

STATE LEVEL BANKERS' COMMITTEE JHARKHAND

AGENDA NOTES FOR 41st SLBC MEETING

DATE	09.11.2012
TIME	10.30 A.M.
VENUE	Hotel Capitol Hill ,Ranchi

CONVENOR: ALLAHABAD BANK

**AGENDA FOR 41st MEETING OF
STATE LEVEL BANKERS' COMMITTEE, JHARKHAND**

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AGENDA NO.	1
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Confirmation of the minutes of **39th SLBC meeting** held on 09th August, 2012 and **40th (special)** SLBC Meeting on drought held on 05th October'2012.

- Minutes of 39th SLBC meeting of Jharkhand State held on 09th August'2012, circularized to all concerned vide letter no. SLBC/AB/02/341 date 21.08.2012, enclosed for ready reference as enclosure no. **1** Page no. **114** .
- Minutes of the 40th (special) SLBC meeting of Jharkhand State on relief measures for Early season drought in Jharkhand held on 05th October'2012, circularized to all concerned vide letter no SLBC/AB/02/217 dated 10.10.2012, enclosed for ready reference as enclosure no. **2** Page no. **134** .
- Minutes may please be confirmed by the house as no communication requesting amendments has been received.

AGENDA NO.	2
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Action taken report on the decision taken in previous SLBC meetings.

**2.1. 39th SLBC meeting
Issues pertaining to State Govt.**

SL.NO	Pending since	ISSUES	PRESENT STATUS
2.1.1	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>Updation of land records completed in Lohardaga and East Singhbhum district and updation is going on in 10 districts viz Khunti, Sahibganj, Chatra, Gumla, Latehar, Jamtara, Garhwa, West Singhbhum, Ranchi and Dumka. In next phase the work will start in Palamu, Giridih, Godda & Simdega districts. Issue of amendments in C.N.T. Act and S.P.T. Act has been referred to Tribal Advisory Committee for consideration.</p>
2.1.2.	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. 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.</p>	<p>Draft of amendments in PDR Act is under consideration of Govt. of Jharkhand.</p>
2.1.3.	09.02.2012	<p>UP Agriculture Money recovery Act – 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 are realized by Govt. officials and deposited in Govt. A/C, rest 90% depositing in loan account.</p>	<p>The Revenue and Land Reform deptt. is analyzing the proposal in the context of CNT and SPT Act. The matter is also referred to Tribal Advisory Committee for consideration.</p>

SL.NO	Pending since	ISSUES	PRESENT STATUS
2.1.4.	20.03.2009	<p>“Amendment to the Bihar Money Lenders Act 1974 and Rules” as prevalent in Jharkhand.</p> <p>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>	<p>In 39th SLBC meeting held on 09th August'2012, it was resolved that to find out the future course of action a meeting of Development Commissioner with IF & PI and RBI will be convened. The matter has been taken up with the Secretary, IF & PI) to convene the meeting.</p>
2.1.5.	10.01.2007	<p>Formation of State Co-operative Bank in Jharkhand State</p>	<p>The transfers of Assets and Liabilities of 05 branches of Bihar State Cooperative Bank to Jharkhand State Cooperative Bank have been completed and JSCB is now operational. All DCCB operating in Jharkhand have license to operate. This agenda is resolved now.</p>
2.1.6.	29.09.2010	<p>Recovery of Bank’s dues</p> <p>“Dedicated Certificate Officer” in some of the districts was started but could not work well due to various reasons.</p>	<p>Revenue & Land reforms department has since examined the proposal and is taking action for bringing amendments in the Act for employing the retired Govt. officials as dedicated certificate officer.</p>
2.1.7.	19.02.2002	<p>Security arrangement for safety & security of Banks Treasure in Jharkhand</p> <p>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.</p>	<p>02 battalion of State Industrial Security Force for industries including Banks have already been raised and are under training. Final order for deployment is yet to be issued by GOJ.</p>
2.1.8.	01.12.2008	<p>Allotment of land to R-SETIs</p> <p>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 finalize.</p>	<p>The detailed R-SETIs wise position of allotment of land is given in Agenda No.9 Page no-37 and summarized below.</p> <ul style="list-style-type: none"> ➤ Land allotted - 22 ➤ Land Transferred- 17 ➤ Land not allotted – 2 (Garhwa and Latehar District)

SL.NO	Pending since	ISSUES	PRESENT STATUS
2.1.9.	21.09.2011	<p>e-payment to the benefit under central/State Govt. Scheme w.e.f.01st October, 2011.</p> <p>The Secretary, MOF, GOI vide letter No. D.O.No.8/11/2011 FI dated 19th August, 2011, addressed to the Chief Secretary, GOJ. advised for e-payment of all social securities benefits (32 Schemes out of 35 schemes of Central Govt.</p>	<p>At present e-payment started by Welfare Deptt(Scholarship to SC/St and OBC & Minority students), Labour employment and training Deptt(Diff. pension schemes like old age pension, Widow Pension etc under Social security), HRD Deptt(Merit scholarship, Mid day meal etc) , and Social Welfare Deptt(Payment to Aganbari Sewika). SLBC Jharkhand requested GoJ for cent percent implementation of EBT of all social securities through Banks.</p>

Issues Pertaining To Banks

SL.NO.	Pending since	ISSUES	PRESENT STATUS
2.1.10.	04.04.2012	<p>Establishment of USB as per Master Circular of DFS, MOF, GOI</p> <p>A target was set for opening of 82 USBs in identified villages over 5000 population by the end of september'2012</p>	<p>Total 70 USBs have been opened till Sep'2012, rest of the USBs will be opened by December'2012</p>
2.1.11.	18.05.2012	<p>Extension of Swabhimaan</p> <p>Coverage of villages having population between 1600 to 2000 as per 2001 census under Swabhimaan scheme</p>	<p>875 such villages have been identified and allocated as per DFS, MOF, GOI instruction. The coverage should be completed before March'2013. Total 55 villages have been covered out of 875 identified villages as on 30.09.2012. FINO the common service provider yet to start work in Jharkhand, which delay the FIP implementation considerable.</p>
2.1.10.	25.10.2011	<p>Uploading of Service Area Plan on the respective district websites maintained by NIC (Dept. of Financial Services, MOF, GOI, letter F.No.11/4/2011-FI dated 24th October, 2011.</p>	<p>The 01st phase service area plan is uploaded on SLBC as well as district NIC web site. However, regarding revised service area plan, the preparation of the plan is under way. LDMs are advised by the SLBC to prepare and upload the plan on NIC website.</p>

2.2. Action taken report of 40th SLBC meeting

SL.NO	ISSUES	PRESENT STATUS
2.2.1	<p>Meeting of District Consultative Committee To facilitate coordination and expeditious action by the financial institutions, the convener of the District Consultative Committee of the affected districts should convene a meeting immediately. SLBC requested IF & PI to advise the DCs for convening the Spl. DCC meeting. (Action State Govt. and LDMs)</p>	<p>As per the decision taken in the 40th SLBC meeting SLBC has taken up the matter with all the LDMs for convening special DCC meeting to discuss the issue of drought. So far till date meeting has been convened in 8 districts. 1. Dumka, 2. Godda, 3. Deoghar, 4. Khunti, 5. Ranchi, 6. E. Singhbhum 7. West Singhbhum and 8. Chatra. SLBC have again taken up the matter with left over LDMs to convene the meeting at the earliest.</p>
2.2.2.	<p>Identification of the beneficiaries Concerned Govt. deptt. will have to prepare the list of drought affected people and will submit the concerned branches for financial assistance. (Action Concerned state Govt. Deptt.)</p>	<p>No such list has been provided to the Banks.</p>
2.2.3.	<p>Identification of Loss District Collector's certificate that crop yield is below the normal yield, supported by the view of DCC to be submitted by 31.10.2012. (Action – Agriculture Deptt. State Govt.)</p>	<p>The data is yet to receive.</p>
2.2.4.	<p>Interest Charged Banks are required to provide Bank wise and district wise data for the interest charged in Agriculture Loan for 2011-12 and 2012-13.</p>	<p>Allahabad Bank, Canara Bank, Syndicate Bank, IDBI Bank, UCO Bank, Jharkhand Gramin Bank, Vananchal Gramin Bank, Bank of India has submitted their data. Other Banks are requested to submit the required information. Details report enclosed as enclosure No. 3 page no. 140 .</p>

AGENDA NO	3
DATE OF MEETING	09.11.2012
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**KEY INDICATORS OF
ALL SCHEDULED COMMERCIAL BANKS**

