of State Co-operative Bank in Jharkhand State</b></p>	State Govt. has constituted the Board of Jharkhand SCB and it has its regular meetings also. But Bihar Govt. is not responding to the request to transfer of 05 branches of Bihar SCB to Jharkhand SCB. Since, Jharkhand SCB has applied to upgrade 09 branches, comprising of 03 DCCBs, for license for banking operation through NABARD to RBI. RBI is scrutinizing the proposal.
2.1.7.	29.09.2010	<p><b>Recovery of Bank's dues</b> “Dedicated Certificate Officer” in some of the districts was started but could not work well due to non-contribution by the Banks, as envisaged in the scheme. It was suggested that Convenor of SLBC may convene a meeting of major Banks to decide the modality to revise the scheme.</p>	Convenor of SLBC in consultation with major Banks constituted small committee of 03 LDMS to review the functioning of dedicated certificated officer. They have suggested some amendments including waiving of upfront fee during filing and removal of anomalies. Copy of report enclosed in SLBC booklet held on 9 <sup>th</sup> May'11. State Govt. may advise the latest position.

<b>SL.N O</b>	<b>Pending since</b>	<b>ISSUES</b>	<b>PRESENT STATUS</b>
<b>2.1.8.</b>	<b>19.02.2002</b>	<b>Security arrangement for safety &amp; security of Banks Treasure in Jharkhand</b> Owing to regular incidence of looting of Banks treasure in Jharkhand, the Govt. may initiate urgent step for setting up of special Battalion for Banks.	In the meeting of SLBC Sub-committee on State level security committee(SCSLSC) for Jharkhand held on 28.12.2011, in the office of the Principal Secretary(Home), the PS (Home) informed that 02 battalion of State Industrial Security Force for industries including Banks have already been raised and will be available to Banks within couple of months time.
<b>2.1.9.</b>	<b>01.12.2008</b>	<b>Allotment of land to R-SETIs</b> For allotment of one acre land to R-SETIs on 30 years lease basis, Govt. of Jharkhand has delegated the power to Commissioners. In most of Districts transfer of land is yet to finalize.	The details R-SETIs wise position of allotment of land is given in Agenda No 10 (Page no- 41 and summarized below. <ul style="list-style-type: none"> <li>➤ <b>Land allotted &amp; transferred- 11 (Sl. No. 1 to 5)</b></li> <li>➤ <b>Land allotted but not transferred-10 (Sl No 6-20)</b></li> <li>➤ <b>Land not allotted – 3</b></li> </ul>
<b>2.1.10.</b>	<b>24.08.2011</b>	<b>Printing of Common Application Form for KCC</b>	In four District namely Dumka , Gumla Dhanbad and Pakur common application form is available and in rest of the district banks are using their own application form till the availability of common application form.
<b>2.1.11.</b>	<b>21.09.2011</b>	<b>e-payment to the benefit under central/State Govt. Scheme w.e.f.01<sup>st</sup> October, 2011.</b> (The Secretary, MOF, GOI vide letter No. D.O.No.8/11/2011 FI dated 19 <sup>th</sup> August, 2011, addressed to the Chief Secretary, GOJ.)	This is yet to be implemented by the State Govt. However, SLBC has discussed this issue with member bankers in various Sub – committee meetings and also in the 36 <sup>th</sup> SLBC meeting held on 09 <sup>th</sup> November, 2011, in a separate agenda No.09.

<b>SL.N O</b>	<b>Pending since</b>	<b>ISSUES</b>	<b>PRESENT STATUS</b>
<b>2.1.12.</b>	<b>25.10.2011</b>	<b>Uploading of Service Area Plan</b> on the respective district websites maintained by NIC (Dept. of Financial Services, MOF, GOI, letter F.No.11/4/2011-FI dated 24 <sup>th</sup> October,2011	The matter has been discussed at District and State level. As per the feedback received in the meeting of LDMs held on 21.01.2012, only in Godda district, the Service area Plan has been uploaded. SLBC has sent the CD containing Service Area Plan for uploading it on State level website to GoJ. Meantime, SLBC has uploaded the Service Area Plan on its Web site for convenience of all concerned.

## 2.2 Issues Pertaining To Banks

<b>SL.NO.</b>	<b>Pending since</b>	<b>ISSUES</b>	<b>PRESENT STATUS</b>
<b>2.2.1.</b>	<b>16.04.2010</b>	<b>Branch Expansion in Rural Areas</b> A target was set for opening of 216 branches during 2010-11, preferably in Rural & SU areas.	Total 136 new Bank branches have been opened, out of which 48 in rural & 51 in Semi Urban, against target of 216 new branches up to Mar'11. During current FY 2011-12 total 97 bank branches were opened (Rural-45, Semi Urban-32 & Urban-20) as detailed in Agenda No-04( Page-13)
<b>2.2.2.</b>	<b>30.12.2010</b>	<b>Financial Inclusion Plan</b> for the Village, having population above 2000	Out of total <b>1541</b> identified villages above 2000 population, <b>1060</b> village has been covered up to December, 2011. Rests of <b>481</b> villages have to be covered by the end of this FY.



<b>AGENDA NO</b>	<b>3</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO</b>	<b>37</b>

**KEY INDICATORS OF  
ALL SCHEDULED COMMERCIAL BANKS**

3.1. Overall Position under Key Business Parameters as on 31<sup>st</sup> December, 2011 is as under

**TABLE**

(` in crore)

Sl. No.	Items	Position as on 31.12.2010	Position as on 31.03.2011	Position as on 31.12.2011	Bench Mark
1	Deposit	68264.70	72367.21	79896.84	
2	Credit	30029.94	33161.37	40984.64	
3	Credit (As per place of utilization +RIDF)		35152.86	47011.57	
4	CD Ratio (%)	43.99	48.58	58.84	60%
5	Priority Sector Advances (PSA)	16715.80	18873.27	21438.11	
6	Share of PSA to Total Advances	55.66	56.91	52.31	40%
7	Agricultural Advances	3878.91	4118.71	4450.87	
8	Share of Agricultural Advances to Total Advances (%)	12.92	12.42	10.86	18%
9	Micro & Small Enterprises Advances	7216.83	8033.38	11533.12	
10	Share of Micro & Small Enterprises to Total Advances	24.03	24.23	28.14	
11	Advances to Weaker Sections	4454.12	4712.86	4690.17	
12	Share of Weaker Section Advances to Total Advances (%)	14.83	14.21	11.44	10%
13	DRI Advances	151.88	137.47	317.07	
14	Share of DRI Advances to Total Advances of last March	0.51	0.51	0.77	1%
15	Advances to Women	1756.83	1766.89	2193.34	
16	Share of advances to women in Total advances	5.85	5.33	5.35	5% of ANBC
17	Advances to Minorities (Amount)	1298.58	1429.13	1797.69	
18	Share of Advances to Minorities of PSA (%)	7.77	7.57	8.39	15% of PSC
19	Branch Net-Work (in no.) *				
	a) Rural	1127	1152	1209	
	b) Semi-Urban	446	468	496	
	c) Urban	430	451	475	
	d) Total Branches	2003	2071	2180	

(\* Excluding 42 branches of LDBs, which are non-functional in the State.)

As per Annexure - I Page-48 ,Annexure- II Page-51 Annexure- III Page- 54

## Observations

- Deposit of the state grew by ` 11632.14 crore YOY basic a growth of 14.56 %.
- Advances of the state grew by ` 10954.70 crore YOY basic a growth of 36.47 %. Advance of the state grew by Rs.1664.89 crore from September'11 quarter, a growth of 4.23%.
- **C: D ratio of the State has increased from 43.99% as of December''2010 to 58.84 % as on December'2011.**
- Priority Sector Credit, constitute 52.31 % of the gross credit which is well above the national bench mark of 40%.
- Agriculture credit being 10.86 % of Gross credit, showing increasing trend, however, it is below the national bench mark of 18% which needs focused attention of all stake holders i.e. State Govt., Banks, NABARD & other agencies.
- Share of advances to weaker section being 11.44% is well above the Benchmark.
- Advances to women are on increasing trend from September, 2011, quarter and reached to 5.35%, but there is need to extend more credit to women for their empowerment and social justice as desired by Hon'ble Chief Minister in his speech in 36<sup>th</sup> SLBC meeting held on 09<sup>th</sup> November'2011.
- Advances to minority community being 8.39% of Priority Sector Credit are below the Benchmark of 15%, needs **special attention**.
- Share of DRI advances is 0.77 % which is below the stipulated 1% of Gross credit as at the end of previous year. All rural /Semi urban branches of banks should finance at least 20 DRI proposal up to March'2012 to increase the share of DRI.

**House may discuss.**

## C: D Ratio of the State as On 31<sup>st</sup> December, 2011

### 3.2 . C: D ratio of the State as on 31<sup>st</sup> December, 2011

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) With the indicators i.e. credit as per place of utilization + RIDF.**

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

Table

(` in crore)

Particulars	December,2010	December,2011
<b>Deposit</b>	<b>68264.70</b>	<b>79896.84</b>
<b>Credit(As per place of utilization+RIDF)</b>	<b>30029.94</b>	<b>47011.57</b>
<b>C:D Ratio</b>	<b>43.99</b>	<b>58.84</b>

(Annexure-IV page no.56 , Annexure-V page no.59)

CD Ratio of the State is showing a continuous growth from quarter to quarter during the FY 2011-12, yet it is little less than the National benchmark of 60%. We expect that State will definitely achieve the National Benchmark in last quarter of the FY2011-12.

