

**State Level Bankers' Committee,
Jharkhand**
**Convenor: Bank of India Minutes of
46th SLBC Meeting held on 18th
February'2014
at Hotel BNR Chanakya , Ranchi**

The 46th Meeting of SLBC, Jharkhand was held on 18th February, 2014 (Tuesday) at Hotel BNR Chanakya, Ranchi. Chief Secretary, Govt of Jharkhand, Sri R. S. Sharma was the Chief Guest of the meeting. The meeting was chaired by Sri B. P. Sharma, Executive Director, Bank of India. The meeting was also attended by Sri Sudhir Prasad, Development Commissioner cum Additional Chief Secretary, GOJ, Smt Mridula Sinha, Principal Secretary, Institutional Finance and Programme Implementation, Govt of Jharkhand, other Principal Secretaries, Secretaries, senior functionaries of various departments of Government of Jharkhand, Regional Director of RBI, Sri M.K.Verma, Chief General Manager of NABARD, Sri K.C.Panda, Controlling Heads and other officials of all the Banks operating in Jharkhand, All 24 Lead District Managers of Jharkhand State besides representatives of UIDAI and other agencies. List of participants is furnished in Annexure-1.

At the outset Shri Jain Bhushan, General Manager, SLBC, Bank of India welcomed all the participants and dignitaries to the 46th Meeting of SLBC, Jharkhand. The various dignitaries were formally welcomed by the Controlling Heads of different Banks of the state , by handing over flower bouquets.

Welcome Address:

Smt Mridula Sinha, Principal Secretary, Institutional Finance, Govt of Jharkhand, formally welcomed Sri R. S. Sharma, Chief Secretary, GOJ, ED, Bank of India, Sri B.P.Sharma and other participants from Govt side and Banking fraternity. He informed the house about the need for a paradigm shift in the quality of discussion to be taken up in SLBC meeting including its sub-committee meetings and level of participation of all stake holders. At the outset she requested all participants to come up with solutions to different issues so that qualitative changes can be brought into. The issues stressed upon in her welcome address are as under;

Issues/Observations	Action points emerged	Action to be taken by
	1. More Activation of Institutional framework down the line at District & Block Level like DLCC/ BLBC. Timely conduct of meeting and effective discussion is required at these forums. Govt to make this issue an Agenda Item of discussion in the meetings with DCs/ BDOs.	a)All LDMs. b)All Dy.Commissioners to prepare a roster & send copies of Proceedings to SLBC & DIF.. c)Deptt. Of IF & PI,GOJ d)SLBC.
	2. CD Ratio needs to be closely monitored and actions to be initiated for its qualitative and quantitative improvement.	a) DLCCControlling Offices of All Banks. b) SLBC to send Separate Letters for appreciation/sensitization the good/poor performing Banks.

	If CNT Act comes as impediment for increasing Credit growth, then alternative models need to be explored.	A Committee under NABARD May be formed to finalise some alternative mode.
	3. Role of Banks should be more proactive in reaching out to masses under Financial Inclusion Programme. More Delivery Points for dispensation of Govt. Benefits viz. Micro ATM etc. Should be operationalized.	All Banks/SLBC/DOIF GOJ

Inaugural Address:

The Executive Director of Bank of India, Sri B.P.Sharma in his inaugural address welcomed Chief Secretary Govt of Jharkhand and other participants to the 46th SLBC meeting. Sri Sharma in his short and effective address touched upon the following issues:

Observations	Action points emerged	Action to be taken by
Need for increasing lending under MSE/ Agriculture as there is huge scope by way of so many Rural/Semi-Urban branches in the state for disbursement of credit in these segments..	1. Banks to increase lending under MSE/ Agriculture sector. Jharkhand being a State where large number of branches are in rural & semi-urban areas and scope for priority sector lending is huge.	All Controlling Heads of different Banks in Jharkhand should monitor this aspect. SLBC to send Separate Letters for appreciation/sensitization the good/poor performing Banks.
The Growth of Credit for improvement in CD Ratio should be the matter of prime concern for the Banks operating in the state , and Banks should not wait for regulatory advices from Govt. Of Jharkhand on this subject ,on the contrary Banks themselves should come forward on their own for enhancement in Credit growth , viability and bring in necessary spurt in credit growth. ED said that Govt has assured support and hence they should be approached	2.Controllers of different Banks should monitor number of accounts being financed by each branch. Activation of Branches in lending shall infuse the necessary spurt in credit growth.	All Banks

with increased performances.		
CD Ratio is a misnomer. It is a dynamic thing which keeps on changing with increase/ decrease in flow of funds. Hence Banks need to focus on YOY growth for growth in real terms.	3. Performance of branches and Banks need to be assessed on the basis of YOY growth.	All Banks/SLBC

Address by Development Commissioner, GOJ

Sri Sudhir Prasad , Development Commissioner, GOJ observed that lot of discussion takes place but the same needs to be meaningful for impacting growth in overall performances. He draws everyone's attention on following issues:

Observations	Action Point Emerged	Action to be taken by
1.Over 13 years have passed but CD ratio is still very low. Many Banks are registering very low CD Ratio. Even RRBs which are primarily working in rural areas are having low CD Ratio.	Per Branch Sanction of Credit , particularly in the rural branches, should be closely monitored.	Controlling Heads & Branch Managers of Rural & Semi-Urban Branches of All Banks. RRBs should closely monitor their Credit growth vis-a-vis C.D Ratio.
2.Agenda Papers prepared by SLBC is not clear. It should be prepared in a manner that good/Low/Avg performing Banks become clear so that reasons for their status and remedies can be discussed.	SLBC to incorporate performance wise brackets of Good & Bad performer Banks in the Agenda Book. Special Action Plan is required for improvement in performances of low performing Banks	SLBC and Banks having below average performance to submit their Action Plan. SLBC to send Separate Letters for appreciation/sensitization the good/poor performing Banks.
3.Performance under ACP specially under Agriculture & Priority Sector is very dismal	SLBC Sub Committee Meeting on Agriculture/ Priority Sector to take place on regular basis to bring about necessary spurt in growth.Subsidy linked schemes of NABARD in the Allied Activities segment should be encouraged	NABARD/SLBC & Controlling Heads of Banks with below average performance to submit their Action Plan. SLBC to send Separate Letters for appreciation/sensitization the good/poor performing Banks

4. Issues pending with Govt also needs to be expedited to have a conducive environment for Banks. He assured house to take up the issues and also a Time-Bound solution of the issues pertaining to Govt.	1. Time Bound Action of GOJ on the matters pertaining to them.	Different Departments of Govt. Of Jharkhand.
5. Best Practices of other State should be discussed and adopted. Matters related to impediments in tertiary sector needs to be discussed to bring about perceptible change	SLBC to create a cell to bring about reforms/ innovations and simplification of processes & procedures.	NABARD/SLBC.