3.1. Overall Position under Key Business Parameters as on 30th September' 2012, is as under

(₹ in crore)					
Sl. No	Items	Position as on 30.09.2011	Position as on 31.03.2012	Position as on 30.09.2012	Bench Mark
1	Deposit	80541.02	84957.89	90575.62	
2	Credit	39319.75	44127.81	46377.68	
3	Credit as per place of utilization* & RIDF**	6287.67	6914.41	6122.57	
4	Total Credit	45607.42	51042.22	52500.25	
5	CD Ratio (%)	56.62	60.08	57.96	60
6	Priority Sector Advances (PSA)	19164.97	23828.49	28713.17	
7	Share of PSA to Total Advances	48.74	54.00	61.91	40
8	Agricultural Advances	4128.66	5732.38	6045.15	
9	Share of Agricultural Advances to Total Advances (%)	10.50	12.99	13.03	18
10	Micro & Small Enterprises Advances	8547.25	12089.03	15861.79	
11	Share of Micro & Small Enterprises to Total Advances (%)	21.74	27.40	34.20	
12	Advances to Weaker Sections	4407.39	7988.85	9455.23	
13	Share of Weaker Section Advances to Total Advances (%)	11.21	18.10	20.39	10
14	DRI Advances	146.23	270.92	57.29	
15	Share of DRI Advances to Total Advances of last March (%)	0.44	0.82	0.12	1
16	Advances to Women	1792.08	2821.59	3962.33	
17	Share of advances to women in Total advances (ANBC) (%)	4.56	6.39	8.54	5
18	Advances to Minorities (Amount)	1593.05	1783.75	2132.32	
19	Share of Advances to Minorities under PSC (%)	4.05	7.48	7.43	15
20	Branch Net-Work (in no.) *				
	a) Rural	1189	1234	1269	
	b) Semi-Urban	485	513	542	
	c) Urban	462	484	497	
	d) Total	2136	2231	2308	

*Annexure-V Page No. 56 , ** Enclosure no 4 Page No. 141

As per Annexure - I Page- 47, Annexure-II Page-49, Annexure- III Page-51, Annexure-IV Page- 52

Observations

Deposit growth

The Aggregate Deposit of the Banks in the State of Jharkhand grew by Rs.**10034.60** crore on YoY basis in absolute term, representing a YoY growth of **12.46%**. Deposit grew by **Rs.5617.73** crore from March'2012.

Credit Growth

The gross credit of the Banks in the State grew by Rs. **7057.93** Crore on YoY basis. Thus credit expended by **17.95%** during the review period which is quite satisfactory. Credit grew by Rs. **2249.87** crore during the first half year of FY 2012-13.

CD ratio

CD ratio of the Banks increased from **56.62%** to **57.96 %** on YoY basis in the State, which is representing a very good Banking development. It is also worth noted that deposit grew by **12.46%** and credit grew by **17.95%** on YoY basis.

Priority Sector Advance

Priority Sector Advance registered a growth of Rs. **9548.20** Crore representing growth of **49.82 %** on YoY basis. Priority Sector being **61.91%** of gross credit is well above the National benchmark for Banks of **40%**.

Agriculture Credit

Agriculture Credit stands as on 30th September' 2012, at Rs.**6045.15**, which is **13.03%** of Gross Credit. In absolute term Agriculture credit grew by **Rs. 1916.49** crore on YoY basis, representing a growth of **46.42%**. The growth in outstanding Agriculture Credit during the first half year of FY 2012-13 is Rs.**312.77** crore.

Weaker Section

Advance to Weaker Section by the Banks in Jharkhand is Rs.**9455.23** crore (**20.39%**), is well above the National bench mark of **10%**.

Advance to Women

Advances to women as on Sep'2012 is Rs. **3962.33** crore showing an increasing trend from September'2011, and reached to **8.54%**, which is above the National benchmark of **5%** 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 36th SLBC meeting held on 09th November'2011.

Advance to Minority Community

Advance to Minority community is **7.43%** of Priority Sector, which requires the attention of all the stakeholders.

Share of DRI advance

Share of DRI advances as on Sep'12 in Gross Credit stood at Rs.57.29 Crores, which is only **0.12 %** of Gross Credit of previous financial year against minimum benchmark of **1%**. The present position attracts special focus of all the stakeholders to improve the situation.

3.2 C: D Ratio of the State as On 30th September' 2012.

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:-

Particulars	Sept.'2011	Sept.'2012
Deposit	80541.02	90575.62
Credit(As per place of utilization+RIDF)	45607.42	52500.25
C:D Ratio	56.62	57.96

(Annexure-IV page no.52 , Annexure-V page no. 56)

Banks having CD Ratio below 30%

The CD Ratio of Indian Overseas Bank(27.92%) UCO Bank(27.11%), Oriental Bank of Commerce(23.55%), Vijaya Bank(23.16%), Andhra Bank(21.00%), Federal Bank(22.91%), Jammu & Kashmir Bank(22.91%), Indian Bank(16.87%), Punjab & Sindh Bank(12.14%), South Indian Bank(10.78%), Laxmi Vilash Bank(8.34%) is still hovering below 30% mark. Controllers of the concerned Banks are requested to make all out effort to improve the CD Ratio.

Districts having CD Ratio below 30%

CD Ratio of Gumla (28.86%), Simdega(28.04%), and West Singhbhum (25.22%) are below 30% mark and the LDMS of the concerned districts should chalk out strategy for improving the situation and it should be thoroughly discussed in DLCC meetings.

3.3. POPULATION GROUP (RURAL/SU/U) WISE DISTRIBUTION OF DEPOSIT & CREDIT AS ON 30.09.2012(as per place of sanction & excluding RIDF)

3.3.1. The position of Deposit, Advance and C: D Ratio in rural, semi-urban and urban branches as on 30th Sept.'2010, 30th Sept.'2011 & 30th Sept.'2012 is as under:

(₹ in crore)

Category of Area	Particulars	Sept.'2010	Sept.'2011	Sept.'2012	Increase over Sept.'2011	
		Amt.	Amt.	Amt.	Amt.	%
Rural	Deposit	13060.38	19253.45	19200.55	-52.90	-0.27
	Advance	4493.97	6970.68	7610.08	639.40	9.17
	C: D Ratio	34.41	36.20	39.63		3.43
Semi Urban	Deposit	18259.26	23151.82	29148.10	5996.28	25.90
	Advance	5824.75	8690.80	10264.93	1574.13	18.11
	C: D Ratio	31.90	37.54	35.22		-2.32
Urban	Deposit	33524.41	38135.75	42226.97	4091.22	10.73
	Advance	18159.29	23658.27	28502.67	4844.40	20.48
	C: D Ratio	54.17	62.04	67.50		5.46
Total	Deposit	64844.06	80541.02	90575.62	10034.60	12.46
	Advance	28516.10	39319.75	46377.68	7057.93	17.95
	C: D Ratio	43.98	48.82	51.20		2.38

- Advance in Rural and Semi-urban area is showing sharp growth.
- C: D Ratio of Rural and Urban areas is showing an increasing trend on YoY basis, which indicate the inclusive growth of the State.
- Deposit of Rural areas is showing negative over September'2011, however Advance is reflecting increasing trend on YoY basis.

3.3.2 Incremental Deposit & Credit during Sept.' 2011 to Sept.'2012

Incremental CD Ratio being an indicator of credit growth in comparison to deposit growth, the position as on 30th September'2012, is given below:

(₹ in crore)

	Increase in deposit	Increase in Credit	Incremental C:D ratio
Rural	-52.90	639.40	Above 100%
Semi Urban	5996.28	1574.13	26.25
Urban	4091.22	4844.40	118.40
Total	10034.60	7057.93	70.34

- Incremental growth in Deposit as on 30th September'2011 was Rs. **15696.96** Crore and in credit it was Rs. **10803.65** crore, over September'2010 figure and incremental CD Ratio was 68.82%. Comparing it with incremental CD Ratio as on 30th September'2012, it is obvious that on YoY basis, incremental CD Ratio increased higher than that of previous year.

- Bank wise, District wise, Comparative position of Deposit, Advance and C: D Ratio in Rural, Semi-Urban and Urban Centers as on 31st September'2012 is given in **Annexure – IV Page –52**

OBSERVATION

- In rural areas CD ratio has increased from **36.20%** to **39.63%** on YoY. In Semi Urban areas CD ratio has decreased from **37.54%** to **35.22%** as on September'2012. In urban areas CD ratio has increased from **62.04%** as of September'2011 to **67.50%** as on September'2012. Overall CD ratio has increased from **48.82%** as of September'2011 to **51.20%** as on September'2012 (as per place of sanction & excluding RIDF).
- CD Ratio of **East Singhbhum, Saraikela** district is above **60%**.
- **Gumla, Simdega and West Singhbhum** districts are still having CD Ratio below **30%**.
- Districts having CD Ratio less than 30%, should discuss the matter in each DLCC meeting for improvement in CD Ratio to the minimum of State ratio and to evolve plan for improvement.
- Enabling factor for credit expansion as given in the "Approach paper on C:D ratio" (Ref. Agenda booklet of 32nd SLBC) needs focused attention by all concerned departments and organizations.

AGENDA NO	4
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4. REVIEW OF ACHIEVEMENT
UNDER ANNUAL CREDIT PLAN (ACP) : 2012-13
As on 30th September'2012

4.1. OVERALL POSITIONS:

4.1.1. Sector wise achievement of Banks in implementation of Annual Credit Plan (2012-13) as on 30th September'2012, vis-a-vis previous year is as under:

(₹ in crore)

Sector	Annual Target (2011-12)	Achievement as on 30.09.2011		Annual Target (2012-13)	Achievement as on 30.09.2012	
	Amount	Amount	%	Amount	Amount	%
1	2	3	4	5	6	7
Agriculture	2403.00	721.58	30.03	2636.62	1176.36	44.62
MSE	3307.50	1399.16	42.30	3815.53	1872.69	49.08
OPS	3186.00	322.00	10.11	3012.14	907.91	30.14
Total Priority	8896.50	2442.75	27.46	9464.28	3956.97	41.81
Non Priority	6103.50	4108.67	67.32	9535.72	4046.53	42.44
Total	15000.00	6551.43	43.68	19000.00	8003.49	42.12

In the first half year of current financial year, achievement under ACP is 42.12% of annual target. The achievement under Priority sector is 41.81% of annual target.