### C: D ratio: projection vis-à-vis actual for 2011-12

In pursuance of the decision taken in the meeting of the RBI Governor and Chief Minister of Jharkhand with senior State Govt. Officials and Banks at Ranchi on 14.12.2010, it was decided in 32<sup>nd</sup> SLBC on 09.02.2011 to achieve 50.30% C: D Ratio in the State by March'12. (Annexure-VI Page No.61)

In compliance of the aforesaid decision, the C: D Ratio of the State (i.e. Credit as per place sanction) stands as under:

Table

(` in crore)

Particulars	December,2010	December,2011
<b>Deposit</b>	<b>68264.70</b>	<b>79896.84</b>
<b>Credit+RIDF</b>	<b>30029.94</b>	<b>42514.85</b>
<b>C:D Ratio</b>	<b>43.99</b>	<b>53.21</b>

Accordingly, the projected C: D Ratio of the state as per projection of (47.72%) has been fully achieved.

**Table**

(` in crore)

Particulars	MARCH'11		December'11	
	Projection	Actual	Projection	Actual
<b>Deposit</b>	71161	72367.21	79109	79896.84
<b>Credit</b>	32543	33161.37	37750	42514.85
<b>C:D Ratio</b>	45.73	45.82	47.72	53.21

**Banks achieved projected C: D Ratio for December'2011**

Banks	Projection for Dec'2011	Actual
SBI	52.59	60.55
Bank of India	47.24	56.10
Allahabad Bank	53.16	54.55
Canara Bank	38.62	43.11
Bank of Baroda	54.11	55.04
Dena Bank	30.05	42.87
Indian Bank	38.11	55.00
Vijaya Bank	26.54	26.76
HDFC Bank	84.06	90.31
Karnataka Bank	43.37	44.53
AXIS Bank	63.33	68.41
Indus Ind Bank	82.61	108.29
Kotak Mahindra Bank	26.32	62.40
Vananchal Gramin Bank	36.22	39.27
State Bank of Patiala	-	50.18
UCO Bank	23.53	24.15

**Banks not achieved projected C: D Ratio**

Bank	Projection for Dec'2011	Actual
Central Bank of India	35.23	33.04
Punjab National Bank	59.94	53.71
United Bank	37.40	28.57
Union Bank	35.24	30.43
UCO Bank		24.15
IOB	34.42	28.66
Syndicate Bank	46.28	34.01
<b>Bank</b>	<b>Projection for</b>	<b>Actual</b>

	<b>Dec'2011</b>	
<b>OBC</b>	<b>32.20</b>	<b>26.30</b>
<b>P &amp; SB</b>	<b>15.18</b>	<b>10.92</b>
<b>SBBJ</b>	<b>30.29</b>	<b>24.72</b>
<b>Andhra Bank</b>	<b>40.72</b>	<b>25.27</b>
<b>Corporation Bank</b>	<b>27.66</b>	<b>18.51</b>
<b>Bank of Maharashtra</b>	<b>44.49</b>	<b>34.86</b>
<b>IDBI Bank</b>	<b>72.30</b>	<b>64.14</b>
<b>Federal Bank</b>	<b>30.95</b>	<b>24.94</b>
<b>ICICI Bank</b>	<b>40.91</b>	<b>39.24</b>
<b>J &amp; K Bank</b>	<b>19.09</b>	<b>17.07</b>
<b>Yes Bank</b>	<b>15.00</b>	<b>0</b>
<b>South Indian Bank</b>	<b>27.27</b>	<b>14.90</b>
<b>Laxmi Vilash Bank</b>	<b>19.09</b>	<b>8.33</b>
<b>Jharkhand Gramin Bank</b>	<b>35.07</b>	<b>30.78</b>

Observation:

- As per the commitment made to the Hon'ble Governor RBI on his visit to Ranchi on 14.12.2010, the banks which are lagging to achieve projected CD Ratio should put all out efforts to achieve the projected target by March'2012.
- LDMs of poor CD Ratio districts should put all out endeavor to achieve projected CD Ratio as on 31.03.2012. The district wise CD Ratio is enclosed as Annexure - IV  
Page No.58

**3.3. POPULATION GROUP (RURAL/SU/U) WISE DISTRIBUTION OF DEPOSIT & CREDIT AS ON 31.12.2011(excluding RIDF)**

**3.3.1.** The position of Deposit, Advance and C: D Ratio in rural, semi-urban and urban branches as on 31<sup>st</sup> December' 2009, 31<sup>st</sup> December' 2010, 31<sup>st</sup> December' 2011 is as under:

Category of Area	Particulars	Dec'2009	Dec'2010	Dec'2011	Increase over Dec'2010	
		Amt.	Amt.	Amt.	Amt.	%
Rural	Deposit	11699.78	13787.13	19801.13	6014.00	43.62
	Advance	3962.06	4883.68	7424.44	2540.76	51.28
	C: D Ratio	33.86	35.42	37.50		2.08
Semi Urban	Deposit	17191.61	19274.66	23788.03	4513.37	23.42
	Advance	5482.52	6164.78	9299.72	3134.94	50.85
	C: D Ratio	31.89	31.98	39.09		7.71
Urban	Deposit	28249.66	35202.89	36307.66	1104.77	3.14
	Advance	16392.44	18981.57	24260.48	5278.91	27.81
	C: D Ratio	58.03	53.92	66.82		12.90
Total	Deposit	57141.05	68264.70	79896.83	11632.13	17.03
	Advance	25837.02	30029.93	40984.64	10954.71	36.48
	C: D Ratio	45.22	43.99	51.30		7.31

- Deposit and Advance in Rural and Semi-urban area is showing sharp growth, which is a welcome move.
- C: D Ratio of Rural and Semi –Urban areas is still legging behind the State level ratio as well as National benchmark, which needs to be addressed by the concerned.

**3.3.2 Incremental Deposit & Credit during December' 2010 to December' 2011**

( ` in crore)

	Increase in deposit	Increase in Credit	Incremental C:D ratio
<b>Rural</b>	<b>6014.00</b>	<b>2540.76</b>	<b>42.25</b>
<b>Semi Urban</b>	<b>4513.37</b>	<b>3134.94</b>	<b>69.46</b>
<b>Urban</b>	<b>1104.77</b>	<b>5278.91</b>	<b>477.77</b>
<b>Total</b>	<b>11632.13</b>	<b>10954.71</b>	<b>94.17</b>

\* Advances as per place of sanction

Bank wise, district wise, Comparative position of Deposit, Advance and C: D Ratio in Rural, Semi-Urban and Urban Centers as on 31<sup>st</sup> December' 2011 is given in **Annexure – IV (Page – 56)**

## **OBSERVATION**

- In rural areas CD ratio has increased from 35.42 % as of December' 2010 to 37.50% as on Decembe'2011. In Semi Urban areas also CD ratio has improved from 31.98% as of December' 2010 to 39.09 % as on Decembe'2011. In urban areas CD ratio has increased from 53.92 % as of December' 2010 to 66.82% as on Decembe'2011.Overall CD ratio has increased from 43.99% as of December' 2010 to 51.30% as on December'2011(excluding RIDF).
- C:D ratio of **East Singhbhum**(111.91%), **Giridih** (61.32%) district is above 60%.
- 02 districts, **Gumla, Simdega** and **Latehar** are still having C: D Ratio below 30%.
- Controlling Heads of the Banks are required to closely monitor the achievement of the targeted C:D Ratio for FY 2011-12 through incremental growth of advances and 100% achievement of ACP targets.
- Sub- Committee of SLBC on C: D Ratio is requested to monitor the progress at frequent interval.

<b>AGENDA NO.</b>	<b>4</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO.</b>	<b>37</b>

**Branch Expansion**

A target was decided for opening of 216 Bank Branches in Jharkhand during the financial year 2010-11 against which 136 branches were opened. The backlog of 80 branches was decided to be opened during 2011-12.

The detailed Bank wise achievement of various Banks against the target is as under:

**Table**

	Name of The Bank	Target for opening Branch (2010-11)	Branch opened up to 31.03.2011				Branches opened during the Current FY					Back log of Br opening
			R	SU	U	TOTAL	R	SU	U	TOTAL		
1	Allahabad Bank	10	1	5	2	8	3			3		
2	Andhra bank	2			1	1					1	
3	AXIS Bank	8			4	4					4	
4	Bank Of Baroda	8		4	2	6	2	2	1	5	Nil	
5	Bank Of India	20	22	2	4	28	26	6	4	36		
6	Bank of Maharashtra	2							1	1	01	
7	Canara bank	7	1	4		5	3	2	2	7		
8	Central bank of India	10	2	1		3	1	5	1	7		
9	Corporation Bank	2			1	1					1	
10	Dena Bank	2		2	2	4						
11	HDFC	2			1	1		5		5		
12	ICICI	2	1	3	3	7						
13	IDBI	2			1	1		1	1	2		
14	Indian bank	5			1	1		3	3	6		
15	Indian Overseas Bank	2		2	3	5		2		2		
16	Jharkhand Gramin Bank	35			6	6					29	
17	Kotak Mahindra Bank	1									1	
18	Laxmi Vilas Bank											
19	OBC	4			1	1					3	
20	Punjab & Sindh bank	2			1	1		1		1		
21	Punjab National Bank	6	1	10	3	14			1	1		
22	South Indian Bank	-										
23	State Bank Of India	35	15	9		23	2	2	2	6	6	
24	State Bank of Patiala											
25	Syndicate bank	2	2	1	1	4	1			1		
26	UCO Bank	6					1		1	2	4	
27	Union bank	10	2	2	1	5	1			1	4	
28	United bank of India	9		5		5		1	2	3	1	
29	Vananchal Gramin Bank	20	1			1	5	2		7	12	
30	Vijaya Bank	2									2	
31	Yes Bank								1	1		
	<b>Total</b>	<b>216</b>	<b>48</b>	<b>50</b>	<b>38</b>	<b>136</b>	<b>45</b>	<b>32</b>	<b>20</b>	<b>97</b>	<b>69*</b>	



Thus with the addition of 136 new Bank Branches in the state during 2010-11, and 97 new banks branches are opened during the Current Financial year 2011-12, **the Banks branches as on 31.12.2011 stood at 2180**. Still 69 bank branches are yet to be opened by respective bank branches as per allotted target. Although against the target of 216, total  $136+97=233$  branches opened. This is because of few banks opened branches more than their target for opening of bank branches.