Keynote Address:

Sri R. S. Sharma, Chief Secretary, Govt of Jharkhand, in his keynote address, at the outset, referred the observations of Honourable Chief Minister & Finance Minister of Govt of Jharkhand in the earlier SLBC meetings in which they raised vital issues related to functioning of Banks in the State. He observed that situation is more or less the same. CD ratio has further gone down from 52% to 48%. He emphasized the need of some serious introspection by Banks for bringing in overall growth in the State. Further, he raised certain issues mentioned below for the Bankers to ponder and bringing improvement therein:

Observations	Action points emerged	Action to be taken by
1. Banks are not pro poor. Lot of hindrances in opening of accounts reported. Complex procedures being adopted in delivery of services.	The Bankers to take it as a responsibility to open Bank accounts of poor people for inclusive coverage.	Banks having below average performance to submit their Action Plan.
2. Simply reviewing Statistics will not work. There need to be fundamental shift in level of discussion. Process of Rating of Branches by Senior Management requires to be looked into.	Rating of Branches to be made more effective based upon their performances	Controlling Heads of All Banks To monitor more aggressively the performance of their Branches.
3. Huge opportunity exists in the field of Agriculture & Allied Activities. Demand of Milk & Fish is largely being met by State of Bihar & A.P. respectively. Good opportunity is available in the field of Silk, Lac &	1. Focussed planning should be done for improvement of Allied Activities, involving All the controlling Heads of diff. Banks, CGM NABARD, GM RBI.	NABARD to formulate schemes and organise Awareness programmes. All Banks to lend aggressively. SLBC to monitor.

Tasar etc. Banks need to identify areas for lending in non-traditional sectors.	2.All Banks need to go to the bottom level and strategise area specific lending in sectors where opportunity exists	
<p>4. Banks need to reach out to every household in delivery of Banking Services. BC model needs to be further intensified in the process ,as it will ensure delivery of services at lower cost. Likewise Micro ATMs need to be deployed in the field through BCAs. Since Aadhar penetration in Jharkhand is around 92%, payment through Aadhar Payment Bridge can successfully be implemented and use of Micro ATMs shall go a long way in the process.</p> <p>The BC/BCA model should be made financially viable so that it can be accepted by rural youth as a career avenue.</p>	<p>Banks to activate BC network. All CSCs in Jharkhand to be adopted as BCA location for delivery of Banking Services. The Recovery work along with marketing of Insurance products should also be assigned to BC/BCAs, so that module becomes financially more acceptable as a career option.</p> <p>Micro ATMs need to be deployed in the field. The same is required to have interoperability.</p> <p>A Bankwise performance of BC Model may be elaborated & reviewed.by SLBC.DIF.BC operation scale to be highlighted.</p>	<p>Controllers of All Banks should review the performance vis-a-vis plan/Target and take up the matter at appropriate level.</p> <p>SLBC/DIF</p>
5. Banks are reluctant in seeding of Aadhar Numbers with Bank Accounts. Over half a million data for seeding has been provided but process of seeding is slow	<p>1.All Banks must Seed the Aadhar numbers in Bank Accounts immediately on receipt from the Govt. Departments ,,they should clear all the pendency in seeding of Aadhar Numbers without further delay. Time frame set for completion of seeding must be adhered to .2. Quality & authenticity of Data must be assured by the Departments of GOJ , before handing over the Data for seeding to Banks.</p>	<p>LDM/All Banks/Link Departments of GOJ/SLBC.</p> <p>- More intensive monitoring mechanism to be put in place by all the Banks.</p> <p>SLBC to monitor Bank wise seeding of Aadhar no in Bank Accounts.</p>

While concluding his address he exhorted Bankers to involve themselves in strategic and meaningful discussion in order to bring about perceptible change in overall performance.

The Executive Director, Bank of India, Sri B. P. Sharma appreciated the concerns of the Chief Secretary and thanked him for his valuable inputs. He agreed that SLBC Meeting should not be taken like a ritual and some strategic discussion needs to take place. He suggested a focussed attention on three areas of concern, as under, as expressed by CS in his address.

- i) Credit Dispensation under Agriculture and overall Priority Sector
- ii) Financial Inclusion
- iii) DBT – Aadhar Seeding

Before Commencing Business Session RBI's Financial Literacy Guide & Diary was released by the dignitaries.

Business Session

The Business session started with some observations by RBI, SBI and others which are being produced hereunder:

The individual Agenda items were subsequently taken up for deliberation. Details of Agenda wise observations and Action Points emerging thereafter are produced hereunder:

Agenda No,	Agenda Items/Issues & Observations	Action Point Emerged	Action to be taken
1	Confirmation of the minutes of 44th SLBC	Since no further communication requesting amendments received hence treated as confirmed.	_____
2.	ACTION TAKEN REPORT		
	1.Updating of land records and Amendment in tenancy Act (S.P.T Act & C.N.T. Act)	a)Digitization of Land records already started in 13 Districts. Fresh Tendering process started for selection of New Agency for the remaining Districts. -Updation of Land Record should be carried out along with Digitization.	Department of Land Revenue, Govt. Of Jharkhand.
	2.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	Modification has been done in Section -5 of the Act on the Matter of Payment of Court Fee by the Nationalised Banks vid. Notification No-127 Dt.-16.02.13 ,But, the Gazette	SLBC/Department of Land Revenue, Govt. Of Jharkhand.