4.1.2 Bank wise and sector wise target and achievement under ACP as on 30th September'2012, is given in Annexure – VI Page - 58

4.1.3 District wise and sector wise target and achievement under ACP as on 30th September'2012, are given in Annexure – VI Page -60

OBSERVATIONS

- Over all achievement under ACP at the end of first half year of the Financial Year 2012-13 stands at **42.12%** of the annual target. Achievement under Agriculture sector is **44.62%** of annual target, whereas achievement under MSE stands at **49.08%**. The total achievement under PSC is **41.81%**.
- Achievement under ACP in Agriculture, MSE OPS and total is higher than of September'2011, achievement. The overall achievement under ACP is slightly less than previous year achievement, which is only due to less financing in non priority sector in current financial year.

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 "issues needing focused attention-Enabling factor "as identified in the Approach paper on credit deposit ratio of the state under Agenda No-3 of 32nd SLBC held on 9th 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.
- More thrust need to finance under SME sector for which ample scope is available.

AGENDA NO	5
DATE OF MEETING	09.11.2012
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5. REVIEW OF LENDING

5.1. Agriculture and Kishan Credit Card, including new KCC scheme

5.1.1. Total Agriculture credit of all Banks in the state is Rs.**6045.15** crore which constitutes **13.03%** of the gross credit. Agriculture credit in the State is 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.

5.1.2. The position of achievement under Agriculture Credit and KCC as on **30.09.2012** (From 1st April, 2012) is appended:

(₹ in crore)

Sl.No.	Particulars	Commercial Banks	Regional Rural Banks/ co-operative Bank	Total
1				
1.a.	Target Agr. Credit (2012-13)	2002.17	634.44	2636.61
1.b.	Disbursement under ACP	773.68	402.68	1176.36
1.c.	Achievement %	38.64	63.47	44.62
2	Target KCC(monitring)	459327	143794	603119
2.a.	KCC issued – No	263445	75041	338486
2.b.	Achievement %	51.78	52.19	51.88

Bank wise position is given in **Annexure – VII Page – 61**

Bank wise progress of issuance of KCC up to 30th September, 2012 is enclosed (**Annexure-VIII Page-64**) and summarized below:-

Sl. No.	Banks	Target of KCC (No.) for current FY	Fresh / New KCC sanctioned during the Year	% Achievement
1	Public Sector Banks	448694	375418	83.67
2	Pvt. Sector Banks	10633	1283	12.07
3	RRBs	143792	109330	76.03
4	Co-operative Banks		2870	
5	Grand Total	603119	488901	81.06

5.1.3. Special Incentive scheme of GOJ for mobilization of KCC application

To boost the KCC and Agriculture lending, an incentive scheme has been launched by Agriculture Deptt. GOJ for mobilization of application as well as for final issuance of KCC. In the scheme a target has been fixed to cover all the left over farmers(**18,97,557**)

in Jharkhand. As per the latest data collected from Banks **4,88,901** KCC have been sanctioned against **6,16,493** applications received by the Bank branches in the state. In 39th SLBC meeting held on 09th August'2012, SLBC was advised to cross check the data reported by the GOJ with that of reported by the Banks to find out the reason of inconsistency between these two.

The updated position of the data as on 31st October'2012 is as under

As reported by the Banks					GOJ
No. of Application received	No. of application sanctioned	No. of application disbursed	No. of application returned	No. of application pending for sanction	Total no. of application sent to Banks
616493	488901	338486	98226	29366	679658*

*Data of SDCC and LAMPS not added.

It is obvious from the data that only **29366** KCC applications are now pending with banks for sanction and during the present Rabi season, all the pending application will be disposed off by the Banks.

Controlling heads of all the Banks are also requested to strictly follow the decision for implementation of the new KCC scheme and to submit the Action Taken report to SLBC to be placed in the next SLBC meeting.

Decision taken in 40th (special) SLBC meeting

In the special SLBC meeting held on 05.10.2012, on drought relief certain action point were decided to speed up lending under KCC.

1. All pending proposal to be disposed off within 31.10.2012 and SLBC vide letter no SLBC/AB/135/519 dated 10.10.2012, advised all the controlling Heads/LDMs to strongly follow the deadline for disposal of all pending KCC proposal.
2. In Small Committee meeting of Bankers held on 03.11.2012, it was advised by all the controllers that all KCC proposal of Kharif Crop is already disbursed and new application of Rabi Crop has already started coming to the branches. As due to delayed monsoon, sowing and harvesting of Kharif crop is delayed, hence off-take of KCC for Rabi crop will only boost up after harvest of Kharif crop.

List of Banks with major difference:

Sl. No.	Name of the Bank	No. of Application Received by Banks (As per Banks report)	No. of Application sent by Sponsoring Agency (As per state Govt. report)	Difference
1	JGB	69526	106108	36582
2	Cooperative Banks	2870	19879	17009
3	PNB	13232	23809	10577

3. Regarding reconciliation of KCC proposals, it was advised by Jharkhand Gramin Bank and Punjab National Bank in the meeting that the difference is mainly on account of resubmission of returned application of KCC which are counted twice by the sponsoring agencies. Representative of Cooperative Banks was not present in the meeting.

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

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

(Account: in lakh) (₹ in crore)

Sl. No.	Particular		Outstanding position as at the end of		
			March'2012	September' 2012	
(1)	(2)		(3)	(4)	
1	Micro Enterprises Sector		Accounts	200346	224019
			Amount	4653.87	5035.48
	a.	Manufacturing Sector	Accounts	54896	64863
			Amount	1573.60	1951.30
	b.	Service Sector	Accounts	145450	159156
			Amount	3080.27	3084.18
2	Small Enterprises		Accounts	87417	111668
			Amount	7435.16	10826.30
	a.	Manufacturing Sector	Accounts	31067	48665
			Amount	4808.49	6923.81
	b.	Service Sector	Accounts	56350	63003
			Amount	2626.67	3902.49
3	Total Micro and Small Enterprises (MSE sector)		Accounts	287763	335687
			Amount	12089.03	15861.78
4	a.	Share of Credit to Micro Enterprises in total credit to MSE sector	Percent share of amounts (stipulation :60%)	38.49	31.75
	b.	Share of credit to MSE sector in NBC/ ANBC	Percent share of amount	27.40	34.20

Credit Flow to Medium ENTERPRISES (Non Priority Sector):

(₹ in crore)

Sl. No.	Particular		Outstanding position as at the end of		
			March'2012	Sept.'2012	
(1)	(2)		(3)	(4)	
a.	Manufacturing Sector	Accounts	17667	22393	
		Amount	1390.47	1105.29	
b.	Service Sector	Accounts	23939	23548	
		Amount	493.69	311.40	
c.	Total of Medium Enterprises		Accounts	41606	45941
			Amount	1884.16	1416.69

Bank wise position of MSE and Credit Flow to MSME is given in **Annexure no.IX page No.**

Observation:-

1. In Jharkhand, share of Micro sector credit in total MSE stands at **31.75%** as on September'2012, and thus Banks in Jharkhand failed to achieve the target of **55%** (to be achieved by March'2012) by the end of September'2012.
2. As per RBI guideline, Banks have to achieve **60%** share of Micro in overall MSE by the end of 2012-13.
3. 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 60 % by March'13.

Bank with zero lending under MSE:

Bank of Maharashtra, Yes Bank, Laxmi Vilas Bank, Karur Vasya Bank.

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

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

5.3. Education loan

Education or human capital development is critical for both economic growth and development of the country and public sector banks have played a pivotal role in catering to the financial requirement of the needy and meritorious students.

Education Loan Schemes aims at providing financial support from the Banking system to deserving and meritorious students for pursuing higher education in India and abroad. The main emphasis is that every meritorious student though poor is provided with an opportunity to pursue education with the financial support from the Banking system with affordable terms and condition.

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, Indian Banks' Association has recently modified the Model Education Loan Scheme and introduced a Scheme for Vocational Education and Training. These schemes provide broad operational guidelines to the implementing Banks.

Performance of the Banks in state of Jharkhand is as under:-

Performance of Banks under Education loan Scheme

(₹ in crore)

Particulars	As on 30th September'2011	As on 30th September'2012	Growth in Advance
No. of Account	42811	51303	8492
Amount (In crore)	1330.26	1875.10	544.84

Bank wise progress under education loan is enclosed as **Annexure- X page no. 72**

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

Department of Financial Services, Ministry of Finance vide letter no. 1(1)/2011-CP dated 11th October'2012 has been decided to re-allocate the State wise target on following basis

- a) The states whose achievement is less than the national average have been allocated growth of 20% in number of accounts and 30% in amount outstanding.
- b) The states whose achievement is more than the national average have been allocated growth of 15% in number and 20% in amount outstanding.

On that basis SLBC has re- allocated the target to the member Banks which is enclosed as **enclosure no. 5 page no. 146** . All the banks operating in Jharkhand are requested to gear up their efforts to achieve 100% of the target allocated.