All the participating banks are required to take up the job on priority basis.  
(Details of Branch network Bank wise **Annexure NO.III Page NO.54** )

#### **Banks opened the Branches above Target**

Sr. No.	Name of the Banks	Target	Br. Opened up to 31.12.2011	Surplus
1	Allahabad Bank	10	11	01
2	Bank of Baroda	08	11	03
3	Bank of India	20	64	44
4	Canara Bank	07	12	05
5	Dena Bank	02	04	02
6	HDFC Bank	02	06	04
7	ICICI Bank	02	07	05
8	IDBI	02	03	01
9	Indian Bank	05	07	02
10	Indian Overseas bank	02	07	05
11	Punjab National Bank	06	15	09
12	Syndicate Bank	02	05	03
				<b>84</b>

#### **Banks not opened the Branches as per Target**

Sr. No.	Name of the Banks	Target	Br. Opened up to 31.12.2011	Backlog
1	AXIS Bank	08	04	04
2	Bank of Maharashtra	02	01	01
3	Corporation Bank	02	01	01
4	Jharkhand Gramin Bank	35	06	29
5	OBC	04	01	03
6	SBI	35	29	06
7	UCo Bank	06	02	04
8	Union Bank	10	06	04
9	United Bank	09	06	01
10	Vananchal Gramin Bank	20	08	12
11	Vijaya Bank	02	-	02
12	Kotak Mahindra Bank	01	-	01
13.	Andhra Bank	02	01	01
				<b>69</b>

Banks having backlog in opening of the branches are requested to expedite the work to complete the task within the Current FY 2011-12.

<b>AGENDA NO</b>	<b>5</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO</b>	<b>37</b>

**5. REVIEW OF ACHIEVEMENT**  
**UNDER ANNUAL CREDIT PLAN (ACP) : 2011-12**  
**As on 31<sup>st</sup> December'2011**

**5.1. OVERALL POSITIONS:**

**5.1.1.** Sector wise achievement of Banks in implementation of Annual Credit Plan (2011-12) as on 31<sup>st</sup> December' **2011** vis-a-vis previous year is as under:

**TABLE**

( ` in crore)

Sector	Annual Target (2010-11)	Achievement as on 31.12.2010		Annual Target (2011-12)	Achievement as on 31.12.2011 vis a vis yearly target	
	Amount	Amt	%	Amount	Amount	%
1	2	3	4	5	6	7
Agriculture	3035.66	1075.60	35.43	2403.00	1225.11	50.98
MSE	2724.57	1696.83	62.28	3307.50	2202.84	66.60
OPS	3532.11	1918.72	54.32	3186.00	770.11	24.17
Total Priority	9292.35	4691.16	50.48	8896.50	4198.06	47.19
Non Priority	6807.99	4540.08	66.69	6103.50	5575.83	91.35
<b>Total</b>	<b>16100.34</b>	<b>9231.25</b>	<b>57.34</b>	<b>15000.00</b>	<b>9773.89</b>	<b>65.16</b>

**4.1.2 Bank wise and sector wise target and achievement under ACP as on 31<sup>st</sup> December' 2011, is given in Annexure -VII (Page -63)**

**4.1.3 District wise and sector wise target and achievement under ACP as on 31<sup>st</sup> December' 2011 are given in Annexure -VII (Page -65)**

## **OBSERVATIONS**

- Over all achievement under ACP at the end of December quarter, Financial Year 2011-12 stands at 65.16% of the yearly target. Achievement under Agriculture sector is 50.98% of annual target, whereas achievement under MSE is 66.60%.
- The overall achievement of 65.16% is more than of December' quarter of last financial year.
- Districts like E. Singhbhum 99.81%, Ranchi 76.99%, Sahibganj 74.91%, Dhanbad 66.79%, and Bokaro 65.25% have performed very good.
- The Districts which have performed extremely poor are - Dumka 28.44%, Godda 29.54%, Khunti 30.06%, Gumla 31.51%, Jamtara 31.49%, Lohardaga 33.02%, Pakur 34.80%, Simdega 36.46% , Koderma 39.36%, W. Singhbhum 39.10%. Hazaribagh 39.90%, Latehar 36.89%, **LDM should convene monthly BLBC/DLCC to chalk out suitable strategy to improve the position.**
- The Banks which have **Zero Percent achievement under ACP** during 2011-12 are- **Punjab & Sindh Bank, State Bank of Patiala, Indus Ind Bank, Yes Bank, Kotak Mahindra Bank and Laxmi Vilas Bank.**
- The Banks which have performed extremely poor in ACP are- **J & K Bank 1.16%, South Indian Bank 2.58%, Federal Bank 8.77%, IOB 16.18%, Bank of Maharashtra 20.87%, Dena Bank 22.48%, IDBI 25.06%, Andhra Bank 25.64%, OBC 28.21% and Jharkhand Gramin Bank 33.79%.**
- Achievement under ACP of HDFC Bank (626.18%) showing short term lending to Corporate client, in NPS category repaid during the FY, hence not reflecting in outstanding figure. (letter from HDFC Bank dated 25.01.2012, enclosure no. 02 Page no.124)

### **Suggestion:**

- ACP targets should be treated as sacrosanct and must be achieved by all Banks.
- Banks should speed up lending activities to achieve cent percent ACP Targets.
- Achievement under ACP should be discussed effectively in each DLRC/BLBC meetings, with special emphasis on Agriculture Sector. Controllers of the Banks should invariably attend the DCC/DLRC meeting to make the discussion effective.

- Controlling Heads of the banks may intensify their visits to branches for stepping up financing and to put in place close and continuous monitoring of achievement under ACP. Sensitization of field functionaries is also needed.
- In order to facilitate 100 % achievement of ACP targets “issued needing focused attention-Enabling factor “as identified in the Approach paper on credit deposit ratio of the state under Agenda No-3 of 32<sup>nd</sup> SLBC held on 9<sup>th</sup> Feb'11 needs to be attended on priority basis.
- The private sector Banks should involve themselves more actively to improve ACP achievement in the state.
- Sub-Committee on ACP is requested to monitor the progress at frequent interval.

## **5.2. Proposed ACP for FY2012-13**

In the LDMs meeting convened on 21.01.2012, it was advised to all the LDM to prepare the ACP for FY2012-13 based on the potential available in the district and proposed infrastructure to be developed by State Govt. in the FY2012-13 (enabling factors).

The ACP will be first discussed in length in the BLBC followed by discussion at District level with DDM NABARD and Controller / Managers of major Banks and finally placed in the DCC meeting.

On receipt of the approved ACP for FY2012-13, SLBC will propose the State Credit Plan for FY2012-13.

### **5.2.1. KCC for FY2012-13**

As per the MoF, GoI instruction, all eligible non-defaulter farmers is to provide with KCC, therefore it is proposed that all Banks operating in Jharkhand endeavor for covering all eligible farmers at the earliest, but for the monitoring purpose, we propose the KCC target of Kharif for FY2012-13 as under:

Target for Public Sector Banks	:	207000
Target for Pvt. Sector Banks	:	6000
Target for Co-operative Banks	:	12000
Target for RRBs	:	75000
<u>Total</u>	:	<u>300000</u>

<b>AGENDA NO</b>	<b>6</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO</b>	<b>37</b>

## 6. REVIEW OF LENDING

### 6.1. Agriculture and Kishan Credit Card, including compliance report on Action Plan as advised by GOI on lending to Agriculture Sector

**6.1.1** Total agriculture credit of all Banks in the state is 4450.87 crore which constitutes 10.86% of the gross credit. Agriculture credit in the State is much lower than the National bench mark of 18%. Focused attention of all the stake holders i.e. state Govt., Banks, NABARD and other agencies is needed.

**6.1.2.** The position of achievement under Agriculture Credit and KCC as on **31.12.2011** (From 1<sup>st</sup> April, 2011) is appended:

(` in crore)

Sl.No.	Particulars	Commercial Banks	Regional Rural Banks/ co-operative Bank	Total
1				
1.a.	Agriculture (Amount)	1091.26	133.85	1225.11
1.b.	Target	2148.00	255.00	2403.00
1.c.	Achievement %	<b>50.80</b>	<b>52.49</b>	<b>50.98</b>
2	KCC issued – No.	344343	89486	433829
2.a.	Target	332100	118000	450100
2.b.	Achievement %	<b>103.69</b>	<b>75.84</b>	<b>96.39</b>

Bank wise position is given in **Annexure –VIII ( Page -66 )**

**Bankwise progress of issuance of KCC upto 31<sup>st</sup> December'2011** is enclosed (**Annexure- IX, Page-68**) and summarized below:-

Sl. No.	Banks	Target of KCC (No.) for current FY	Fress / New KCC issued during the Year
<b>1</b>	Nationalized Banks	332100	343091
<b>2</b>	Pvt. Sector Banks	4800	1252
<b>3</b>	RRBs	116000	81241
<b>4</b>	Co-operative Banks	2000	8245
<b>5</b>	<b>Grand Total</b>	<b>450100</b>	<b>433829</b>

## **Observation:-**

1. During FY 2010-11, the achievement up to Dec'10 (61.87%) issued against Annual target of 3,50,000, whereas during current financial year achievement up to Dec'11 (96.39%) against the annual target of 450100 KCC card to be issued.
2. Nationalized banks have surpassed their annual target and achieved 103.30 % of the Annual target of issuance of KCC for the financial year 2011-12
3. Pvt. Sector Banks achieved only 26.08 % of the Annual target of issuance of KCC for the financial year 2011-12.
4. Both the RRBs achieved 70.34 % of the Annual target of issuance of KCC for the financial year 2011-12.
5. **Co-operative banks have done excellent** and against the target of issuance of 2000 KCC up to 31<sup>st</sup> Mar'12, till Dec'11 total 8245 **KCC card issued which is 412.25 % of Annual Target.**
6. **Excellent performer Banks are-**