	<p>fees upfront and incentives to Recovery Officer , as per the Pattern adopted by Govt. Of Orissa & Bihar</p> <p>3.Amendment to the Bihar Money Lenders Act 1974 and Rules as prevalent in Jharkhand.</p> <p>4.Deployment of Dedicated Certificate Officers for Recovery of Bank's dues.</p> <p>5.Security arrangement for safety & security of Banks Treasure in Jharkhand.</p> <p>5.Allotment of land to R-SETIs. of Garwa & Palamau and Construction of RSETI bldg.</p> <p>6.Notification for declaration of competent authority for approval of Building Plan in localities outside/below the area of Municipal authorities.</p>	<p>Notification has not been made available as yet. 1. SLBC will facilitate to obtain the copy of the Notification from U.P within a week. 2. GOJ will publish the Notification within 2 months.</p> <p>1. SLBC will facilitate to obtain the copy of the Notification presently applicable in Bihar. 2.Necessary Amendment to be done by GOJ within 1 month.</p> <p>Matter in Advanced stage , Notification to be issued by Board of Revenue within 1 month..</p> <p>Principal Secretary , , Deptt. Of Home will be requested to frame the details for deployment within 2 months.</p> <p>1.GOJ will take up the Matter so that the Land allotment is done within 15 days.</p> <p>2. Individual Sponsoring Banks and GOJ will equally share the enhanced cost over Rs. 1.00 Crore for bldg. Construction.</p> <p>SLBC to assess that whether the Bldgs. Can be made operational in Rs. 1.00 Crore.LDM & Director RSETIs to prepare a report.</p> <p>SLBC to obtain the Notification of Govt. Of W.Bengal & U.P in this subject.GOJ to implement the matter in same fashion.</p>	<p>SLBC/Department of Law ,GOJ</p> <p>Board of Revenue, GOJ</p> <p>Department of Home, GOJ.</p> <p>GOJ/Deputy Commissioner Garwa & Palamau./Mission Director, Jharkhand Skill Development Mission</p> <p>BOI/SBI/PNB/Allahabad Bank/Canara Bank & GOJ.SLBC to take initiatives.</p> <p>SLBC/Department of Urban Development, GOJ</p>
3.	<p><u>Financial Inclusion</u></p> <p>RBI pointed out that under Roadmap for coverage of villages having population below 2000, RBI has been</p>	<p>All Banks were advised to strictly achieve the coverage target as stipulated in the Roadmap</p>	<p>Controlling Heads of Banks in Jharkhand.</p>

<p>reported coverage of 2500 villages whereas in SLBC Agenda report it is 8000.</p> <p>GM SLBC informed that as per the recent guidelines of DFS a village having population below 2000 is treated as covered if a BC visits the village on a fixed day & time once in a fortnight. LDMs have reported coverage to RBI before notification of this guidelines.</p> <p>ED asked all Banks whether they have any issues under FI. Nothing as such was reported. ED then requested Principal Secretary, IT, GOJ to come up with Govt concern & expectations with Banks</p> <p>Sri N.N.Sinha, Principal Secretary, IT, GOJ raised following issues:</p> <p>i)Roadmap of Coverage as submitted to RBI should be strictly adhered to</p> <p>ii)CSCs in Jharkhand to be adopted as BCA deployment. Out of 4500 CSCs in Jharkhand only around 1000 have been activated by Banks. Govt is delivering services from 3000 CSCs in the State.</p> <p>iii)Same Technology providers gives different solutions/ packages to different Banks. So gap</p>	<p>for 2013-14.</p> <p>Other Action Points emerged enlisted by the Chair :</p> <p>i)Coverage of CSCs by different Banks need to be stepped up.</p> <p>ii) HHD/Micro ATMs need to be procured and deployed in the field</p> <p>iii)Technical Service Providers of large Banks may be called for a workshop in Jharkhand</p> <p>iv)Monitoring of Account opening at BCA location & its subsequent activation in CBS need to be monitored by controlling offices so that no gap exists.</p>	<p>Controlling Heads of Banks in Jharkhand to submit Action Plan</p> <p>Meeting of TSP of SBI, BOI,Allahabad Bank ,PNB, UBI to be called within 15 Days.</p> <p>All Banks & SLBC</p> <p>All Banks to submit Action Plan .</p> <p>All Banks to submit Action Plan</p>
---	--	--

<p>remains in level of performances by BCAs in different Banks. Suggested that a workshop of different service providers of Banks to be called in Ranchi and best practices in different areas followed by them to be identified and adopted for uniform implementation</p> <p>iv)As per DFS guidelines mobile BCs have been envisaged which can only be possible if large number of Micro ATMs are purchased & deployed in the field by different Banks</p> <p>v)Creation of IDs of BCA is pending since long with certain Banks.</p> <p>vi)Training is essentially required for both BCAs as well as Branch Managers. Lack of awareness at field level functionaries is a constraining effect.</p> <p>The Regional Director, R.B.I informed the participants of the Meeting that ,</p> <p>i)RBI conducted a Study on Alternative Channel of Banking Services Delivery i.e. BC Model and found that Initial Technology issue has now been fixed, But the Renumeration part being so low is causing attritions of BCs in large numbers.</p> <p>ED, BOI observed that success of the BC Model in a sensitive sector like Banking</p>	<p>Head Office of all the Banks should make effort to form an Uniform and exhaustive modalities for the TSPs for activation , operation , generation of Reports for CSC operations, with clear cut methodology for Payment of BC incentives.</p> <p>Reserve Bank of India should come forward for coordination among the Banks.</p> <p>More & More Micro ATMs should be deployed and activated.</p> <p>. Considering the sudden jump in the Demand of Micro ATM, there may be short supply of the Machine. UIADAI should help in procurement of Micro ATM.</p> <p>Micro ATMs mainly function on Cellular Phone Technology.</p> <p>For operational zing these Machines connectivity should be ensured by BSNL at remote villages .</p> <p>Separate Workshop should be arranged by Different Banks involving their TSP and CSC Agent.</p>	<p>R.B.I./Head Office of All Banks.</p> <p>UIADAI/BSNL Controlling Heads of all Banks(with Action Points)</p> <p>Controlling Heads of all Banks to submit their Plan.</p>
---	---	--