5.4. Housing loan

India is blessed with one of the fastest growing real estate markets in the world. Despite the global economic gloom, India's housing market remains on course for yet another year of double digit growth. The growth is attributed mainly to a large population base, rising income level and rapid urbanization. This sector provides vast opportunity to the Banking sector. Housing loan up to **25** lakhs comes under Priority Sector Credit. Financing under this sector needs to be further speed up by the Banks.

Performance of Banks under Housing loan Scheme

(₹ in crore)

Particulars	As on 30 th September'2011	As on 30 th September'2012	Growth
No. of Account	46896	54619	7723
Amount	2666.53	3234.23	567.70

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. XI Page no.74**)

The scheme of 1% interest Subvention on Housing loan

In pursuance of the Hon'ble Finance Minister's budget announcement for FY 2012-13, the existing guidelines of 1% interest subvention on housing loan up to Rs. 15 lakh where cost of the house does not exceed Rs. 25 lakh for the year 2012-13 will remain in force up to 31st March'2013. All SCBs are advised to implement the scheme vigorously, submit their claims to NHB expeditiously and extend the benefits of the scheme to all eligible borrowers/beneficiaries. SCBs are further requested to give wide publicity to the scheme. IBA Circular No. SB/CIR/HSG/Govt./ dated 20th September'2012 is enclosed.

Enclosure no. 6 Page no.149 .

5.5.1. ARTISAN CREDIT CARD

The position as on **30th September' 2012**, is as under:

Target	Achievement		
	Number	Amount	Achievement (%)
4000	2909	8.17	72.72

(Detailed Bank wise position is given in **Annexure -XII Page-76**
Bank of India, Allahabad Bank, Syndicate Bank and Central Bank of India has shown good performance. Overall progress may be considered satisfactory. However, participation is needed from both the RRBs, Pvt. Sector Banks and some public sector banks in order to surpass the stipulated target.

5.5.2. SWAROJGAR CREDIT CARD

The position under SCC as on 30th September'2012 is given below:

Target	Achievement		Achievement (%)
	No.	Amount	
5000	4366	26.23	87.32

(Detailed Bank wise position is given in **Annexure-XII Page-76**)

BOI, CBI, Allahabad Bank, PNB and JGB are 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.

5.6 CREDIT FLOW TO SPECIAL CATEGORY OF BORROWERS

5.6.1 CREDIT FLOW TO MINORITY COMMUNITIES

The position as on 30th September'2012 is as under:

				(₹. in Crore)
Position as on Septemebr'2011		Position as on Septemebr'2012		Target 15% of PSC
PSC	Minority Community	PSC	Minority Community	Share of Minority (%)
19164.97	1593.05	28713.17	2132.32	7.43

The share of Minority community in priority sector credit has reached to **7.69%** as on September'12. Though, credit to minority community is showing increasing trend, substantial improvement is needed so as to reach benchmark level of **15%** of priority sector credit. (Annexure – XIII, Page 79)

5.6.2 CREDIT FLOW TO WOMEN

The comparative position of 30th September'12 is given below:

				(₹. in Crore)
Position as on Septemebr'2011		Position as on Septemebr'2012		Target of lending to Women (%)
Gross Credit	Of which to Women	Gross Credit	Of which to Women	5% of NBC
39319.75	1792.08	46377.68	3962.33	8.54

At the Quarter end of September'2012, outstanding credit to women has increased by Rs. **2170.26** crore on YoY bases. It has also increased in percentage term from **4.55%** to **8.54%**, achieving the Benchmark of **5%** lending to women is appreciable.

(Annexure – XIII, page 79)

Speeding up of lending to women is required to make its share up to 10% as appealed by Hon'ble Chief Minister in the 36th SLBC Meeting.

Zero Lending Banks to Women: State Bank of Patiala, P & S Bank, ICICI Bank, Axis Bank, Indus Ind Bank, J & K Bank, Kotak Mahindra Bank, Laxmi Vilas Bank South Indian Bank, & Yes Bank.

5.6.3 CREDIT FLOW TO DRI

The performance of the banks in this area as on 30.09.2012, stands as under:
(₹ in Crore)

Position as on September'2011		Position as on Septemeber' 2012		Target of lending to DRI (%)
Gross Credit March'11	Of which to DRI	Gross Credit March'12	Of which to DRI	1% of Credit March'12
39319.75	146.23	44127.81	57.30	441.28

DRI lending has decreased from Rs. 146.23cr to Rs.57.30 cr on YoY basis and it remains below benchmark of 1%. (Annexure- XII page no.76)

It was proposed in the 37th SLBC meeting on 09.02.2012 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.

5.6.4 CREDIT FLOW TO SC/STs

The comparative position of credit flow to SC/ST for quarter ended 30th Septemebr'2012, is given below:-

Position as on September'2011		Position as on Septemeber'2012	
Total Credit	Of which to SC/ST	Total credit	Of which to SC/ST
39319.75	2065.09(5.25%)	46377.68	4380.99(9.44%)

The over all credit to SC/STs has increased by ₹ **1266.39** crore (from ₹**2065.09**) crore to ₹ **3331.48**cr) as on September'12 over September'2011. In percentage term the share of credit has increased from **5.25** % to **9.44** %. (Annexure-XIII page-79)

During the video conference, Secretary, DFS, GOI, instructed the SLBC that Jharkhand being highly populated with ST/SC, share of credit to ST/SC should be improved.

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 of Jharkhand..

5.7. Scheme for Revival, Reform and Restructuring of Handloom Sector

The "Revival, Reform and Restructuring Package for Handloom Sector" was implemented, in FY2011-12, as a new Centrally Sponsored Plan Scheme with a total outlay of Rs.3884 crore. The required funds is placed with NABARD as the implementing agency. This intervention is likely to benefit 15000 Cooperative Societies and 3 lakh individual Weavers across the country. Under the scheme, funds will be provided for repayment of 100% of principal and 25% interest as on date of loan becoming NPA which is overdue as on 31.3.2010 in respect of viable and potentially viable Primary Weavers Cooperative Societies and Apex Societies as well as in respect of individual handloom weavers, master weavers, Self Help Groups (SHGs) and Joint liability groups (JLGs) who have taken such loans for handloom weaving purposes, provided the banks agree for sanctioning fresh loans. There is an overall ceiling of Rs.50,000 per individual beneficiary as far as funding under this scheme is concerned in respect of waiver of overdues of individual handloom weavers. The Government has further approved an interest subvention of 3% for 3 years to be extended from the date of disbursal of the fresh loan extended by banks to the eligible handloom cooperative societies and individual handloom weavers covered under the scheme. The interest subvention would not be available after the date on which a loan becomes non-performing asset. The government has made necessary provision towards payment of Guarantee Fee @ 1 % and Annual Service Fee@0.5% , to be paid to CGTMSE, for credit guarantee for a period of three years for the fresh loans.

Last date for the settlement of the claim under the scheme is 31st December, 2012, otherwise the benefits will not go to the beneficiaries and as soon as the claim is settled, the other benefits will also flow to the weavers. In 39th SLBC meeting requested the controllers of all the Banks in Jharkhand to instruct their branch manager that if any weaver has taken loan from their branch only for weaving actives and that loan became bad than it should be claimed within the time frame.

The claim submitted till date as reported by NABARD is enclosed. (enclosure no V Page no. 141)

6TH Meeting of National Implementation Monitoring & Review Committee at New Delhi

The above meeting was held on 2nd November 2012 at 10:30 A.M. In Udyog Bhawan New Delhi under the Chairpersonship of Secretary (Textiles) with regard to implementation of Financial Package for Handloom sector.

The progress under Revival, Reform and Restructuring of Handloom Sector under Jharkhand State is as under:

Types of Claims	No.of claims received	Position as on 22.10.2012
Individuals	342	Out of the total, claims in r/o 52 individuals have been submitted to VGB are to be taken up in the ensuing SIMRC. Claims in r/t another 290 individuals from SBI have been received. In r/t the remaining 27 individuals, claims are yet to be submitted by PNB.
PWCS	51	On a preliminary scrutiny conducted at RO 27 PWCS have been found eligible. Special audit of these eligible societies is proposed w.e.f. 05thNov.2012.

Target and Achievements for issuance of Weaver credit Card (WCC) during the Year 2012-13

Target	Achievement	Amount Sanctioned
3000	236	47.20 lakh

The Secretary (Textiles) instructed all the participants to gear up their missionary to achieve the targets allotted to them, especially Bankers within the stipulated time.

There was a discussion on norms for including societies under the Weaver's Package.

Weavers Credit Card

Development Commissioner for Handlooms, Ministry of textiles, Govt. of India vide letter no 8/4/2010-DCH/Project-1 dated 16th May'2012, advised the target for Weavers Credit card to be issued during 2012-13. SLBC allocated the target to all the Banks operating in Jharkhand. All the stakeholders are requested to make all out effort to achieve the target under the scheme. Against the target of 3000 weavers credit card, total no of 236 cards have been issued in Jharkhand.

5.8. 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.

DFS, MOF, Gol vide letter no F. No. 3/6/2011-AC dated 30th March'2012, decided to create a fund called "Women SHGs development Fund". The detail operational guideline is enclosed as enclosure no. VII page no.153 .