Name of Bank	Annual Target(No)	Achievement	% of achievement
Cooperative Banks	2000	8245	412.25 %
Bank of India	110000	134227	122.02%
State Bank of India	120000	137759	114.80 %
Union Bank of India	10000	8691	86.91%
Canara Bank	11000	8916	81.05%
Allahabad bank	35000	24752	70.72%
United Bank of India	9500	6308	66.40%

7. **Poor performer Banks are-**

Name of Bank	Annual Target(No)	Achievement	% of achievement
UCO Bank	4500	2233	49.62%
Indian overseas Bank	650	277	42.61%
Bank of Baroda	6500	2022	31.11%
ICICI Bank	3000	283	9.43%

8. **Zero lending Banks in KCC**

Punjab and Sindh Bank, State bank of Bikaner & Jaipur, Corporation Bank, State bank of Patiala, Bank of Maharashtra, Federal Bank, Karnataka bank Ltd, Axis Bank, Indus Ind bank, Jammu & Kashmir Bank, Yes Bank, Kotak Mahindra Bank, South Indian Bank, Laxmi Vilas Bank.

9. **Good performer District in KCC:** **Dhanbad, East Singhbhum, Hazaribagh, Palamu, Ranchi**

### **Status of Providing Agriculture Credit to all farmers as per GOI instruction**

The Secretary, Ministry of Finance, Department of Financial Services, Govt vide his letter dated 19<sup>th</sup> August, 2011, advised that in view of the importance of priority sector lending in eradication of poverty and thereby contributing to economic growth of India, lending to agriculture sector for crop loan is of great importance. **The target set is to ensure that each farmer gets an agriculture credit limit by 15<sup>th</sup> October'2011.**

Two special campaigns were launched by Banks to cover all remaining eligible farmers.

1. From 1<sup>st</sup> December, 2011 to 15<sup>th</sup> December, 2011
2. From 16<sup>th</sup> December, 2011 to 15<sup>th</sup> January, 2012

As per report received from 17 LDMs no. of KCC issued during the campaign period is 30,215.

The overall Status of issuance of KCC in the State of Jharkhand as on 31<sup>st</sup> December'2011 is as under:

<b>Total Number of Cultivator in the State</b>	<b>38.89 lacs</b>
<b>Total cumulative KCC issued up to 31<sup>st</sup> Dec'11</b>	<b>19.85 lacs</b>
<b>Gap(Cultivator yet to issue KCC)</b>	<b>19.04 lacs</b>

Out of total KCC issued i.e. 19.85 lacs only 7.56 lacs KCC are standard and rest 12.29 lacs are irregular accounts.



### 6.1.3. Compliance report on Action Plan as advised by GOI on lending to Agriculture Sector

#### Compliance report of Action Plan as suggested by Ministry of Finance, Dept. of Financial Services, GOI letter D.O.No.1(4)2011-CP dated 19<sup>th</sup> August'2011:-

SI No.	Issues	Present Status
1.	Centralized Printing of the format and copies to be made available to each District Agriculture Officer (Action- Dept. of Agriculture and the State Govt. )	<ul style="list-style-type: none"> <li>Till date, as per report received from LDMs the common application form has been made available only in Four Districts namely Dumka, Gumla, Dhanbad and Pakur.</li> <li>The matter was also raised by SLBC Convenor during a meeting in the Chamber of Sec. Agriculture held on 24.01.2012.</li> </ul>
2.	Assignment of a group of villages to various field functionaries for collection of application form for crop loan(This could include functionaries for Rural Development Dept. Agriculture Dept. Cooperative Dept. Panchayat Dept. and Sugarcane Dept. etc to name a few) (Action- State Govt. and to be reviewed by DCC headed by DC)	<ul style="list-style-type: none"> <li>The Principal Secretary, IF &amp; PI, GOJ has issued instruction on 26<sup>th</sup> August'2011 to all the Commissioner and Deputy Commissioner of the district to ensure collection and forwarding of the KCC application to Banks branches.</li> <li>As per report received from all Controllers and LDMs, support in mobilizing of KCC application form govt. machineries is still awaited.</li> </ul>
3.	Application to be submitted to each bank in whose 'service area' the village falls. (Action- DCC/Banks)	<ul style="list-style-type: none"> <li>This practice is in force. However, the instruction/decision has been reiterated to the LDMs in the meeting.</li> <li>District/Block Agriculture Officer to follow the guidelines while forwarding/sponsoring agriculture or crop loan application to Banks.</li> </ul>
4.	DDMs should coordinate with LDMs in providing list of farmers to Bank branches (Action :-NABARD)	<ul style="list-style-type: none"> <li>SLBC requested feedback vide letter no. SLBC/AB/46/911 Dt.28.09.2011 to the CGM, NABARD for providing the district wise outcome of the efforts by DDMs for providing the farmers list to service area bank branch is awaited.</li> </ul>
5.	For providing KCC to each non defaulter farmer LDMs of each district work through DCC to obtain and provide the list of farmers to service area bank branch. (Action:- LDMs and DCC)	<ul style="list-style-type: none"> <li>Instruction for coordinating with DCC and DDMs of NABARD for providing non-defaulter farmers list to the concerned Bank branches, is given to LDMs by SLBC vide letter No. SLBC/AB/128/891 Dt.10.09.2011.</li> <li>As reported by LDMs, due to unavailability of farmers list in Circle/Block office, list could not be made available to Bank Branches.</li> </ul>

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

### 6.2.1. FINANCING TO MICRO & SMALL ENTERPRISES (MSE) (Priority Sector):

(Account: in lakh) ( ` in crore)

Sl. No.	Particular		Outstanding position as at the end of		
			March'2011	Dec'2011	
(1)	(2)		(3)	(4)	
<b>1</b>	<b>Micro Enterprises Sector</b>		<b>Accounts</b>	1.54	1.88
			<b>Amount</b>	2857.50	3714.92
	a.	Manufacturing Sector	Accounts	0.36	0.54
			Amount	621.97	1337.81
	b.	Service Sector	Accounts	1.18	1.35
			Amount	2235.53	2377.11
<b>2</b>	<b>Small Enterprises</b>		<b>Accounts</b>	0.62	0.82
			<b>Amount</b>	4569.83	7818.20
	a.	Manufacturing Sector	Accounts	0.25	0.29
			Amount	2857.50	5957.29
	b.	Service Sector	Accounts	0.37	0.53
			Amount	1712.33	1860.92
<b>3</b>	<b>Total Micro and Small Enterprises (MSE sector)</b>		<b>Accounts</b>	2.16	2.70
			<b>Amount</b>	7427.34	11533.13
<b>4</b>	a.	Share of Credit to Micro Enterprises in total credit to MSE sector	Percent share of amounts (stipulation :60%)	30.09	31.05
	b.	Share of credit to MSE sector in NBC/ ANBC	Percent share of amount	22.40	28.14

### Credit Flow to Medium ENTERPRISES (Non Priority Sector):

( ` in crore)

Sl. No.	Particular		Outstanding position as at the end of		
			March'2011	Dec'2011	
(1)	(2)		(3)	(4)	
a.	Manufacturing Sector	Accounts	0.13	0.16	
		Amount	436.72	1364.94	
b.	Service Sector	Accounts	0.15	0.62	
		Amount	486.33	469.12	
<b>c.</b>	<b>Total of Medium Enterprises</b>		<b>Accounts</b>	0.28	0.78
			<b>Amount</b>	923.05	1834.06

(Bank wise position of MSE and Credit Flow to MSME is given in Annexure No.X  
Page No. 70

**Observation:-**

1. In Jharkhand, share of Micro sector credit of total MSE stands at 31.05% as on Dec'2011 which is still behind the 55% benchmark by Mar'2012 as stipulated by RBI.
2. All Banks should gear up to increase the share of micro credit in overall credit to MSE sector in order to achieve the stipulated target of 55 % by Mar'12.

**Bank with zero lending under MSE:**

**Indian Bank, Punjab & Sind Bank, State Bank of Patiala, Indusind Bank, Yes Bank, Laxmi Vilas Bank, Karur Vasya Bank.**

**Guidelines on financing under MSE & RBI Stipulated revised growth Targets:**

A detailed discussion held in the 36<sup>th</sup> SLBC meeting (refer to Agenda No. 6.2 in the Agenda Booklet of 36<sup>th</sup> SLBC meeting).

All Banks should ensure adherence to the guidelines and growth targets stipulated by RBI.

## Review of Sick Micro, Small and Medium Enterprises

The all India outstanding credit to MSME sector at the end of Mar'11 stood at Rs 3,76,625.18 Crore(15.14%) compared to ANBC of Rs 2487181.65 Crore. The aggregate outstanding credit to MSME sector witnessed a YOY growth of 36.30 % during 2010-11 compared to a YOY growth of 19.66 % in net credit during the same period.

The following table gives the data of the number of accounts (All India) identified as sick by the financing bank.

Year	No Of Accounts	Amt Outstanding in Crore
2003	167980	5706.35
2004	138811	5284.54
2005	138041	5380.13
2006	126824	4981.13
2007	114132	5266.65
2008	85187	3082.69
2009	102949	3267.96
2010	77723	5233.15
2011	90141	5365.25

It may be observed that though there is an increase in the number of sick small and micro units there is decrease in the amount outstanding against them in the year 2011.