	<p>depends only with the appointment/ involvement of local people. High Skilled / more Intelligent persons can play havoc with the system.</p> <p>6. CS agreed with the observation of ED and suggested as under:</p> <p>i)Adoption of CSCs as BC location in Jharkhand. Total CSCs 4500 in the State.</p> <p>ii) The Devices at BC location is required to have interoperability</p> <p>iii) IBA/RBI/DFS should issue guidelines for fixed Transaction Charges</p> <p>iv)All Banks to be requested to be linked with National Payment Switch for on-line payment under AEPS.</p>		<p>All Banks to work under a time frame.</p> <p>RBI/DFS.</p> <p>All Banks</p>
4.	<p><u>Important Issues for Implementation as per MOF,GOI instruction.</u></p> <p><u>4.1 Roll out of Direct Benefit Transfer in Jharkhand.</u></p> <p>GM SLBC informed the House that good progress has been made by the Banks under different schemes of Govt. He pointed out that issue related to authentication & security of data being sent to Banks need to be addressed. Data</p>	<p>Time Schedule of completion of seeding work must be adhered by all Banks. Monitoring mechanism to be put in place at different levels.</p>	<p>LDM/District Coordinators of Banks/</p> <p>Functionaries of GOJ.</p>

	<p>must be sent from one authorised source for a scheme and through secured mode under authentication by Authorised Officials.</p> <p>Pr Secy, IT suggested that State Govt may share password of Govt portal under different schemes for downloading informations for seeding. He pointed out that issue is of non adherence to stipulated time frame for completion of Seeding work. However he appreciated the job done so far by Banks in seeding of data.</p> <p>GM,SLBC requested the Prin. Secretary , I.T to inform and co-ordinate with the Banks whenever there is any change being implemented by GOJ in connection with pattern of Data sending or Enhancement in Coverage area.</p>	<p>Security/Authentication of data for seeding shall be ensured by GOJ.</p> <p>Meeting of LDMs to be arranged by the Deptt. Of I.T to update & resolve technical issues in connection with Data being Transferred to LDMs by way of various Portals of GOJ.</p> <p>The Principal Secretary , I.T assured to coordinate with the Bankers whenever any such operational change is being implemented.</p>	<p>Department of I.T, GOJ.</p> <p>Department of I.T., GOJ.</p> <p>Department of I.T., GOJ.</p>
5.	<p><u>N.P.A & Recovery</u></p> <p>Sri Sourabh Sinha ,The General Manager , R.BI expressed his concern over present NPA percentage in Jharkhand being 6.1% in comparison to the National average of 4.1%.</p> <p>He further explained that rising N.P.A and poor recovery scenario</p>	<p>- The Govt. should be pro-active in helping the Bank branches in Recovery Matters. Proper Police security should be provided whenever asked for.</p> <p>- Proper Instructions should be given to the D.Cs of all the Districts to accord permission at an early Date , for seizure of Assets charged under Sarfaesi Act.</p> <p>- Dedicated Certificate officers should be</p>	<p>Department of Home, GOJ.</p> <p>Department of I.F & P.I/ D.C of all the Districts.</p> <p>Board of Revenue, GOJ.</p>

	<p>in the State is one of the Deterrant factor for growth of C.D Ratio.</p> <p>Sri M.K.Verma pointed out towards poor disposal of R.C cases.</p> <p>Sri K.C.Panda pointed out that the Recovery Percentage in Agriculture is 60.62% which is above average.</p>	immediately Posted at all the Districts.	
6.	<p><u>KEY INDICATORS</u></p> <p>1.DGM SBI observed as under:</p> <p>i) CD Ratio in the State shall improve only when bigger Loans in Jharkhand takes place and in this area CNT Act is a big hindrance</p> <p>ii) Under Agriculture Sector also level of Credit of take is low since mortgage is required for Loans above Rs. 1.00 lac</p> <p>iii) In SME Sector large number of accounts are NPA. Redressal through disposal of pending RC cases required .</p> <p>2. CS observations – There can not be such pretext for low financing. He said position is no different Pan India. In KCC it can not be accepted that saturation has reached</p> <p>3. Saurabh Sinha, GM RBI observed: Situation not so bad in Jharkhand. 70%</p>	<p>-The Govt. Should be pro-active in finding some alternative solution for resolving the issues related to CNT Act.</p> <p>- Sanction/Disbursement of small Ticket Credit, at Branch level will have to be increased and the same will have to be closely monitored by the Controlling heads of different Banks.</p> <p>- Branch Managers of Rural/Semi Urban level will have to be sensitized towards sanction of Credit.</p> <p>- Enablers like Amendments in PDR Act, Tenancy Acts, Dedicated Certificate Officers, Updation of Land Records required for bringing in the desired spurt in Credit Dispensation</p>	<p>Govt.of Jharkhand/Controlling Heads of All Banks/ Branch Managers of All Banks.</p> <p>GOJ with Action Plan.</p>

	<p>Advances are to Priority Sector which is better than many State.</p> <p>But on NPA front support is required from Govt side as if we take restructured asset into account the level of Stressed asset will reach in double digit which much more than National Avg.</p> <p>4. Sri M.K.Verma, RD,RBI observed as under:</p> <p>i) CD Ratio is better in Jharkhand as compared to Bihar.</p> <p>ii)Tardy or Nearly Nil Progress in disposal of RC cases impedes the lending atmosphere. It is cyclic.</p> <p>iii)Amendment in Tenancy Act is required for desired impetus in Lending</p>		
--	---	--	--

7.	<p><u>Review of Achievement under ACP 2013-14.</u></p> <p>a) The GM,SLBC pointed out that the Disbursement in the current FY, in all the segments, is less than the corresponding period of the previous FY.</p> <p>b) The Development Commissioner specially pointed out the very Low percentage of Achievement of RRBs , specially in Agri.& other PSA, which are considered their thrust area.</p> <p>c) The GM,SLBC requested all the Member Banks to take a call of the situation and to make up the deficit in the remaining Days of the AFY.</p>	<ul style="list-style-type: none"> - As already suggested by The Sub-Committee of SLBC on C.D Ratio & ACP, during Dec.2013,per Day Target for sanction & disbursement of Loan should be given to the Branches, depending upon the category, with a view to make up the deficit. - The RRBs should take up the matter seriously and make a conclusive plan for improving their performance in these segments. - A separate Meeting of The Controlling Heads of the Banks having very low percentage of Achievement should be convened by SLBC for sensitizing them. 	<p>The Controlling Heads of All Banks.</p> <p>The Chairman JGB & VGB</p> <p>SLBC, DOIF GOJ</p> <p>SLBC to send Separate Letters for appreciation/sensitization the good/poor performing Banks</p>
----	--	---	---