Progress of Women SHGs in the State of Jharkhand is given as enclosure no. VIII Page no. 159.

House May discuss

Agenda No	6
DATE OF MEETING	09.11.2012
MEETING NO	41

**6. REVIEW OF PROGRESS UNDER GOVT. SPONSORED SCHEMES
FOR THE YEAR 2011-12 AS ON 30th September' 2012**

PRIME MINISTER'S EMPLOYMENT GENERATION PROGRAMME (PMEGP)

Overall Position as on 30th September, 2012 is as under:

Target	Applicati on Received	Application Sanctioned		Disbursed		Ach. %		Reject ed/ret urned	Pendin g
		No.	Amt	No.	Amt.	Sanction to received	Disb. To received		
1	2	3	4	5	6	7	8	9	10
2954	1163	674	14.31	569	7.51	57.95	48.92	49	403*

Bank wise and District wise position as on **30th September'2012** under PMEGP Scheme is given in **Annexure- XIV (Page- 81)**.

Out of 1163 applications sponsored, 569 applications have been disbursed at different Bank branches. Timely disposal and subsidy claim norms should be adhered by the Banks as per RBI guideline.

*The pendency is only due to the late submission of application to bank branches and all applications are sent to bank branches in the month of September'2012.

In small committee of Bankers meet on 03.11.2012, it was informed by many controllers that KVIC (Nodal Agency for PMEGP implementation) have appointed the outside agencies for verification of unit already financed and in closure of unit / misutilization of , they are demanding to return the subsidy amount even though subsidy adjusted in loan account after lock-in period. SLBC submit that in case of misutilization of loan both bank and KVIC should initiate legal action against the borrower jointly for receiving of bank dues/ subsidy.

National Rural Livelihood Mission (NRLM)

The Government of India, Ministry of Rural Development has launched a new programme known as the National Rural Livelihood Mission (NRLM), to be implemented in a mission mode across the country. NRLM replaces the earlier scheme SGSY that had the underlying principle of promoting self- employment through the organization of the poor in self help groups. The Mission aims at creating efficient and effective institutional platforms of the rural poor enabling them to

increase household income through sustainable livelihood enhancements and improved access to financial services.

NRLM has set out with an agenda to cover 7 Crore BPL households, across 600 districts, 6000 blocks, 2.5 lakh Gram Panchayats and 6 lakh villages in the country through self-managed Self Help Groups (SHGs) and federated institutions and support them for livelihoods activities in a period of 8-10 years. In addition, the poor would be facilitated to achieve increased access to their rights, entitlements and public services, diversified risk and better social indicators of empowerment. NRLM believes in harnessing the innate capabilities of the poor and complements them with capacities (information, knowledge, skills, tools, finance and collectivization) to participate in the growing economy of the country.

MoRD, GOI advised State Level Bankers Committee to constitute a separate Sub Committee for SHG Bank linkage, which is expected to meet every month to monitor and review the various issues and bottlenecks in implementing the SHG Bank linkage program. It has further suggested that the SGSY Coordination Committee be formed/ revived, renamed as the case may be as NRLM Coordination Committee and entrusted the specific role of monitoring the SHG bank Linkage and the functioning of RSETIs at the district level.

Falling in line with the decision SLBC propose for formation of SLBC Sub Committee for SHG Bank Linkage.

However, Banks are requested to follow the undernoted direction:

- (i) Regular participation in the meeting of the SHG Bank Linkage Sub Committee of SLBC.
- (i) Regular participation in the meeting of the NRLM coordination committee.
- (iii) Monitoring and reviewing on regular basis their SHG bank linkage at the State and district level.

Credit is an important pillar of support to the poor and Banks have to play a very important role in the implementation of the NRLM scheme. Letter of Ministry of Rural Development is enclosed. Enclosure no 9 Page no 162 .

House may discuss

AGENDA NO	7
DATE OF MEETING	09.11.2012
MEETING NO	41

7. FINACIAL INCLUSION

7.1.1. Coverage of villages with 1600 to 2000 population(as per 2001 census) under “Swabhimaan” the Financial Inclusion

DFS, MOF, GOI vide letter no F.No.3/5/2012-FI(C52937) dated 18th May'2012, advised the Banks for the second phase of the Financial inclusion, all villages with population between 1600 to 2000 (as per 2001 Census) are to be covered by providing banking facilities under “ Swabhimaan”.

In Jharkhand State 875 such villages with population between 1600 to 2000 were identified and allocated to banks for coverage. On the request of some Banks regarding allocation of villages among Banks, SLBC has been since been revised the allocation.

Summary of Bank wise revised allocation in the State of Jharkhand is given below:

Sl. No.	Name of the Bank	No. of Villages allotted	No. of villages covered up to 30th September'2012
1	Allahabad Bank	53	
2	Bank of Baroda	9	
3	Bank of India	193	55
4	Canara Bank	14	
5	Central Bank of India	21	
6	Dena Bank	1	
7	Indian Overseas Bank	6	
8	Jharkhand Gramin Bank	113	
9	Oriental Bank of Commerce	1	
10	Punjab National Bank	25	
11	State Bank of India	246	
12	Syndicate Bank	2	
13	UCO Bank	8	
14	Union Bank of India	28	
15	United Bank of India	32	
16	Vananchal Gramin Bank	122	
17	HDFC Bank	1	
	Total	875	55

Issues related with Common BC

FINO has been appointed as common BC for the entire state of Jharkhand. Signing of agreement has been completed with major bankers in the state but progress of coverage of village is yet to be started. However, Banks are advised by the SLBC to start covering the villages allotted to them with the existing service provider under Swabhiyaan scheme rather than to wait for the FINO people to activate themselves.

In this connection reference is drawn to the discussion held during the Video conference held with **Dr. K. C. Chakraborty, Dy. Governor, Reserve Bank of India at RBI conference hall Patna, wherein Dy. Governor advised to prepare the Road Map for financial Inclusion below 2000 population villages and start coverage without delay. He also suggested disaggregation of FIP of banks from HOs to controlling office of banks and bank branch as per revised FIP monitoring format.**

Progress/ status report submitted by FINO is enclosed as enclosure no, 10 page no 164 .

7.1.2. Financial Inclusion Fund & Financial Inclusion Technology Fund

During the FY 2012-13 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)

	Disbursed during quarter (September, 2012)	Cumulative since 01.04.2012	Cumulative since inception
FIF	11.77	30.44	119.91
FITF	Nil	Nil	1055.20

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.

7.1.3. Support to Lead Banks for setting up of Financial Literacy and Credit Counselling Centres (FLCCs) / Financial Literacy Centres (FLCs) from FIF

It has been decided to support establishment of FLCCs by Lead Banks in **256 excluded** districts and **10 Disturbed** districts under FIF. Further, it has been decided to support for Financial Literacy Centres (FLCs) in place of FLCCs as per new norms/guidelines issued by RBI on 06 June 2012. (**Enclosure No. 10 Page No. 165**)

As on 30 September 2012, Rs.1396.75 lakh sanctioned to Lead Banks to set up FLCCs / FLCs in 183 districts of 14 States including Jharkhand.

House may discuss.

7.1.4. Smart Card/ Biometric Card & No Frill A/Cs

Position of Smart Cards/Biometric card issued so far:

Name Of Banks	No. of Smart card/Biometric card issued up Last FY 2011-12	During Current FY 2012-13	Commutative upto 30.09.2012
Allahabd Bank	5384	2207	7591
Bank of India	146551	10516	157067
Canara bank	7827	18121	25948
Jharkhand Gramin bank	1480	1265	2745
Punjab National Bank	6064	279	6343
State Bank of India	156163	2374	158537
Union Bank of India	62699	27031	89730
Vananchal Gramin bank	38323	0	38323
Indian Overseas Bank	6783	424	7207
Central Bank	4774	600	5374
Bank of Baroda	5014	2507	7521
Oriental Bank of Commerce	555	245	800
Vijaya Bank	4	821	825
ICICI Bank		45158	45158
AXIS Bank		4450	4450
Total	441062	115998	557060

For compliance of the instruction of the MOF, GOI, in regard to the 100% EBT, more and more Smart Cards should be issued, which may be helpful in implementing the Electronic payment of all social benefit schemes.

Annexure XVIII page no 101

7.1.5. The Position of opening of No Frills Account: As on 30.09.2012

No Frills Accounts opened during Current Financial year	Cumulative since inception
A/c	A/C
532969	3279332

Quite a good number of No-Frill accounts have been opened during FY2011-12. However, the main concern is to make all the accounts live and viable.

7.1.6. Position of General Purpose Credit Card

(₹ in Crore)

Cumulative since inception	
A/c	Amt.
16774	390.31

Jharkhand is suffering from drought hence Banks need to increase the coverage of General Credit Card. Pvt. Banks should participate in issuance of GCC. Bank wise position of flow of credit under GPCC is enclosed as per **Annexure- XII Page - 76**

SELF HELP GROUPS

7.1.7. Status of promotion and Savings /Credit Linkage are given below.

(Amt in Crore)

As on 30 th September'2011			
Savings Bank A/C Opened		Credit Linkage established/Financed	
A/C	Amt	A/C	Amt
64897	42.87	57453	532.12

Bank-wise position of SHGs linkage as on 30.06.2012 is given in **Annexure – XV (Page - 82)**

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 SHGs and credit linkage with Bank.