### **The overall position of Sick & Restructured accounts in the state of Jharkhand is as under:**

(Rs in Lacs)

Name of Bank	Restructured MSME Accounts				Sick Units as on 31.12.2011	
	As on 31.03.2011		As on 31.12.2011		A/C	Amt
	A/C	Amt	A/C	Amt		
Allahabad Bank	14243	41830	12636	46631	914	605
State Bank Of India	69119	184891	71634	198271	N.R	N.R
Bank Of India	47195	124513	51266	147741	NR	NR
Bank Of Baroda	4383	38843	4412	38998	NR	NR
Canara Bank	5408	49053	5997	59497	1	426
Punjab National Bank	1591	54635	1737	54103	53	506
Central Bank Of India	13932	18241	15114	15211	8	417
Union Bank Of India	8304	49839	8437	44875	1	103
Jharkhand Gramin Bank	31117	18625	35978	29794	132	127
ICICI Bank	570	5073	860	5698	0	0
Vanachal Gramin Bank	5632	18021	5816	19472	0	0
UCO Bank	6816	22358	6978	28714	19	138
Total	194067	584092	220865	679005	1128	2322

- The list of Sick, close & weak Large & Medium Industries are enclosed as enclosure no.03 Page no. 125

### 6.3. Education loan

In the emerging global scenario, India is trying to position itself as a knowledge economy. Higher Education assumes tremendous importance in this context. To open new avenues for deserving students who were earlier deprived of Higher education from top institutes in India and abroad due to weaker financial background, banks are extending education loans. Deserving students can now get admission in premium institutes of India and abroad to get into high flying career as banks have now taken the responsibility of financing in this sector. Performance of the Banks in state of Jharkhand is as under:-

#### **Performance of Banks under Education loan Scheme**

(` in crore)

Particulars	As on 31 <sup>st</sup> March'2011	As on 31 <sup>st</sup> December'2011	Growth in Advance
No. of Account	36227	44319	8092
Amount (In crore)	914.14	1349.91	416.12

Bank wise progress under education loan is enclosed as Annexure- XI page no .73

**Central Scheme to provide interest subsidy for the period of moratorium on Education loan:** The agenda was discussed in detail in the 36<sup>th</sup> SLBC meeting. Agenda was circulated vide Agenda no. 6.3 page no. 29 of 36<sup>th</sup> SLBC agenda Booklet.

Banks should ensure that all eligible students should get the benefit of the scheme and also claim of subsidy filed within stipulated time.

### 6.4. Housing loan

Housing in India varies greatly and reflects the socio-economic mix of its vast population.

#### **Performance of Banks under Housing loan Scheme**

(` in crore)

Particulars	As on 31 <sup>st</sup> March'2011	As on 31 <sup>st</sup> December'2011	Growth
No. of Account	44590	49943	5353
Amount	2413.58	3261.59	848.01

Housing loan upto 25 Lakhs comes under Priority Sector Credit and a fast growing sector. It needs to be surged by the banks.

State Apartment Act. Passed/Placed by state govt. should be meticulously followed.

State Govt. may amend CNT and SPT Act to enhance performance in the sector.

(Bank wise progress in housing loan is enclosed as Annexure NO- XII page no.75 )

### 6.5.1

#### ARTISAN CREDIT CARD [ACC]

The position as on **31<sup>st</sup> December, 2011** is as under:

Target	Achievement		
	Number	Amount	% (Number)
3000	2581	11.28	86.03%

**[Amt. In Crore]**

(Detailed Bank wise position is given in **Annexure – XIII (Page- 77)**)

**Bank of India, Allahabad Bank, State Bank of India and Central Bank of India has shown good performance. Overall progress may be considered satisfactory. However, participation is needed by both the RRBs, Pvt. Sector Banks and some public sector banks to surpass the stipulated target.**

#### 6.5.2. SWAROJGAR CREDIT CARD

The position under SCC as on 31<sup>st</sup> December, 2011 is given below:

Target	Achievement		% of Achievement
	No.	Amount	
5003	3798	25.19	75.91%

(Detailed Bank wise position is given in **Annexure-XIII (Page- 77 )**)

SBI, BOI, CBI, Allahabad Bank, PNB and JGB is performing well. However, participation of VGB, Pvt. Sector Banks, and some public sector banks is required to achieve the target.

The sub-committee on MSME and Govt. Sponsored Schemes may review the progress in issuance of SCC.

## 6.6 CREDIT FLOW TO SPECIAL CATEGORY OF BORROWERS

### 6.6.1 CREDIT FLOW TO MINORITY COMMUNITIES

The position as on 31<sup>st</sup> December, 2011 is as under:

(₹. in Crore)

Position as on March'2011		Position as on December'2011		Target 15% of PSC
PSC	Minority Community	PSC	Minority Community	% Share of Minority
18873.27	1429.13(7.57%)	21438.11	1797.69	8.39%

Though, credit to minority community is showing increasing trend. The share to priority sector credit has reached to 8.39% on Dec'11 from 7.57% on Mar'11. Substantial improvement is needed so as to reach benchmark level of 15% of priority sector credit. (Annexure XIV Page 80)

**Banks with zero lending to minority communities** – Punjab & Sind Bank, State Bank of Patiala, IDBI Bank, Axis Bank, Indusind Bank, Yes Bank, Kotak Mahindra Bank, Laxmi Vilas Bank, JGB.

### 6.6.2 CREDIT FLOW TO WOMEN

The comparative position of 31<sup>st</sup> December'11 is given below:

(₹. in Crore)

Position as on March'2011		Position as on Dec'2011		Target of lending to Women
Credit	Of which to Women	Credit	Of which to Women	5% of NBC
33161.37	1766.89(5.33%)	40984.64	2193.34	5.35%

At the end of December, 2011 quarter outstanding credit to women has increased over last FY by Rs. 426.45 crore, it has also increased in percentage term from 5.33% to 5.35% , achieving the Benchmark of 5% lending to women is appreciable.

**Although, speeding up of lending to women is required to make its share up to 10% as appealed by Hon'ble Chief Minister in the 36<sup>th</sup> SLBC Meeting.**

**Zeor Lending Banks to Women:** Punjab & Sind Bank, SBBJ, State Bank of Patiala, All Pvt. Sector Banks, JGB.

### 6.6.3 CREDIT FLOW TO DRI

The performance of the banks in this area stands as under:

( ₹ in Crore)

Position as on March'2011		Position as on Dec' 2011		Target of lending to DRI
NBC of March'10	Of which to DRI	NBC of Dec'11	Of which to DRI	1% of NBC of March'10
33161.37	137.47(0.51%)	40984.64	317.07	0.77%

During the FY 2011-12, **DRI lending has increased** from Rs. 137.47cr to Rs.317.07 cr, yet remains below benchmark of 1%.

In view of lending under DRI, it is proposed that by March'12, all Rural Bank Branches should lend 10 DRI loans and Semi-Urban and Urban Bank Branches should lend 15 DRI loans.

**Zero Lending Banks : UBI, Union Bank of India, UCO Bank, Syndicate Bank, OBC, Dena Bank, Punjab & Sind Bank, Vijaya Bank, SBBJ, Andhra Bank, State bank of Patiala, Bank of Maharashtra, All Pvt. Banks and RRBs.**

### 6.6.4 CREDIT FLOW TO SC/STs

The comparative position of credit flow to SC/STs up to December'11 is given below:

( ₹ in Crore)

Position as on March'2010		Position as on Dec'2011	
Total Credit(NBC)	Of which to SC/ST	Total credit (NBC)	Of which to SC/ST
33161.37	2891.55(8.71%)	40984.64	2587.25(6.31%)

The over all credit to SC/STs has decreased by `304.30 crore (from `2891.55 cr to `2587.25cr) after quarter ended on Dec'11 over last FY and the share of credit has decreased from 8.71 % to 6.31 %, which is unsatisfactory.

Hon'ble Chief Minister has expressed his concern in the 36<sup>th</sup> SLBC meeting and Meeting of Finance Minister, Gol, with CM's of eastern states that Jharkhand being highly populated with ST/SC, share of credit to ST/SC should be improved particularly in the state.

Banks should leave no stone unturned to improve the position of credit flow to ST/SC to fulfill the desire of Hon'ble Chief Minister.



AGENDA NO	7
DATE OF MEETING	09.02.2012
MEETING NO	37

**7.1. REVIEW OF PROGRESS UNDER GOVT. SPONSORED SCHEMES FOR THE YEAR 2011-12 AS ON 31<sup>st</sup> December' 2011**

**SWARNAJAYANTI GRAM SWAROJGAR YOJNA [SGSY]**

7.1.1. The comparative position of achievement as on **31<sup>st</sup> December' 2010** and **31<sup>st</sup> December'2011** is as under: -

Particulars	31 <sup>st</sup> December, 2010		31 <sup>st</sup> December, 2011	
	No	Amount	No	Amount
Credit Target	N.A.	247.65	N.A.	408.56
Application Received	15574		16574	146.25
Sanctioned	14700	93.46	15531	124.03
Disbursed	14058	80.54	12559	100.82
<b>% of Achievement</b>		<b>37.77</b>		<b>30.36</b>
Applications Returned	-	-	-	
Applications Pending for sanction	874		1043	
Sanction proposal pending for Disbursement	642		2972	

7.1.2 Detailed Bank wise and District wise position as on **31<sup>st</sup> December'2011**, is enclosed in **Annexure -XV (Page -83)** ,**Annexure-XV (page 85)**

30.36% of the target under SGSY has been achieved till 31<sup>st</sup> December'11, which is not satisfactory.

**Implementing bodies of the state Govt. should sponsor sufficient numbers of proposals under SGSY to meet 100% achievement in FY 2011-12.**

Detailed review/discussion should be done in BLBC and DLCC meeting regarding physical and financial achievement in SGSY.