--	--	--	--

8.	<p><u>REVIEW OF LENDING</u></p> <p><u>Lending to Agriculture Sector</u></p> <p>ED observed that obtention of LPC has been dispensed with in the State for KCC loans upto 50000/- and why the same can not be extended upto Rs. 1.00 lac.</p> <p>Pr. Secy, Agriculture, GOJ observed that as per SLBC information normal KCC loan size is in the range between 30 to 40 thousand only, hence question of KCC loans above 50000/- does not arise. ACP achievement is only 30% under Agriculture. Recovery in Agriculture as per report is better at 60% Hence more directed effort is required</p> <p>CGM, NABARD, observed that Agriculture Growth is poor from last year. While expressing dissatisfaction over the status he submitted findings of a study conducted by NABARD in three different branch:</p> <p>i) Land Records Issue- No LPC taken upto 50000/-</p> <p>ii) KCC not sanctioned as per revised KCC guidelines with all components</p>	<p>All Banks need to step up lending under Agriculture in the remaining period of current FY. More Stress to be given on Investment Credit in Agriculture Sector. A Task Force to be formed comprising representatives from SLBC/DOA/DIF/Peer Banks & NABARD</p> <p>All Banks take note of the observations and ensure strict compliance as under:</p> <p>i) KCC to be sanctioned as per revised guidelines loading all components</p> <p>ii) Interest benefit for prompt repayment in KCC must be passed to the borrower accounts</p>	<p>All Banks/ LDMs/NABARD</p> <p>All Banks/LDMs</p> <p>All Banks/LDMs</p> <p>All Banks to put up Mechanism to monitor and ensure that the decision taken at SLBC are adhered to by the Branches.</p>
----	--	--	--

	<p>iii)Interest benefit for prompt repayment not given</p> <p>iv)Rupay Card – Non Functional</p> <p>CS observed that schemes / guidelines need to implemented effectively without deviation. Action is required to be taken wherever non compliance is reported</p> <p>GM, SLBC outlined the issues related to Agriculture as under:</p> <p>i)Non availability of Land Records/ Rent Receipt</p> <p>ii)Crop Insurance is available only for specified crops and that too upto a cut off date. Since RBI says Insurance is mandatory for Loanees farmers, Lending beyond certain dates do not find coverage</p> <p>iii)For Loans above 1.00 lac in Agriculture , Mortgage is required and CNT Act is a big impediment. For Agriulture some other alternative like CGTMSE in MSE may be necessary.</p>	<p>iii)In all KCC accounts Rupay Card to be issued</p> <p>Other Action Points Emerged out of deliberation and enlisted out by the Chair:</p> <p>i)For resolving coverage of crop Insurance Issue GOJ should take up with DFS.</p> <p>ii)Farmers List to be provided by Govt to the Banks for ticking so that list of non loanee farmers could be arrived at.</p>	<p>Controlling Heads of All banks to issue within a time bound programme.</p> <p>Deptt of IF & PI</p> <p>Deptt of Agriculture ,GOJ</p>
--	--	--	--

<p>iv)ACP Achievement under Agriculture has gone down from 1898 crores last year to 1672 crores this year.</p> <p>RBI informed that issue of crop Insurance coverage is pending at Central Govt level</p> <p>DGM SBI observed as under</p> <p>i)Requires Enablers through Govt intervention to do better job</p> <p>ii)Crop Insurance Premium high in certain Districts. Needs alignment</p> <p>iii)Last Year No Insurance paid. Ins Companies says that Rainfall Data not being provided to them by Govt</p> <p>GM, SLBC said that Extent of damage needs to be declared by State Govt alongwith rainfall data.</p> <p>Pr Secy, Agriculture asked Banks to furnish data of farmers who have been given crop Loans so that non loanee farmers can be identified and covered. RBI said that such list can not be</p>	<p>iii)KCC Financing must be done as per revised KCC guidelines.</p> <p>iv)SLBC/All Banks should take system generated data for any MIS</p> <p>Additional Action Point suggested by Development Commissioner</p> <p>i)Special Consideration for Jharkhand to be devised & adopted for financing KCC beyond Rs. 50000/- & upto Rs. 1.00 lac to farmers without production of LPC if possible</p> <p>ii)Simplification of claim procedure. Agriculture Insurance Cos to take lead with the support of Govt</p> <p>iii)Need to step up lending by low performing Banks As within available constraints some Banks are performing good. Need to bridge gap between performances.</p>	<p>All Banks/LDMs</p> <p>SLBC/All Banks</p> <p>RBI/SLBC/NABARD/All Banks.</p> <p>All Agri Ins Cos/ Deptt of Agriculture, GOJ/ Deptt of IF & PI/NABARD.</p> <p>Directorate of Agriculture to provide Rainfall Data.</p> <p>All Banks</p>
---	--	---

	<p>provided by the Banks as Secrecy law applies. ED, BOI suggested that Govt may provide list of farmers to Banks which in turn will tick out the Loanee farmers.</p> <p><u>Lending to Priority Sector</u></p> <p>The Chair observed that more and more loans under CGTMSE coverage to be given specially credit to micro Enterprises</p> <p>RBI observed that Financing to Micro Units is only 40% of total MSE as against stipulated norm of 60%. This requires attention of all Banks.</p> <p>Chairman, VGB informed the house that conditions like NPA level, CRR & NABARD rating have been stipulated by CGMSE Trust for getting benefit of coverage. This has resulted into low lending under MSE sector</p> <p>The Chair suggested that CGTMSE Trust may be requested to give exemption in conditions to Gramin Banks of Jharkhand for a year or two considering the available infrastructure support in the State</p>	<p>More & More lending to be resorted to under CGTMSE sector</p> <p>All Banks were requested to increase the percentage of lending to micro units. The necessary spurt shall come when rural & semi-urban branches are monitored on number of cases financed by them</p>	<p>All Banks/ LDMs</p> <p>All Banks/LDMs</p> <p>DOIF, GOJ.</p>
--	--	--	--

	<p>Development Commissioner suggested that there is good potential in the State for Food Processing Sector under MSME. NABARD can additionally supplement with subsidy. He also informed that GOJ is coming up with its procurement policy which will help the MSE sector.</p> <p>NABARD submitted that they have sufficient subsidy available with them for Food Processing Sector as well as Dairy sector</p> <p>RBI informed that one programme on FOREX for entrepreneur has been proposed on 8th March 2014 in Jharkhand. Bankers sensitisation programme may be clubbed with the schedule so that other avenues in MSME sector can be opened.</p> <p>ED, BOI observed that till infrastructure support comes more & more lending under CGTMSE to be resorted to.</p>		<p>All Banks/Deptt. Of Industries , GOJ</p>
--	---	--	---