In this connection reference is drawn to the latest GOI instruction regarding coverage of each family of 18 LWE Districts under SHG for which NABARD has been entrusted with the requisite job.

Bankwise target for promotion of SHGs and JLGs in Jharkhand as provided by NABARD, is given as enclosure no. 8 Page no. 159

Promotion of SHGs is an integral part of Financial Inclusion which is being pursued aggressively by the Govt. of India, RBI and State Govt. In order to move forward in a coordinated way as also to monitor the promotion of SHGs and Financial Inclusion, a Sub-Committee is proposed to be constituted as under:

- | | | |
|--|---|----------|
| 1. Principal Secretary, Rural Dev. Deptt. | - | Chairman |
| 2. Representative of Secretary, IF&PI Deptt. | - | Member |
| 3. Representative of JSLPS | - | Member |
| 4. Representative of RBI | - | Member |
| 5. Representative of SLBC | - | Member |
| 6. Representative of SBI | - | Member |
| 7. Representative of Bank of India | - | Member |
| 8. Representative of Canara Bank | - | Member |
| 9. Representative of Punjab National Bank | - | Member |
| 10. Representative of Jharkhand Gramin Bank | - | Member |
| 11. NABARD | - | Convener |

7.2. Allocation of villages below 1600 population to Banks in Jharkhand

Reserve Bank of India vide letter RPCD.Co.LBS.BC.No.86/02.01.001/2011-12, dated 19th June'2012(enclosure no. 12 page no. 170) advised to prepare a roadmap covering all unbanked villages of population less than 2000 and notionally allot these villages to Banks for providing banking services in a time bound manner. The notional allotment is only intended to ensure that all villages are provided with at least one banking outlet for providing banking services and does not deny or bar any other bank from operating in these areas based on available business potential. Falling in line with that instruction SLBC Jharkhand Vide letter no SLBC/AB/128/356 dated 03.09.2012 and SLBC/AB/128/525 dated 12.10.2012, advised all the LDMs operating in the state to

allocate villages to the Banks operating in the areas taking cognizance of the consideration advised by RBI. LDM Dumka, Godda, Hazaribagh and Palamu have submitted their allocation.

All other LDMs are requested to furnish their allocation to SLBC at the earliest. Controlling heads of the concerned LDMs are also requested to take necessary steps in this matter.

7.3. Branch Expansion Plan as per para 5.3. of Strategy & Guidelines on FI by DFS, MOF, GOI.

In terms of DFS, MOF, GOI, Strategy and Guidelines on Financial Inclusion F.No.21/13/2009-FI (PT) dated 21st October, 2011 and as per the plan submitted by the Banks in Jharkhand 82 new Bank branches was proposed to be opened by the end of **September'2012**. Bank wise position of the opening of Bank branches is as under:-

Banks	No. of branch to be opened	Branch opened up to 30 th September'2012.	Yet to be opened
Allahabad Bank	6	6	-
Bank of India	23	23	-
Central Bank of India	1	1	1
Indian Overseas Bank	1		1
Punjab National Bank	2		2
State Bank of India	32	32	-
Syndicate Bank	1	1	-
UCO Bank	2	2	-
Union Bank of India	1	1	-
United Bank of India	1		1
Jharkhand Gramin Bank	5	3	2
Vananchal Gramin Bank	7	1	6
Total	82	70	15

Banks having backlog are requested to expedite their effort to achieve compliance of GOI instruction.

To start with Banks may consider opening of Ultra Small Branch in terms of GOI instructions.

Details of the Bank wise branch opening in enclosed as **Annexure – XVI, Page No. 85**

7.4. Implementation of Aadhaar Enabled Payment

AEPS (Aadhaar Enabled Payment system) is an Indian payment system developed by National Payment corporation of India based on Unique identification number, the AADHAAR. The system allows a person holding an Aadhaar number to carry out financial transaction on a micro – ATM provided by the Banking correspondent.

AEPS was launched in March 2011. The pilot project is being run in Ramgarh district of Jharkhand (where the first Unique Identity or UID numbers have been issued) in association with three banks - Bank of India (BOI), Union Bank of India and ICICI Bank. At present Aadhaar cards are being issued by 5 Branches of ALLAHABAD BANK in Ranchi which will further spread to other districts of Jharkhand.

The four basic types of banking transactions that AEPS allows are balance enquiry, cash withdrawal, cash deposit and Aadhaar to Aadhaar fund transfer. All that a customer needs for availing of the AEPS service is an AADHAR number. Currently, the MGNREGA wages are disbursed through AEPS. These transactions are biometric based transactions in which routing of authentication request to UIDAI is done by NPCI. It is real time payment system, the account gets debited/credited upon successful authentication within seconds. All the banks participating in AEPS comply to interface specification published by NPCI.

Financial inclusion is expected to be a key application of Aadhaar authentication. Adoption of Aadhaar and Aadhaar authentication in Indian banking system is expected to change the financial landscape of country.

Benefits to banks by adopting AEPS

- Reduces the credit and operational risks in the branches banking model.
- Enables banks to rely on BCs to reach the unbanked population, eliminating the need for a physical bank branch or ATMs in remote areas.
- Will provide an impetus to electronic payment and thus reduce cash management costs.
- Different financial products through micro ATMs can be an additional source of revenue for banks and for the BC model.

AGENDA NO	8
DATE OF MEETING	09.11.2012
MEETING NO	41

**IMPORTANT ISSUES FOR IMPLEMENTATION AS PER MOF,
GOI INSTRUCTION**

8.1. Operationalization and Monitoring of Electronic Benefit Transfer

The detailed strategy and approach for Electronic Benefit Transfer was discussed in the 39th SLBC meeting. It is envisaged that all Govt. benefits to be transferred directly in the account of the beneficiaries electronically which will not only reduce the time gap to a large extent but will also enable to fight the menace of corruption and malpractices in a big way. To monitor the progress effectively under Electronic Benefit Transfer, a Sub-committee is proposed comprising of following members:

- | | | |
|--|---|-------------|
| 1. Secretary, IF&PI | - | Chairperson |
| 2. Representative of MNREGS Commissioner | - | Member |
| 3. Representative of Secretary, Welfare | - | Member |
| 4. Representative of Tribal Welfare Commissioner | - | Member |
| 5. Representative of RBI | - | Member |
| 6. Representative of SBI | - | Member |
| 7. Representative of Bank of India | - | Member |
| 8. SLBC | - | Convener |

The sub-committee will meet each month/quarter to monitor the progress of implementation of EBT.

8.2. Opening of One Bank account of each family

To facilitate electronic benefit transfer and financial inclusion DFS, MOF, GOI vide circular F.No. 6/23/2012-FI dated 03rd August'2012(enclosure no. 13Page no.173), advised all the Banks to ensure opening of one Bank account per family. DFS also provided vide F. No. 6/23/2012-Fi dated 28th August'2012, total no. of household, percentage of household availing banking services as per census 2011 and the number of households not availing the banking services to the banks.

In terms of the DFS instructions, SLBC Jharkhand discussed this matter in 39th and 40th SLBC meeting and in the meeting of Small group of bankers meeting held on 11.09.2012 and 03.11.2012. All LDMs are properly instructed for opening of one bank account per family.

In Jharkhand state 07 districts have been declared Financially Included on household basis as on 31.03.2010, based on census data of 2001. These districts are **(1.)Pakur (2.) Jamtara (3.) Dumka (4.) Hazaribagh (5.) Lohardaga (6.) Godda and (7.) Ramgarh.**

It is further advised to use voter list for verification of family having bank account. In Jharkhand as per the latest report collected from LDMs against total no of **61, 81,607** families **50, 83,918** families are now having Bank account which is representing 82.24% coverage. All the controlling Heads of the banks and LDMs are requested to cover all the families in their service area/ allotted ward to ensure 100 Financial Inclusion on household basis. Latest district wise position is enclosed as **enclosure no14 Page No.180** .

8.3. Opening of bank accounts of families for direct transfer of cash Subsidy for Kerosene (DTCK)

In Jharkhand 04 districts have been identified for DTCK are as under:

- Ramgarh
- Hazaribagh
- Saraikela
- Ranchi

On the score, a VC meeting was conducted by the Secretary, DFS, MOF, GOI with the SLBC Convener Bank and concerned LDMs of the identified **29** districts of the country on 11th July'2012.

The **action points decided in the Video Conference meeting** are as under:

- 1. Opening of A/C:** Each family of the identified 04 districts must have a Bank A/C. There is no need to open a new Bank A/C for new beneficiary under EBT and the name of the beneficiary to be added in the existing Bank A/C of the family.
- 2. Mapping of A/C:** The list of Beneficiaries will be provided by the District Supply Officer (DSO) through the concerned LDM. The Bank A/C number of the concerned beneficiary will be provided to the concerned department (DSO) for mapping towards DTCK.
- 3. Updation of Aadhar No:** Wherever the A/C holder have obtained an Aadhar number the same should also be obtained at the time of A/C opening and included in the A/C details.
- 4. District Level Review:** The progress of DTCK as also other EBT to be discussed and reviewed in DLCC.