**Zero lending Banks : Punjab & Sind Bank, Vijaya Bank, SBBJ, Corporation Bank, State Bank of Patiala, Bank of Maharashtra, All Pvt. Sector Banks.**

**7.2 PRIME MINISTER'S EMPLOYMENT GENERATION PROGRAMME (PMEGP)**

**Overall Position as on 31<sup>st</sup> December, 2011 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		
<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>	<b>7</b>	<b>8</b>	<b>9</b>	<b>10</b>
<b>2586</b>	<b>2731</b>	<b>1378</b>	<b>45.70</b>	<b>1166</b>	<b>26.55</b>	<b>50.45</b>	<b>42.69</b>	<b>245</b>	<b>1108</b>

Bank wise and District wise position as on **31<sup>st</sup> December'2011** under PMEGP Scheme is given in **Annexure-XVI (Page-86 ) , Annexure -XVI (page- 88)**

Out of 1378 applications sponsored, 1166 applications are disbursed at different Bank branches. Timely disposal and subsidy claim norms should be adhered by Banks as per RBI guideline.

**The Current financial year 2011-12 is the terminal year for PMEGP Scheme and the margin money balance available with Nodal Bank will be withdrawn on 1<sup>st</sup> April, 2012 through e-transfer by the KVIC, Central Office, Mumbai.**

**No subsidy amount will be permitted to release by the nodal Banks to the financing banks after 31<sup>st</sup> March, 2012.**

**Therefore, all the financing banks may be requested to submit the margin money claims to their concerned nodal banks well in advance, if possible, by the end of February, 2012.**

**Zeor Lending Banks: Punjab and Sind Bank, State Bank of Patiala, IDBI Bank and all Pvt. Sector Banks.**

### **7.3. Study report on verification of borrowers and end use of funds under Govt. Sponsored Schemes- NIRD Study Report**

As per the suggestion of the local board (western area) National Institute of Rural Development (NIRD), Hyderabad was engaged for verification of the status of borrowers and end use of funds to evaluate the efficacy of the Govt. Sponsored Scheme was conducted. The study report of NIRD is enclosed as **enclosure no. 10 Page No. 157**

### **7.4. Interest Subsidy Scheme for Housing the Urban Poor**

As per detailed discussion held in 36<sup>th</sup> SLBC meeting, NHB organized a Symposium on **ISSHUP on 02<sup>nd</sup> December, 2011**. Proceeding of the same have not been received by us yet.

The representative of GRDA and NHB may kindly appraise the development and future plan to the house.

<b>AGENDA NO</b>	<b>8</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO</b>	<b>37</b>

## 8. FINACIAL INCLUSION

### 8.1.A BANKING COVERAGE (OUTLET) TO IDENTIFIED 1541 VILLAGES WITH POPULATION OVER 2000 BY 31<sup>ST</sup> MARCH 2012

The Bankwise/Districtwise/Quarterwise outlet model wise matrix finalized for providing Banking outlet to **1541** identified villages with population over 2000 by 31<sup>st</sup> March 2012, it was planned to cover **704** villages, till 30<sup>th</sup> March, 2011 and another 837 villages, up to March, 2012. As advised in the 34<sup>th</sup> SLBC Meeting held on 9<sup>th</sup> August, 2011 to cover all 1541 villages by November, 2011 i.e. before target date of March, 2012. Till December, 2011 total **1060** no of villages have been covered. Bank wise progress is given in Annexure XVII (**page no . 89**)

**Analysis:** Banks which have covered all allotted FIP villages are viz. **Allahabad Bank, Bank of India, State Bank of India, Union Bank of India.**

Banks which are lagging behind are viz. **Punjab National Bank, Central Bank of India, Syndicate Bank, Vijaya Bank, Jharkhand Gramin Bank and Vananchal Gramin Bank.**

#### Poor Performing Banks given as below:

Sl. No.	Name of the Bank	Total No. of Villages Alloted	No. of Villages covered as on 31 <sup>st</sup> Dec, 2011	% Achievement
1	Central Bank of India	51	23	45.10
2	JGB	165	54	32.73
3	United Bank of India	43	11	25.58
4	VGB	258	17	6.59
5	Punjab National Bank	45	0	0
6	Syndicate Bank	4	0	0
7	OBC	1	0	0
8	Dena Bank	1	0	0
9	Vijaya Bank	3	0	0
10	Andhra Bank	1	0	0
11	Bank of Maharashtra	1	0	0

Banks which are lagging behind were advised to gear up during last 3 SLBC meetings by the Chairperson but no improvement in the performance is observed.

Banks should make the endeavor to cover all the allotted villages within February'11, i.e. before the target date of 31<sup>st</sup> March2012.

### **8.1.B. Financial Inclusion Fund & Financial Inclusion Technology Fund**

During the FY 2011-12 Financial support from Financial Inclusion Fund (FIF) and Financial Inclusion Technology Fund(FITF) for 100% financial inclusion was extended by NABARD as under:-

**(Amt. in lacs)**

	<b>Disbursed during quarter (Dec, 2011)</b>	<b>Cumulative since 01.04.2011</b>
<b>FIF</b>	1.79	6.91
<b>FITF</b>	-	-

Utilization of FIF and FITF is extremely poor. Administration of the fund is done by NABARD. Looking into high poverty ratio and low literacy ratio greater utilization of the fund is necessary.

**House may discuss.**

### **8.1.C. Smart Card/ Biometric Card & No Frill A/Cs**

#### **Position of Smart Cards issued so far:**

<b>Name Of Banks</b>	<b>No. of Smart card issued up Last FY 2010-11</b>	<b>During Current FY 2011-12</b>	<b>Commutative upto 31.12.2011</b>
Allahabd Bank	2100	1665	3765
Bank of India	41415	28719	70134
Canara bank	2187	0	2187
Jharkhand Gramin bank	1050	0	1050
Punjab National Bank	5506	150	5656
State Bank of India	112355	21904	134259
Union Bank of India	8637	27031	35668
Vananchal Gramin bank	1915	9675	11590
Indian Overseas Bank	177	1811	1988
ICICI Bank	677	5073	5750
AXIS Bank	1365	4450	5815
Central Bank	0	1060	1060
Bank of Baroda		284	284
<b>Total</b>	<b>177384</b>	<b>101822</b>	<b>279206</b>

In view of the instruction of MoF, Gol , that all social benefit scheme payments should be paid electronically, achievement in issuance of Smart Card in the state is extremely poor. Concerted effort of Banks and relevant State Govt. Dept. is necessary to make all such payments through Smart Cards.

**8.1.D. The Position of opening of No Frills Account: As on 31.12.2011**

No Frills Accounts (Cumulative)during Current Financial year	Cumulative since inception
A/c	A/C
1969093	6311013

The overall addition of no frill accounts during the FY 2011-12 remained satisfactory. Though, as per Gol instruction, no-frill accounts should be made viable and or should be closed.

(Bank wise position is enclosed vide **Annexure-XVII (Page-89)**)

**8.1. E. Position of General Purpose Credit Card**

( ` in Crore)

Cumulative Ach. During the 2011-12		Cumulative since inception	
A/c	Amt.	A/c	Amt.
12809	24.44	35029	468.52

Banks which have not issued GCC : Central Bank, United Bank of India, Indian Overseas Bank, Oriental Bank of Commerce, Indian Bank , VGB, Pvt. Banks except, HDFC (54), J&K Bank (4) etc.

Banks need to increase the coverage of General Credit Card during 2011-12. Specially, Pvt. Banks should participate in issuance of GCC.

Bank wise position of flow of credit under GPCC is enclosed as per **Annexure-XIII (Page -77 )**

New scheme, Weavers Credit Card, Launched by Ministry of Textile, GOI, should be taken up by all the Banks as per stipulated guidelines.

**SELF HELP GROUPS**

**8.1.F. Status of promotion and Savings /Credit Linkage are given below.**

(Amt in Crore)

As on 31 <sup>st</sup> December'2011			
Savings Bank A/C Opened		Credit Linkage established/Financed	
A/C	Amt	A/C	Amt
60236	31.58	54713	442.19

Bank-wise position of SHGs linkage as on 31.12.2011 is given in **Annexure -XVIII (Page - 91 )**

Gap between Savings Bank A/c and Credit linkage should be covered. Review of promotion of SHGs should be done in BLBC and DCC.

DDMs of NABARD be actively involved for providing the guidance and hand holding support in formation of SHG and credit linkage with Bank.

*SLBC Jharkhand*

## 8.2. Action Taken Report on Strategy and Guidelines on Financial Inclusion

(Issued to banks vide Department of Financial Services, MoF, GoI, Letter no. 21/13/2009-FI (Pt) dated 21.10.2011)

Sl. No.	Action Points	Current status
1	Banks to define Service area of the banks in terms of the Gram Panchayats.	The instruction was percolated to all LDMS & Controllers of Banks operating in the state of Jharkhand. The matter was also discussed in details in 36 <sup>th</sup> SLBC meeting held on 9.11.2011.
2	All DCCs to prepare a plan in format as per Annexure-I by 31.10.2011	Service area plan as per Annexure-I is prepared and approved by DCCs of all 24 Districts in the state of Jharkhand.
3	BCs to be assigned the entire Gram Panchayat by Banks.	BCs appointed by the Banks/TSPs have been allocated with the identified villages with population above 2000 under FIP.
4	Preparation of comprehensive District Financial Services Plan.	Instructions for Preparation and uploading of Comprehensive District Financial Service Plan was conveyed to all LDMS vide ltr. dt. 27.10.2011 and was also discussed in 36 <sup>th</sup> SLBC meeting held on 9.11.2011. In the LDMS meeting held on 22.12.2011 and 21.01.2012 it was categorically told to upload district Service Area Plan.
	Preparation of comprehensive State Financial Services Plan.	The plan is finalized and soft copy of the same is provided to State Govt. for uploading the same on the state website. Meantime, the State Service Area Plan has been uploaded on SLBC website.
5	Roadmap for EBT in respect of each of the 32 schemes to be finalized in SLBC meeting	We have requested the State Govt. officials to identify the Schemes for EBT [including 35 centrally sponsored schemes, the list of which was sent by Fin. Secretary, MoF vide Ltr. Dt. 12.09.2011. Implementation of E-Payment is being constantly followed up with the State Govt. and was also discussed in the 36 <sup>th</sup> SLBC meeting on 9.11.2011. The State Govt. is being pursued to adopt 'One District- Many Banks-One Leader Bank' Concept for EBT.
6	Parallel structures of EBT inconsistent with the RBI guidelines dated 12.08.2011 (One district-many bank-one leader bank) to be discontinued.	EBT is yet to be implemented in the state of Jharkhand.
7	Any beneficiary having any bank account must not be required to open new account and the benefits should be credited to the existing account.	The state Govt. is being pursued for implementation of E-Payment.