9.	<p>Principal Secretary, Industries observed as under:</p> <p>i)Performance of Banks under PMEGP during 2013-14 not very satisfactory</p> <p>ii)Out of 8003 applications sent to different Banks, only 2500 applications have been sanctioned</p> <p>iii)Under Margin Money Utilisation also there is huge gap from Budget</p> <p><u>RSETI</u></p> <p>SBI pointed out that Fund for building construction not received for Rseti Ranchi. Addl Secy, RD, GOJ suggested to furnish request letter for taking up the matter with MORD</p> <p>Sri Bodh Narain, State Co-ordinator Rseti presented his report. Major issues are as under:</p> <p>i)Two Rsetis- Chatra & Koderma are non-functional</p> <p>ii)23 Rsetis in Jharkhand are functional. Support Staff/ other infrastructure except</p>	<p>Since nearly one and half month is left for current FY, lending under PMEGP needs to be stepped up. All pending applications to be disposed of without further delay</p> <p>Wherever sanction is made, Banks are advised to go for full disbursement</p> <p>SBI to submit a request in this regard to Rural Development Deptt which shall take up the matter with MORD.</p> <p>Proposal for sharing of cost of construction above Rs. 1.00 crore between Govt & Sponsoring Bank</p>	<p>All Banks & LDMs</p> <p>All Banks & LDMs</p> <p>All Banks/LDMs</p> <p>SBI</p> <p>Department of I.F & P.I.Govt to issue direction to DC Jamshedpur for early clearance of Map from Notified Area Committee.</p> <p>Respective sponsoring Banks to ensure functionality of RSETI.</p> <p>Department of Rural Development, GOJ/SLBC</p>
----	---	--	---

	<p>own building available at each centre</p> <p>iii)Construction work is yet to start at these centres. Construction work of Rseti Deoghar is likely to start shortly</p> <p>iv)Major sponsoring Banks like BOI & SBI need to start construction work at least at some of the places</p> <p>v)At Jamshedpur, Clearance for approved Map is required from Notified Area Committee</p> <p>GM SLBC informed that Dev Commissioner has agreed to the idea that cost of construction above Rs. 1.00 crore may be shared between GOJ & sponsoring Bank in the ratio 50:50</p> <p>GM SLBC informed that an impact study is proposed to be conducted by the Deptt. Of I.F & P.I, GOJ for ascertaining the impact of Training through Rseti & position of Credit Linkages of the pass out candidates.</p>	<p>in 50:50 ratio needs to be approved within a maximum period of 30 days.</p> <p>All sponsoring Bank should immediately submit their Estimate to SLBC, so that the matter of sharing of enhanced cost of construction can be taken up with the Govt. Of Jharkhand and the respective sponsoring Banks.</p>	<p>All Sponsoring Banks.</p> <p>DOIF,GOJ/NABARD</p>
--	--	---	---

	<p><u>NRLM</u></p> <p>CEO JSLPS cum Addl Secy, RD, GOJ raised two issues</p> <p>i) District wise Target already given. Credit Linkages need to be stepped up</p> <p>ii) Interest Subvention to be applied by all Banks.</p> <p>It was informed that 205 SHG formed were found eligible for credit linkages as per JSLPS but list (Bankwise) not yet being provided to SLBC.</p> <p>CEO JSLPS informed the house that DRDA is the nodal Agency for NRLM in the District.</p> <p>LDM Ranchi informed that in Ranchi District 423 groups have been identified for credit linkages under NRLM out of which 10 have been credit linked. List of groups have been sent to branches and co-ordinating with them for early linkages</p> <p>Chairman JGB informed the House that NRLM consultant at National Level has</p>	<p>Credit Linkages of matured groups need to be stepped up</p> <p>All Commercial Banks to issue guidelines for interest subvention (Intt @ 7% to be charged) in consultation with their corporate office</p> <p>RRBs need to obtain permission in this regard from RBI and issue guidelines</p>	<p>All Banks/LDMs</p> <p>All Banks</p> <p>RRB</p>
--	--	---	---

10.	<p>advised that only Groups which are really maturing need to be covered through credit linkages. No Target orientation as of now</p> <p><u>Weaver's Credit Card</u></p> <p>GM,SLBC pointed out the meeting ,about the weaving activity being taken up in quite a considerable number in the Districts of Santhal Pargana region. He advised the LDMs of the districts of that region to take up the matter and arrange for issuing of these cards to the weavers of that area.</p> <p><u>Misc Matters</u></p> <p>A. DLCC Meeting has not taken place in East Singhbhum & Lohardaga since long .</p>	<p>a. The LDMs of the Districts of Santhal Pargana should take initiative for the scheme.</p> <p>b. DDM NABARD of all the Districts should pro-actively co-ordinate with the LDM & District Co-ordinators for popularising the scheme.</p> <p>RBI suggested some Action Points</p> <p>i)DLCC Meeting must take place as per Roaster in all District.</p> <p>ii)Where CD Ratio is low monitorable action plan to be prepared and followed up</p>	<p>LDM/DDM , NABARD</p> <p>DDMs NABARD.</p> <p>All Dy. Commissioners & LDMs.</p> <p>Dy. Commissioner of Singhbhum(E) & Lohardaga thro' DOIF.</p> <p>All Dy. Commissioners & LDMs</p>
-----	--	---	--

		<p>iii)Appointment of counsellor at FLCs Khunti, Simdega, Koderma & Chatra to be completed at the earliest.</p> <p>The Proposed Dates for the Qrly. Review Meeting were confirmed as under ,</p> <table><tr><th>Meeting for Qr. Ending</th><th>Proposed Date</th></tr><tr><td>March,2014</td><td>13th May,2014</td></tr><tr><td>June,2014</td><td>12th Aug.2014</td></tr><tr><td>Sep.,2014</td><td>7th Nov.2014</td></tr></table>	Meeting for Qr. Ending	Proposed Date	March,2014	13 th May,2014	June,2014	12 th Aug.2014	Sep.,2014	7 th Nov.2014	<p>Controlling Heads of All the sponsoring Banks.</p> <p>SLBC</p>
Meeting for Qr. Ending	Proposed Date										
March,2014	13 th May,2014										
June,2014	12 th Aug.2014										
Sep.,2014	7 th Nov.2014										
	<p>B. Annual Calendar of SLBC Meetings were submitted by The GM, SLBC.</p>										

The meeting concluded after vote of Thanks was proposed by Sri T.N.Ghosh ,Dy. General Manager , Union Bank.