In terms of decision taken in the Video Conference and also in terms of the DFS, MOF, GOI guidelines issued on 15.05.2012, SLBC Jharkhand advised the concerned LDMs to convene a district level meeting with DC or DDC, Bankers, DSO to chalk out specific strategies for compliance of the said decision. According all four LDMs convened the meeting of all stake holders.

In the aforesaid meeting DSO of the district was requested to provide the list of the beneficiaries under the scheme, but the list of the beneficiaries have not been provided by any DSO till date. However, as advised by DFS, MOF LDMs of the 04 districts have been advised by the SLBC to organize special camp for opening of accounts of the beneficiaries. For this purpose LDMs and Bank branches percolated the message in general in their area through Mukhia of Gram Panchayat in rural areas and Ward Commissioner in the urban areas to open accounts of the Card holders for availing the Kerosene Subsidy. The daily news papers were also utilized for this purpose. A good number of accounts of the head of the family of ration card holders have been opened during the period. Special account opening camps are also organized in all 04 districts. A total of 298310 accounts were opened in the camp and all Kerosene dealers were asked to motivate left over card holders for opening of the Bank account.

Another video conference was held on 24.09.2012, by the Joint Secretary, DFS, MOF, GOI to review the progress on this issue, wherein it was advised that Aadhar Number must be tagged with the account opened. It was also advised to display banners in the bank branches to educate the customers to provide their Aadhar Number for updating the same in the CIF of the CBS account.

HOUSE MAY DISCUSS

8.4. Financial Inclusion drive to open Bank accounts of migrant labour and street vendors/ hawkers in urban areas.

The Financial Inclusion is high on the Agenda of the Government. To inculcate saving habits and to extend banking facilities to the migrant labour and street vendors/ hawkers in urban areas, DFS, MOF, GOI vide letter no. F.No.7/13/2012-BO.II dated 26th April'2012, requested all Banks to undertake account opening drive in 500 meters of all their metro and urban branches. Thereafter, the branches should extend this process of opening of accounts beyond 500 meters so that all such persons get financially included.

Further, DFS, MOF, GOI vide e-mail dated 09.07.2012 and 11.07.2012 advised all PSBs the broad strategy to be included in this drive. Falling in line with the instruction, SLBC Jharkhand requested all the controlling heads in the State vide letter no SLBC/AB/135/265 dated 16.07.2012, to monitor the outcomes at zonal level and report SLBC in prescribed format on monthly basis.

A meeting of the nodal officers under the chairmanship of Joint secretary (BO) was held on 23.10.2012. In the meeting the discussions/ deliberations were focused on the experience of the drive initiated by the SLBC convener bank in Delhi. As discussed in the meeting account opening drive may be initiated in the states by the concerned SLBC convener banks and the following steps may be initiated-

1. Setting up of 24X7 Call centre, for which SLBC, Jharkhand has taken up the matter with local BSNL office for toll free number.
2. Identification and allocation of pockets of target groups,
3. Advertisements in the Regional news papers/FM Radio/ Television at least for 6 week, which will be done after getting the dedicated toll free number.
4. Focused training to call centre personnel and
5. Display of call centre details.

Details of discussion are enclosed as enclosure no. 15 Page no. 181 .

8.5. Establishment of Ultra Small Branch in terms of DFS circular dated 28.12.2011 & 09.02.2012

MOF, GoI has desired that BC concept should be upgraded to **Ultra Small Branch** to satellite branch to Brick & Mortar Branch on the following lines:

- Initially once in a week visit to FI villages must be ensured.
- The visit should be in the form of "Ultra Small Branch"
- Depending up on response & business generation, frequency of visits should be increased to twice/thrice...all days in the week.
- Once a viable proposition is arrived, the USB should be escalated to a satellite branch preferably in village/Gram Panchayat Bhawan.

- The satellite branch may be upgraded to a full fledged branch on viability consideration only.
- Connectivity problems for USB in FIP villages where no connectivity is available should be taken up with the highest authority of BSNL in the state.

8.6. Establishment of Ultra Small Branches in LWE affected districts

Ministry of Home Affairs has notified 83 Left Wing Extremism (LWE) affected districts in the country. These districts have been found to have poor banking coverage and slow pace of implementation of financial inclusion Plan due to various logistic and security concern in the districts.

The planning commission has also formulated guidelines for **Integrated Action Plan (IAP)** in **78** selected tribal and backward districts under the State Component of Backward Region grant Fund (BRGF). On comparison of the two lists **66** districts are found to be common. The guidelines on Integrated Action Plan provide that a committee headed by District Collector/District magistrate and consisting of the superintendent of police of the district and District Forest officer will be responsible for implementation of the scheme.

Planning Commission has included funding of capital cost for the establishment of USB in the identified habitations with population of over 2000 in 66 Left Wing Extremism (LWE) affected districts, amounting to Rs. 1,40,000/- per USB as permissible work/ project under IAP and informed the state Governments concerned to take necessary action in this regard.

In view of the above, all the SLBC convener banks are requested to advise all LDMs in 66 identified LWE districts to approach district administration of the respective district for funding of capital cost.

Total 17 districts, Bokaro, Chatra, East Singhbhum, Garhwa, Giridih, Gumla, Hazaribagh, Koderma, Khunti, Latehar, Lohardaga, Palamu, Ramgarh, Ranchi, Saraikela, Simdega and West Singhbhum districts have been identified for the scheme.

Guidelines of Planning commission and DFS, MOF, GOI is enclosed as enclosure No. 16 Page no. 185 .

House may discuss

8.7. Clarification over Ultra Small Branch

(a) Unbanked villages having population over 5000 in under banked districts

DFS, MOF, GOI vide letter dated 20th March, 2012, advised that in under banked districts, all villages with population of 5000 or more need to have a brick and Mortar bank branch. However, banks can start with an Ultra Small Branch (USB) in these villages and then convert it into a full-fledged branch. Banks may keep higher frequency of visit of staff in these USBs.

Further, on review of the matter of visit of bank officer to a USB, it is noted that the weekly visit of the designated officer to a USB established in villages having population of 5000 or more in under banked districts and 10,000 or more in other districts is insufficient and cannot provide required services to the customers. In order to provide services to all the customers of Ultra Small Branches established in villages with population of 5000 or more in under banked districts and 10,000 or more in other

districts, DFS, MOF vide letter dated 01st August'2012(enclosed as enclosure no. 17 page no. 192) advised as under:-

- (i) The USB shall be managed full time by at least one bank officer with laptop having VPN connectivity supported by BCA.
- (ii) Manpower may increase with the increase in business volume.
- (iii) The branch shall have normal business hours as the base branch.
- (iv) The 'maker' and 'checker' system shall be followed at these branches. The designated officer at USB shall act as 'maker' and other officer at base branch will act as 'checker'.
- (v) BCA shall be present on all working days and shall deal with cash transaction and other services assigned to BCA.
- (vi) Such Ultra Small Branches should have a pass book printer and a safe for cash retention.

Other instructions contained in RBI Master Circular on branch authorization RBI/2012-13/77,DBOD.No.BL.BC.26/22.01.001/2012-13 dated 02.07.2012 shall apply.

(b) Villages with population less than 5000 & 10000 respectively

The visit of designated officer to USBs established in villages with population less than 5000, will continue to be governed by the existing guidelines on establishment of USBs issued vide DFS, MOF, GOI letter dated 28.12.2012 and 09.02.2012.

8.8. Establishment of Clearing House in the in the identified 59 centers below the district headquarter having 3 or more Bank branches

SLBC on the basis of report submitted by the LDMs in the State has identified total 59 centers below the district headquarter, which have 3 or more bank branches but do not have the Clearing House.

LDMs and controlling heads of the Lead District concerned are requested to kindly take urgent necessary action in this regard to ensure that Clearing House facilities are made available at these centers. The list 59 identified centers are enclosed as enclosure no. 18 Page no. 195

In 39th SLBC it was decided that Lead Bank of district will open clearing house in the district but on analysis of data it was found that Lead Bank has no presence in few centers, hence, in the Small Committee of Bankers meeting held on 03.11.2012, it was decided that SLBC will allocate the centers to the Banks for opening of clearing house in identified centers.

8.9. Uploading of Service Area Plan on the District website maintained by NIC

Service area plan in revised format as advised by the DFS for villages above 2000 population as well as 1600 to 2000 population have to be uploaded in the respective district web site. The revised Service Area Plans need to be updated every month and date of last update indicated on the service Area Plan. Service area plan of all 24 districts is uploaded in SLBC website.

8.10. Extending micro insurance and non life insurance through BC(Business correspondence):

For inclusive growth of the service area villages, Life/Non-life insurance policies should be given to villagers. Govt. Insurance companies should take initiative to cover the insurance of villagers, their crop, animals etc actively. It has to be ensured that all BCAs are also appointed as specified persons of the life & non –life companies.

It was instructed by MoF, GoI that a nodal officer for each state is to be appointed who will be responsible for non-life insurance coverage in the state.

National Insurance Company has appointed Sri D. S. Pante as State Nodal officer for Jharkhand, however, LIC has to nominate their Nodal Officer.

Representative of Life/Non-life insurance company may appraise the house.

8.11. Uploading of information in GIS data on website developed by NIC

GIS data has been uploaded in **all 24 districts of** Jharkhand, however as per DFS, MOF, GOI report dated 05th July'2012, the details of data entered in respect of Branches, ATMs, clearing Houses, Currency Chests and BCAs does not appear to be consistent with the information available in public domain.