<b>AGENDA NO</b>	<b>9</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO</b>	<b>37</b>

### 9. Green initiative e-payment

As per the direction and guideline of MOF, GOI, in respect of all schemes of Gol and State Govt. which are being administered by the State Govt. **all payments should be made through Electronic Fund Transfer and no other mode of payments should exist except for those institution which are not under CBS platform. w.e.f 01.10.2011.**

The convener bank of SLBC has been advised to co-ordinate implementation of aforesaid e-payments by banks.

#### **Status of Compliance**

- The decision of Gol, on e-payment w.e.f. 1<sup>st</sup> October,2011 has been conveyed to all member banks and discussed in the meeting of Small Group of Bankers on 2<sup>nd</sup> September,2011.
- On 3<sup>rd</sup> September, 2011, a meeting was convened by The Principal Secretary, IF & PI, GoJ., with various departments of GoJ and major Banks , wherein identification of the schemes by State Govt. departments was discussed. Readiness of Banks to open No-frill A/cs using simplified A/c opening form was conveyed.
- A draft publicity by State Govt. on EBT, as desired by State Govt. was also provided on 05.09.2011 (which has since been published on 12<sup>th</sup> October, 2011.
- In the special SLBC meeting held on 7<sup>th</sup> September, 2011, the matter was discussed and was advised to be further followed-up in the Banker's Small Committee meeting as well as FIP sub-committee of SLBC.
- FIP sub-committee discussed EBT in details in the meeting on 2<sup>nd</sup> and 16<sup>th</sup> September, 2011 and recommended convergence of "One Block One Bank" allocation for MNAREGA payment which is in conformity with GOI guidelines of "Many Banks and One Lead Bank" for a district. No other model to be followed as per GOI guidelines.
- State Govt. may kindly expedite implementation of e-payment of all state and central Govt. funds.

**House may discuss and decide.**

<b>AGENDA NO.</b>	<b>10</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO</b>	<b>37</b>

### A. RSETIs

The present status of allotment of land for R-SETIs vis-s-vis submission of claim for grant/subsidy by the banks is given below:

Sl.No	Name of Districts	Banks responsible for setting up RSETIs	Present position land allotment	Status of claim/subsidy
1.	Ramgarh	Punjab National Bank	Land allotted construction started	Part Received
2.	Khunti	Bank of India	Land allotted and, lease done	Received
3.	Gumla	Bank of India	Land allotted and lease done	Received
4.	Lohardaga	Bank of India	Land allotted and lease done	Part Received
5.	Latehar	State Bank of India	Land allotted and lease done (Land is not suitable, low land)	Received
6.	Giridih	Bank of India	Land allotted and lease done	Part Received
7.	E.Singhbhum	Bank of India	Land allotted and lease done	Part Received
8.	Pakur	State Bank of India	Land allotted and lease done	Part Received
9.	Ranchi	State Bank of India	Land allotted and lease done	Part Received
10.	Saraikela	Punjab National Bank	Land allotted and lease done	Part Received
11.	Sahebganj	State Bank of India	Land allotted and lease done	Submitted
12.	Bokaro	Bank of India	Land allotted but transfer of land not done	Part Received
13.	Simdega	Bank of India	Land allotted but Transfer of Land not done	Received
14.	Dhanbad	Bank of India	Land allotted but Transfer of Land not done	Received
15.	W.Singhbhum	Bank of India	Land allotted but Transfer of Land not done	Received
16.	Dumka	Allahabad Bank	Land allotted but Transfer of Land not done	Submitted
17.	Hazaribagh	Allahabad Bank	Land allotted but Transfer of Land not done	Submitted
18.	Godda	Allahabad Bank	Land allotted but Transfer of Land not done	Part Received
19.	Koderma	Bank of India	Land allotted but Transfer of Land not done	Received
20.	Chatra	Bank of India	Land allotted but Transfer of Land not done	Received
21.	Deoghar	State bank of India	Land allotted but Transfer of Land not done	Submitted
22.	Palamau	State Bank of India	Land not allotted	Not submitted
23.	Jamtara	State Bank of India	Land not allotted	Not submitted
24.	Garhwa	State Bank of India	Land not allotted.	Not Submitted

**State Govt. may expedite Allotment and transfer of land to R-SETIs.**

**Fate of claims for grant/subsidy submitted may be advised by the concerned Banks.**

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

- **Independent Directors has been posted at 15 R-SETIs** viz. Deoghar, Hazaribagh, Dumka, Godda, East Singhbhum, Saraikela, Chatra, Ramgarh & Dhanbad, Khunti, Koderma, Ranchi, Jamtara, Lohardaga, Pakur.
- **In remaining 9 R-SETIs**, the concerned LDMs are in additional charge as Directors of R-SETIs. Concerned Banks to consider posting of independent Directors.
- **Regular training programme are being conducted at 19 R-SETIs** viz. Deoghar, Hazaribagh, Dumka, Godda, East Singhbhum, Saraikela, Chatra, Ramgarh, Dhanbad, Khuti, Koderma, Ranchi, Pakur, Garhwa, Giridih, Lohardaga, Palamu, Sahibganj, West Singhbhum.
- **In respect of remaining 5 R-SETIs** commencement of regular training programme should be taken up by the concerned Banks.



## **B. RSETIs**

We have received a letter No. NIRD/RSETI/CL-ST/BK dated 16.12.2011 from NIRD regarding grant of assistance to SBI RSETI Ranchi. The letter is enclosed as **enclosure no.04 page 131**

RUDSETI of Canara bank is functioning at state level on model basis.

RSETI is a district level institution and SBI RSETI is functioning in Ranchi since 14.11.2008.

Both the institution can co-exist and impart training in their respective purview.

**House may discuss and take its view.**

<b>AGENDA NO</b>	<b>11</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO</b>	<b>37</b>

**REVIEW OF NPA/ RECOVERY MATTERS**

**11.1 RECOVERY POSITION UNDER PRIORITY SECTOR ADVANCES**

[ Amt. in Crore ]

Particular	31 <sup>st</sup> March'2011			31 <sup>st</sup> December'2011		
	Demand	Recovery	%	Demand	Recovery	%
1	2	3	4	5	6	7
<b>Agriculture</b>	698.49	378.99	<b>54.26</b>	1094.54	503.93	<b>46.04</b>
<b>MSE</b>	1278.02	863.03	<b>67.53</b>	2029.34	1186.30	<b>58.46</b>
<b>OPS</b>	1445.82	1106.38	<b>76.52</b>	509.43	949.09	<b>186.30</b>
<b>Total PSC</b>	3422.33	2348.41	<b>68.62</b>	3633.30	2639.32	<b>61.23</b>

Overall position of recovery in the state is not satisfactory and is in decreasing trend. CBI, UBI, UCO Bank, Syndicate Bank etc. Should speedup the recovery to improve the overall position. Support from State Govt. can be a useful tool to increase recovery. Bank- wise position of recovery under Priority Sector as on **31<sup>st</sup> December' 2011** is given in **Annexure -XIX(Page -94 )**

**11.2 RECOVERY POSITION UNDER GOVT. SPONSORED SCHEMES**

[ Amt. in Crore ]

PARTICULAR	31 <sup>st</sup> March'2011			31 <sup>st</sup> December'2011		
	Demand	Recovery	%	Demand	Recovery	%
1	2	3	4	5	6	7
<b>SGSY</b>	89.13	30.24	<b>33.93</b>	191.06	83.71	<b>43.81</b>
<b>PMRY/PMEGP</b>	55.94	26.77	<b>47.86</b>	85.54	37.07	<b>43.33</b>
<b>Total</b>	145.08	57.02	<b>39.30</b>	276.61	120.78	<b>43.66</b>

Recovery under Govt. Sponsored Scheme is below average. Concerned Govt. Dept. may extend support to improve the overall position. Bank wise position of recovery under Govt. Sponsored Schemes as on **31<sup>st</sup> December' 2011** is given in **Annexure-XX (Page -96)**

**11.3****NON PERFORMING ASSETS**

The position of NPA and written off debts of Banks in the state, is as under  
[Amt. in Crore]

Particular	31 <sup>st</sup> December'2010	31 <sup>st</sup> Mar'2011	31 <sup>st</sup> December'2011
<b>Gross Credit (NBC)</b>	30029.93	33161.37	40984.64
<b>Gross NPA</b>	1125.22	1328.42	1593.38
<b>% to Gross Credit</b>	<b>3.75</b>	<b>4.00</b>	<b>3.88</b>
<b>Written off</b>	418.75	416.05	443.62
<b>% to Gross Credit</b>	<b>1.39</b>	<b>1.25</b>	<b>1.08</b>
<b>Total (Gross NPA +Written Off)</b>	<b>1543.97</b>	<b>1744.47</b>	<b>2037.00</b>
<b>% of Gross Credit</b>	<b>5.14</b>	<b>5.26</b>	<b>4.97</b>

On YOY basis NPA increased by Rs. 468.16 crore from Rs. 1125.22cr to Rs. 1593.38 crore which is 1.55% of Gross Credit. This is highly alarming, taken into consideration of prudential write off done by banks (without absorbing borrowers from repayment), the total NPA comes to Rs. 2037.00 crore. Bank wise position of the NPA & Written-off advances as on 31<sup>st</sup> December' 2011 is given in **Annexure -XXI (Page -98)**

**11.4****BANK WISE POSITION OF CERTIFICATE CASES**

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

BANKS	31 <sup>st</sup> March'2011		31 <sup>st</sup> December'2011	
	Number	Amount	Number	Amount
<b>Commercial Banks</b>	82721	198.64	95677	263.45
<b>RRBS</b>	8364	9.12	6791	20.39
<b>Total</b>	<b>91085</b>	<b>207.76</b>	<b>102468</b>	<b>283.84</b>

Though filing of certificate case has increased over March, 2011, still the progress is not satisfactory. Support from State govt. is necessary for significant improvement. Posting of Certificate officer will further boost the disposal of certificate case.