State Level Bankers' Committee, Jharkhand

Convenor: Bank of India

**Addendum on Minutes
of 46th SLBC Meeting held on
18th February'2014**

The Minutes of the 46th SLBC Meeting was Circulated on 1st March , 2014. In Addition to the Points brought in the Minutes , following points were also Deliberated in the Meeting , which are being appended below ,

Points Deliberated In	Action Points Emerged	Action to be Taken by/ Reporting on Action Points			
1. Welcome Address	C.D Ratio needs to be closely Monitored and for which A qualitative as well quantitative Review should be initiated, for Which the effort of three best Performing Banks should be Appreciated and at the same time Three low performing Banks should Be sensitized so that the can strive for Better performance .	Three Banks from Top.		Three Banks from Bottom.	
		BANK	CD Ratio	BANK	CD Ratio
		Indusind	197.73	Laxmi Vilas	2.66
		HDFC	108.20	YES Bank	7.50
		ICICI	81.76	Punjab & Sind	12.81
2. Inaugural Address	Banks to increase lending under PSA ,as there is huge scope for the Same in Jharkhand. And the Banks should be encouraged/sensitized Depending upon their performances.	PRIORITY SECTOR ADVANCES(%age of TOT ADV.AS OF 31.12.13)			
		Three Banks from Top.		Three Banks from Bottom.	
		BANK	%age of Total Adv	BANK	%age of Total Adv
		AXIS	94.62	J & K	5.78
		UBI	93.52	Laxmi Vilas	13.58
		Vijaya	90.00	ICICI	18.93
		PRIORITY SECTOR ADVANCES(Amount AS OF 31.12.13)			
		Three Banks from Top.		Three Banks from Bottom.	
		BANK	Amt.in Crore	BANK	Amt.in Crore
		SBI	20557	Laxmi Vilas	0.11
		BOI	3574	J & K	0.22
		Allahabad	1858	South India	2.42

3.Address by The Dev. Commissioner, GOJ	SLBC to incorporate performance wise brackets of Good & Bad performer Banks in the Agenda Book. Special Action Plan is required for improvement in performances of low performing Banks	Agriculture Advances(%age of Tot Adv.as of 31.12.13)			
		Three Banks from Top.		Three Banks from Bottom	
		BANK	%age of Total Adv	BANK	%age of Total Adv
		VGB	63.99	AXIS	0.16
		JGB	37.01	IDBI Bank	0.80
		Allahabad	25.46	South India	1.74
		Agriculture Advances(Amt. Wise as of 31.12.13)			
		Three Banks from Top.		Three Banks from Bottom	
		BANK	Amt.in Crore	BANK	Amt.in Crore
		SBI	3843	SBP	0.06
		BOI	1351	SBBJ	0.17
		Canara Bank	834	South India	0.20
		Banks with NIL Performance	ING Vysya, Laxmi Vilas,Kotak Mahindra , J & K , BOM		
	SLBC Sub Committee Meeting on Agriculture/ Priority Sector to take place on regular basis to bring about necessary spurt in growth. Subsidy linked schemes of NABARD in the Allied Activities segment should be encouraged SLBC to incorporate performance wise brackets of Good & Bad performer Banks in the Agenda Book.	DISBURSEMENT (%age)IN AGRICULTURE(ACP 13-14) Upto 31.12.13			
		Three Banks from Top.		Three Banks from Bottom	
		BANK	%age Achvmnt of Target	BANK	%age Achvmnt of Target
		Karnataka Bank	832.00	SBBJ	0.66
		IOB	84.89	BOM	2.98
		PNB	57.09	CO- OPERATIVE BANK	5.02
		DISBURSEMENT upto 31.12.13 (Amt.in Crore) IN AGRICULTURE(ACP 13-14)			
		Three Banks from Top.		Three Banks from Bottom	
		BANK	Amt.	BANK	Amt.
		BOI	483.37	SBBJ	0.07
		SBI	307.35	BOM	0.37
		PNB	153.78	PSB	1.45
		BANKS WITH NIL PERFORMANCE	Karur Vysya,Laxmi Vilas,South India,Kotak Mahindra,YES Bank,J & K SBP		

		DISBURSEMENT UPTO 31.12.13 IN PSA (ACP 13-14)			
		Three Banks from Top.		Three Banks from Bottom	
		BANK	% age of Tgt	BANK	%age of Tgt.
		IOB	289.10	YES Bank	2.76
		South India	199.84	Corporation	2.85
		Indusind	128.18	Kotak Mahindra	3.68
		DISBURSEMENT Upto 31.12.13 (Amt.in Crore) IN PSA (ACP 13-14)			
		Three Banks from Top.		Three Banks from Bottom	
		BANK	Amt.	BANK	Amt
		BOI	1981.89	YES Bank	0.55
		SBI	1802.13	SBP	3.54
		IOB	532..84	SBBJ	4.84
		BANKS WITH NIL PERFORMANCE	J & K Bank , Laxmi Vilas, Karur Vysya		
		Agenda No.2	<u>ACTION TAKEN REPORT ON ISSUES PERTAINING TO GOJ</u>	SUBJECT	PENDING SINCE
	It was observed by The Development Commissioner that at the Level of GOJ pending issues are not getting resolved after lapse of abnormally long period. He suggested to bring these facts to the Knowledge of GOJ , serialy depending upon the period of delay.	1. Security Arrangement for Bank's Treasure & Deployment of State Industrial Security Force.	19.02.2002	12 Years	
		2.Updation of Land record/Ammendment In CNT/SPT Act.	22.03.2002	12 Years	
		3.Amendment in PDR Act.	22.03.2005	9 Years	
		4.Non – Allotment of Land for RSETI in Garwah, Palamau	01.12.2008	5 Years	
		5. Enactment of Money Lenders Act in Line of Bihar Money Lenders Act.	20.03.2009	5 Years	
		6. Deployment of Dedicated Certificate officers. Appointment of Retired Personnel	29.09.2010	3.5 Years	
		7.Notification for Deployment of Competent Authority for Approval of Bldg.Plan in Areas below Municipal Limit.	09.05.2013	10 Months	