8.12. Linking of State Revenue records to Banking system

The land record of the state is still not computerized and linking of land records to banking system may be done only after the availability of computerization and online updation of land record on line.

8.13. Status of Linking of treasuries

Linking up of treasuries with SBI as reported by SBI has been done. Govt. of Jharkhand is sending advice on line. However, there are some connectivity problems.

8.14. Installation and Managed Services of cash dispensers (CDs)

In terms of DFS, MOF guidelines lead Bank has to finalize the Common vendor for the state for Roll out of Cash dispenser. Bank of Baroda has entrusted the responsibility of Lead Bank for the state of Jharkhand.

Representatives of Bank of Baroda may appraise the house about the latest development in this regard.

AGENDA NO.	9
DATE OF MEETING	09.11.2012
MEETING NO	41

A. RSETIs

The current status of R-SETIs in the state of Jharkhand is given below:

- **RSETI in all 24 districts are functional**

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

Rented Premises	-	07 Districts
Premises provided by DC (Temporary)	-	11 Districts
No Premises	-	06 Districts
- **Position of Land Allotment:**

Land Allotted	-	22 Districts
Land Not Allotted	-	02 Districts*

State Bank of India-02 (Garhwa, Palamu)

*Land allotted in Bokaro and Giridih are not suitable for construction as per the report of architect.

- **Position of Land transfer:**

Land Transferred	-	17 Districts
Land Transfer under progress	-	07 Districts

(Bokaro, Garhwa, Palamu, Giridih, Jamtara, Latehar, West Singhbhoom)

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

- **Position of NIRD Claim received:**

Claim Received (Partial, ₹ 50 Lakhs each district)	-	16 Districts
Claim not Received	-	08 Districts

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

- **Training of Directors:**

No. of Directors undergone TTP training	-	12 Directors
No. of Directors not undergone TTP Training	-	12 Directors

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

1. Regular training programme are:

Training Programme conducted in - 20 Districts

2. In respect of remaining 04 R-SETIs commencement of regular training programme should be taken up by the concerned Director.

➤ **Construction Status :**

- None

In all 19 districts where Lease deed executed, the Bank Architect visited the site and plan for construction prepared. For construction of RSETI, as per prevailing practice, first the plan is to be approved by LAC (Local Advisory Committee), which is under process. After approval of LAC the plan is to be vetted by Corporate Office of the Bank and after approval of Corporate office, tender for construction can be invited.

District wise details of RSETI is given in the **Annexure no. XVII Page No. 88**

AGENDA NO	10
DATE OF MEETING	09.11.2012
MEETING NO	41

REVIEW OF NPA/ RECOVERY MATTERS

10.1 RECOVERY POSITION UNDER PRIORITY SECTOR ADVANCES

[Amt. in Crore]

Particular	31 st March'2012			30 th September'2012		
	Demand	Recovery	%	Demand	Recovery	%
1	2	3	4	5	6	7
Agriculture	1044.80	502.91	48.13	1180.27	661.09	56.01
MSE	2106.25	1227.57	58.28	2800.30	1451.64	51.84
OPS	609.10	324.01	53.19	656.05	368.32	56.14
Total PSC	3760.15	2054.50	54.64	4636.62	2481.05	53.51

Negative trend of recovery position in the state of Jharkhand is a cause of concern. CBI, UBI, Dena Bank, VGB etc. should frame some strategy to improve recovery for overall improvement in the recovery position. Support from State Govt. can be a useful tool to increase recovery.

Bank- wise position of recovery under Priority Sector as on **30th September' 2012** is given in **Annexure -XIX (Page - 103)**

10.2 RECOVERY POSITION UNDER GOVT. SPONSORED SCHEMES

[Amt. in Crore]

PARTICULAR	31 st March'2012			30 th September'2012		
	Demand	Recovery	%	Demand	Recovery	%
1	2	3	4	5	6	7
SGSY	207.81	82.90	39.89	221.85	80.31	36.20
PMRY/PMEGP	95.62	38.06	39.80	98.51	39.57	40.17
Total	303.42	120.96	39.86	320.36	119.88	37.42

Dismal position of recovery in Govt. sponsored scheme is continuing. Support from concerned Govt. Deptt. is desired to improve recovery position in the Govt. Sponsored Schemes.

Bank wise position of recovery under Govt. Sponsored Schemes as on **30th September'2012** is given in **Annexure- XX (Page -105)**

10.3 NON PERFORMING ASSETS

The position of NPA and written off debts of Banks in the state, is as under

Particular	[Amt. in Crore]	
	30 th September'2011	30 th September'2012
Gross Credit	39319.75	46377.68
Gross NPA	1354.97	2505.59
% to Gross Credit	3.45	5.40
Written off	332.65	419.32
% to Gross Credit	0.85	0.90
Total (Gross NPA +Written Off)	1687.62	2924.91
% of Gross Credit	4.29	6.31

On YoY basis NPA increased by Rs. **1150.62** crore from Rs. **1354.97**cr to Rs. **2505.59** crore which is **5.40%** of Gross Credit. This is highly alarming, taking into consideration of prudential write off done by banks (without absolving borrowers from repayment), the total NPA comes to **Rs. 2924.91 crore**.

Bank wise position of the NPA & Written-off advances as on **30th September'2012** is given in **Annexure - XXI (Page - 107)**

10.4 BANK WISE POSITION OF CERTIFICATE CASES

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

BANKS	[Amt. in Crore]			
	30 th September'2011		30 th September'2012	
	Number	Amount	Number	Amount
Commercial Banks	90780	244.44	97541	284.57
RRBS	6791	20.39	6791	2039
Total	97571	264.83	104332	304.95

Filing of certificate cases has increased over September, 2011. 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 cases.

Bank wise position of pending Certificate Cases as on **30th September'2012** is given in **Annexure – XXII (Page-110)**

10.4.2 The position of **quarterly disposal** of **Certificate Cases** is as under:

Banks	[Amt. in Crore]	
	30 th September'2012	
	Number	Amount
1	2	3
Commercial Banks	279	4.77
RRBs		
Total	279	4.77

10.5.**POSITION OF DRT CASES**

The position of DRT Cases of Banks as on **30th September'2012** is as under:-
[Amt. in Crore]

Total Credit	Pending Cases		To Gross Credit
Amount	No.	Amt.	%
1	2	3	4
46377.68	922	281.09	0.60

Bank wise position as on **30th September'2012** is given in **Annexure –XXIII (Page-112)**

OBSERVATIONS

1. Recovery position in the state of Jharkhand continued to deteriorate during FY 2012-13.
2. There is also no significant outcome in terms of recovery in certificate cases.

To rejuvenate the recovery mechanism all concerned departments should made concerted effort.

Only improved recovery scenario may help in recycling the Banks loans and free flow of credit to Priority Sector and Govt. sponsored scheme.

AGENDA NO	11
DATE OF MEETING	09.11.2012
MEETING NO	41

11.1 FUNCTIONING OF VARIOUS SUB-COMMITTEES OF SLBC

In terms of the decision taken in the 38th SLBC meeting held on 9th May, 2012, the following sub-committees of SLBC are functioning. The status of last meeting conducted is given below:

Sub- Committees of SLBCs

SL. No.	Name of Sub-Committee	Chairman of Sub Committee	Other Members of Sub Committee	Terms of Reference	Date of Last Meeting	Annexed 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	01.02.2012	
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 in Export in Agriculture /Handicraft 3) Enabling factor for export promotion	11.06.2012	

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 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	28.12.2011	
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	03.11.2012	
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.)	05.11.2012	

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.	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.	05.11.2012	
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.	04.08.2011	
8	Sub-committee on Housing finance	Secretary (Urban Development) Convenor- 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)	04.08.2011	

The convener of Sub-committee of Agriculture & Allied activities, Security, MSME & Govt. Sponsored Scheme and Housing finance requested to convene the meeting on at-least quarterly basis.

In addition to the aforesaid regular sub-committees Bankers' Small committee was constituted in terms of instruction of the Govt. of India letter dated 17th August, 2011. The status of holding meeting of the Bankers' Small 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 Accelerating 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	05.07.2012 03.11.2012	

AGENDA NO.	12
DATE OF MEETING	09.11.2012
MEETING NO.	41

MISCELLANEOUS

12. 1. Calendar for SLBC meeting for Calendar year 2012

As advised by the RBI, the schedule for holding SLBC meetings should be drawn in advance for the entire calendar year for blocking the future dates of senior Govt. officials and Bankers.

Accordingly, the schedule for the calendar year 2012 was approved in the SLBC meeting on 09.11.2011, which has been meticulously followed.

Now, we propose to fix the dates for SLBC meeting for the calendar year 2013, so as to ensure the conduct of all SLBC meeting within stipulated time frame.

The schedule of SLBC meetings for 2013 will be as under:

SLBC Meeting for the Quarter ended	December,2012	March,2013	June,2013	September,2013
Proposed date	14th Feb,2013	14th May,2013	14th Aug,2013	15th Nov,2013

Similar schedule for holding DCC and BLBC meetings will be advised by LDMs of each district.

AGENDA NO.	13
DATE OF MEETING	09.11.2011
MEETING NO.	41

13. Any other matter with the permission of the chair