Bank wise position of pending Certificate Cases as on **31<sup>st</sup> December'11** is given in **Annexure -XXII (Page-101 )**

11.4.2 The position of **quarterly disposal of Certificate Cases** is as under:  
[Amt. in Crore]

Banks	31 <sup>st</sup> December' 2011	
	Number	Amount
1	2	3
<b>Commercial Banks</b>	635	6.55
<b>RRBs</b>	10	0.20
<b>Total</b>	<b>645</b>	<b>6.75</b>

The position of quarterly disposal of Certificate case is extremely poor and state govt. may strengthen the recovery machinery.

### **11.5. POSITION OF DRT CASES**

The position of DRT Cases of Banks as on **31<sup>st</sup> December' 2011** is as under:-

Total Credit	Pending Cases		To Gross Credit
	Amount	No.	Amt.
1	2	3	4
40984.64	2723	273.03	0.66

Bank wise position as on **31<sup>st</sup> December' 2011** is given in **Annexure - XXIII(Page-103 )**

### **OBSERVATIONS**

1. Southward movement of overall recovery position in the state of Jharkhand is continued for the FY 2011-12.
2. No significant outcome in recovery is evident through certificate cases.

**All concerned organization/institutions should be taken into consideration for rejuvenating the recovery mechanism including legal framework.**

Free flow of credit under priority Sector, Govt. sponsored Schemes etc can only be possible through improving recovery scenario for requisite recycling of bank loan.

<b>AGENDA NO</b>	<b>12</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO</b>	<b>37</b>

## 12.1 FUNCTIONING OF VARIOUS SUB-COMMITTEES OF SLBC

In terms of the decision taken in the 36<sup>th</sup> SLBC meeting held on 9<sup>th</sup> November, 2011, the following sub-committees of SLBC are functioning. The status of last meeting conducted is given below:

### Sub- Committees of SLBCs

<b>SL. No.</b>	<b>Name of Sub-Committee</b>	<b>Chairman of Sub Committee</b>	<b>Other Members of Sub Committee</b>	<b>Terms of Reference</b>	<b>Date of Last Meeting</b>	<b>Annexed Minutes</b>
1.	Agriculture & Allied Sub Committee	Principal Secretary/Secretary (Agriculture) GOJ <b>Convenor- NABARD</b>	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	17.10.2011	Enclosure no.05 page no. 132
2.	Export Promotion	Convenor Bank of SLBC <b>Convenor- SLBC</b>	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 in Export in Agriculture /Handicraft 3)Enabling factor for export promotion	30.06.2011	

SL. No.	Name of Sub-Committee	Chairman of Sub Committee	Other Members of Sub Committee	Terms of Reference	Date of Last Meeting	Annexed Minutes
3.	Security	Principal Secretary/ Secretary (Home), GOJ <b>Convenor- SBI</b>	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	28.12.2011	Enclosure no 06, page no 137
4.	CD Ratio & ACP Sub-Committee	Convenor Bank of SLBC <b>Convenor- SLBC</b>	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	21.12.2011	
5.	Steering Committee on SLBC	Convenor Bank of SLBC <b>Convenor- SLBC</b>	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.)	03.02.2012	
6.	Sub Committee on Legislature & Other issue	Secretary, Institutional Finance <b>Convenor- SLBC</b>	1) Secretary, Rural development 2) Secretary, Co-operative 3) Secretary, Revenue 4) Secretary, Agriculture 5) Secretary, Planning	All issues relating to legislature, amendment and other Activities received from	04.08.2011	

SL. No.	Name of Sub-Committee	Chairman of Sub Committee	Other Members of Sub Committee	Terms of Reference	Date of Last Meeting	Annexed Minutes
			6) .State bank of India 7)Bank of India 8) Allahabad bank 9)Reserve bank of India	the State Govt. for Development through credit in the State.		
7.	Sub-committee on MSME and Govt. Sponsored Schemes	Secretary(Rural Development) <b>Convenor- BOI</b>	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.	04.08.2011	
8	Sub-committee on Housing finance	Secretary(Urban Development) <b>Convenor- SBI</b>	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)	04.08.2011	

As per discussion held on 36<sup>th</sup> SLBC meeting, the SLBC Sub-Committee on Banking Coverage (outlet) to identified village with population above 2000 is to be renamed and re-constituted as per details given below:

**Name of Committee- FIP & EBT subcommittee of SLBC**

Chairperson – Dev. Commissioner of Jharkhand (Convener- SLBC convener Bank)

Members of the committee:- Principal Secretary, (PI & IF), Secretary, (Rural Development), Secretary, (Welfare),GOJ, RBI, NABARD, Nodal officer of both Public Sector Insurance Co.( life & Non life),SBI, BOI, PNB, Canara Bank, Union Bank and JGB.

Periodicity of meeting: Monthly on 5<sup>th</sup> day of each month (Next working day if 5<sup>th</sup> is holiday).

No meeting of the sub-committee took place since constitution has not been confirmed.

The convener of the respective sub-committee requested to convene the meeting at least once in a quarter or at more frequent intervals. The minutes should be placed in subsequent SLBC meeting.

In addition to the aforesaid regular sub-committees Bankers' Small committee was constituted in terms of instruction of the Govt. of India letter dated 17<sup>th</sup> August, 2011.

The status of holding meeting of the committee is given below:

SL. No.	Name of Committee	Chairman of Committee	Other Members of Committee	Terms of reference	Date of Last Meeting	Annexed Minuets
1	Small Group of Bankers for Accelarating Credit flow to Agriculture	Convenor -SLBC	RBI, Convenor Bank of SLBC, NABARD, OSD, Major Banks, Both RRBs	To Accelerate Credit flow in Agriculture and Crop Loan	12.12.2011 26.11.2011	Enclosure no 07 page no. 141

To review the district wise performance of banks, SLBC convenes regular meeting with LDMs of all districts of Jharkhand.

<b>SL. No.</b>	<b>Name of Committee</b>	<b>Chairman of Committee</b>	<b>Other Members of Committee</b>	<b>Terms of reference</b>	<b>Date of Last Meeting</b>	<b>Annexed Minuets</b>
<b>1</b>	Review Meeting of LDMs	Convenor -SLBC	Convener Bank, Banks with Lead District,	Regular review of District wise performance.	22.12.2011 21.01.2012	Enclosure no. 08 page no 147

Decisions and action point in the various committees need be complied be the concerned institutions/ organizations/ departments etc.



<b>AGENDA NO.</b>	<b>13</b>
<b>DATE OF MEETING</b>	<b>09.02.2012</b>
<b>MEETING NO.</b>	<b>37</b>

## MISCELLANEOUS

### **13. A. Scheme for Revival of Handloom Weavers by Waiver of Working Capital & Term Loan of Individual ,SHG,JLG and Master Weavers**

The Ministry of Textiles, Govt. of India conveyed the details of guidelines to Secretary/ Commissioner/Director-in Charge of Handloom of all States, NABARD, CGTMSE and CEOs of all scheduled Commercial Banks vide circular letter no F-6/2/99/DCH/2011/DHDS dated 28<sup>th</sup> Nov'2011.

The salient feature of the Scheme is enclosed as enclosure 09(Page151 To156) subsequently the meeting of NIMRC (National Implementation Monitoring & Review committee was held on 4<sup>th</sup> and 26<sup>th</sup> Dec'2011 to discuss about various aspects of the scheme and its implementation.

The aforesaid meeting was inter alia attended from Jharkhand State by the Additional Resident Commissioner of Jharkhand (on 4<sup>th</sup> Dec'11) and Managing Director, Jharkraft (on 26<sup>th</sup> Dec'11) as also by SLBC convenor Bank.

**House may discuss** on implementation of the scheme especially in regard to

- Signing of MoU or letter of commitment to be followed by signing of MoU within 3 months
- Special Audit by NABARD as implementing agency of the package.
- Implementation by Banks as per scheme.

### **13.2. Convergence of various meetings organized by SLBC/ Govt. Deptt./ Other Financial/Non-Financial organization**

It is observed that above bodies conveyed meeting of various subjects/ agenda on very frequent interval.

In order to ensure effective participation and meaningful discussion and participation of all the controllers of major banks in the systematic manner it is proposed as under:

1. All Deptt. wise meeting to be organized once / twice in the month.
2. Instead of holding the meeting separately on various dates, by the convenor concerned, such meeting will be conducted on a singly day.
3. In addition to the regular meetings, any special meeting required to be conducted will also be converged with other meeting, as far as possible.

<b>AGENDA NO.</b>	<b>14</b>
<b>DATE OF MEETING</b>	<b>09.02.2011</b>
<b>MEETING NO.</b>	<b>37</b>

**14. Any other matter with the permission of the chair**