Agenda No 3	<u>FINANCIAL INCLUSION</u> The Dev. Commissioner ,GOJ advised that SLBC should incorporate performance wise brackets of Good & Bad performer Banks in coverage of villages.	Three Banks from Top.		Three Banks from Bottom	
		BANK	No of Covered Villages	BANK	No of Covered Villages
		BOI	3002	OBC	23
		SBI	903	UBI	75
		JGB	519	ALLAHABAD	140
Agenda No 8	<u>REVIEW OF LENDING IN K.C.C</u> The Dev. Commissioner ,GOJ advised that SLBC should also incorporate performance wise brackets of Good & Bad performer Banks in Disbursement of K.C.C during the AFY 2013-14.	Disbursement Made in K.C.C Upto 31.12.13 in AFY 13-14(Rs. In Crore)			
		Three Banks from Top.		Three Banks from Bottom	
		BANK	AMT.	BANK	AMT.
		BOI	306.26	BOM	0.06
		VGB	176.67	Vijaya Bank	0.19
		SBI	88.10	PSB	0.20
		BANKS WITH NIL PERFORMANCE	SBP,SBBJ,Karnataka Bank,Indusind,J & K,YES, Kotak Mahindra,South Indian,Laxmi Vilas,ING Vysya,Karur Vysya		
Agenda No.9	<u>STATUS OF CONSTRUCTION OF BUILDING OF RSETIs</u> It was advised by The Development Commissioner to bring the specific cases for delay in Building construction to the Notice of the Govt. so that proper remedial measures can be initiated.	1. Land Allotment Not done in Garwa & Palamau		Matter Pending with D.C Garwa & Palamau.GOJ to issue proper instruction.	
		2. Lease Deed not executed & registered at Latehar & Bokaro.		Registration of Land is pending due to non-availability of DCLR. Official Allotment of Land is not done at Bokaro.	
		3. Physical possession not taken by Banks in none of the Places except Jamshedpur.		Banks to immediately take the physical possession in 21 Places where Lease Deed has been registered.	
		4. Construction of Building not started for escalation of estimate over the Allotment amount of Rs.1.00 Crore.		1. GOJ and sponsoring Banks will equally share the enhanced cost over Rs. 1.00 Crore. SLBC to obtain a holistic Total for the state and submit the same to GOJ and co-ordinate among the Banks and H.O on this matter.	
Agenda No : 11	1.The Development Commissioner Emphasized that the Meeting of All the Sub-Committees should regularly take place .	Name of The Sub- Committee	Convenor	Chairperson	
		1.Agriculture & Allied Activities	NABARD	The Secretary Deptt. Of Agriculture , GOJ	
		2.Export Promotion	SLBC	The Principal Secy. Deptt. Of IF & PI, GOJ	

	2.He further suggested that the Names of the Convenor & The Chairperson of the Sub-Committees should once Again be brought in the Minutes For ensuring a Clear Communication in this Matter	3. Security	S.B.I	The Principal Secy. Deptt. Of Home, GOJ
		4. C.D Ratio/A.C.P	SLBC	The Principal Secy. Deptt. Of IF & PI, GOJ
		5.Steering Committee on SLBC Qrly. Meeting		
		6.Legislature & other Issues	SLBC	The Secretary Deptt. Of Rural Dev. GOJ
		7. MSME & Govt. Sponsored scheme	BOI	
		8. NRLM	JSLPS	
		9.Housing Finance	S.B.I	The Secretary Deptt. Of Urban Dev. GOJ
		10. D.B.T	Deptt. Of I.T GOJ	The Principal Secy. Deptt. Of IT , GOJ

Annex

Para No.	Subject	Minutes Circulated	Amendments suggested in the Minutes
6. (3.)	Key Indicators	Saurav Sinha, GM RBI observed: Situation not so bad in Jharkhand. 70% Advances are to Priority Sector which is better than many States. But on NPA front support is required from Govt side as if we take restructured the level of Stressed asset will reach in double digit which much more than National Average.	Saurav Sinha, GM RBI observed: Situation not so bad in Jharkhand. 70% banking outlets in villages < 2000 population which were targeted for opening in 2013-14 have been opened, which is higher than the national average. 70% of PLP target for the year 2013-14 for credit to MSE Sector has been achieved as on December 31, 2013. But on NPA front support is required from Govt side as NPA percentage is much more than National Average.
8 (ii)	Review of Lending – Lending to Agriculture Sector	Crop Insurance is available only for specified crops and that too up to a cutoff date. Since RBI says Insurance is mandatory for Lonees farmers, Lending beyond certain dates do not find coverage.	Crop Insurance is available only for specified crops and that too up to a cutoff date. Since RBI and NCIP regulations says Crop Insurance is mandatory for laonee farmers, loans extended beyond the cut-off date will not enjoy insurance coverage.
8 (iv)	Review of Lending – Lending to Agriculture Sector	RBI informed that issue of crop insurance coverage is pending at Central Govt level.	RBI informed that these issues related to Crop Insurance cut-off date has been informed to Central Office for examination. He further said that an average KCC size of ₹30, 000-40,000/- does not necessarily imply that there have been no applications and sanctions above ₹ 50,000/-. In fact, there are many such cases. On many occasions, in the absence of LPC etc. a loan application deserving a higher quantum of loan is granted an amount less than ₹ 50,000/- which is a sub-optimal solution and which may later result in the loan turning into an NPA. Third, it is understood that in some districts, land revenue is not being collected in the absence of receipt books (called 'Volumes') on account of which the farmer possesses one less evidence of possession of land,



			which in turn makes it more difficult for him to secure a loan from a bank.
8 (iii)		Pr. Secretary, Agriculture asked Banks to furnish data of farmers who have been given crop loans so that non loanee farmers can be identified and covered. RBI said that such list can not be provided by the Banks as Secrecy law applies. ED, BOI suggested that Govt may provide list of farmers to Banks which in turn will tick out the loanee farmers.	Pr. Secretary, Agriculture asked Banks to furnish data of farmers who have been given crop loans so that non loanee farmers can be identified and covered. RBI said that it can be given only under certain conditions by banks. ED, BOI suggested that Govt may provide list of farmers to Banks which in turn will tick out the loanee farmers

