

# BANKING OVERVIEW OF MADHYA PRADESH

## KEY BANKING PARAMETERS OF THE STATE AS ON 30.09.2019

Number in actuals & outstanding amount in Rs. Crore

Sr.	Parameters	Outstanding Amount			Variation			
					Sep-18		Sep-19	
		Sep-17	Sep-18	Sep-19	Absolute Term	%	Absolute Term	%
1	Total number of Branches	7,254	7,473	7,806	219	3.02	333	4.46
2	Total number of ATMs	9,263	9,579	9,345	316	3.41	-234	-2.44
3	Total Deposits	3,48,872	3,78,896	4,16,048	30,024	8.61	37,152	9.81
4	<b>Total Advances</b>	<b>2,57,744</b>	<b>2,85,630</b>	<b>3,21,448</b>	<b>27,886</b>	10.82	35,818	<b>12.54</b>
4a	Credit as per place of utilization	7,961	8569	11,667	608	7.64	3,098	36.15
5	<b>Credit Deposit Ratio</b>	<b>73.88</b>	<b>75.38</b>	<b>77.26</b>	1.51	2.04	1.88	<b>1.88</b>
5a	CD Ratio including credit as per place of utilisation	73.88	77.65	80.07	3.77	5.10	2.42	2.42
6	<b>Total Business [3+4]</b>	<b>6,06,616</b>	<b>6,64,526</b>	<b>7,37,496</b>	<b>57,910</b>	<b>9.55</b>	<b>72,970</b>	<b>10.98</b>
7	Agriculture	88,963	97,201	1,01,825	8,238	9.26	4,624	4.76
8	Crop Loans out of total agriculture	66,973	74,372	76,405	7,399	11.05	2,033	2.73
9	<b>% of Agriculture advances to Total advances [RBI Norm: 18%]</b>	<b>34.52</b>	<b>34.03</b>	<b>31.68</b>	<b>-0.49</b>	<b>-1.41</b>	<b>-2.35</b>	<b>-2.35</b>
10	MSME	40,898	49,794	55,430	8,896	21.75	5,636	11.32
10a	Credit to Micro Enterprises	18,042	24,206	27,558	6,164	34.16	3,352	13.85
11	<b>% of credit to micro enterprises to total advances (RBI Norm-7.5%)</b>	<b>7.00</b>	<b>8.47</b>	<b>8.57</b>	<b>1.47</b>	<b>21.07</b>	<b>0.10</b>	<b>0.10</b>
12	Export Credit	123	281	332	158	128.46	51	18.15
13	Education	1,939	2,132	2,175	193	9.95	43	2.02
14	Housing	20,677	19,173	21,407	-1,504	-7.27	2,234	11.65
15	Social Infrastructure	103	218	214	115	111.65	-4	-1.83
16	Renewable Energy	58	47	57	-11	-18.97	10	21.28
17	Others	6,184	3,434	3,547	-2,750	-44.47	113	3.29
18	<b>Total Priority Sector Advances [7+10+12+13+14+15+16+17]</b>	<b>1,58,945</b>	<b>1,72,280</b>	<b>1,84,987</b>	<b>13,335</b>	<b>8.39</b>	<b>12,707</b>	<b>7.38</b>
19	<b>% of Priority Sector advances to Total advances [RBI Norm: 40%]</b>	<b>61.67</b>	<b>60.32</b>	<b>57.55</b>	<b>-1.35</b>	<b>-2.19</b>	<b>-2.77</b>	<b>-2.77</b>
20	<b>Total Non-Priority Sector Advances</b>	<b>98,799</b>	<b>1,13,350</b>	<b>1,36,461</b>	<b>14,551</b>	<b>14.73</b>	<b>23,111</b>	<b>20.39</b>
21	Advances to small & marginal farmers	25,559	32,187	32,797	6,628	25.93	610	1.90
22	<b>% of advances to small &amp; marginal farmers to total advances [RBI Norm: 8%]</b>	<b>9.92</b>	<b>11.27</b>	<b>10.20</b>	<b>1.35</b>	<b>13.64</b>	<b>-1.07</b>	<b>-1.07</b>
23	Total NPA	19,895	33,070	37,535	13,175	66.22	4,465	13.50
24	<b>% of NPA to total advances</b>	<b>7.72</b>	<b>11.58</b>	<b>11.68</b>	<b>3.86</b>	<b>49.99</b>	<b>0.10</b>	<b>0.10</b>
25	Advances to Weaker Sections	51,109	59,208	68,202	8,099	15.85	8,994	15.19
26	<b>% of advances to Weaker Sections to total Advances [RBI Norm: 10%]</b>	<b>19.83</b>	<b>20.73</b>	<b>21.22</b>	<b>0.90</b>	<b>4.54</b>	<b>0.49</b>	<b>0.49</b>

## KEY HIGHLIGHTS- SEPTEMBER 30, 2019 (FY 2019-20)

Highlights of the performance of all the Banks during Q-2 FY 2019-20 are given below:

1. Total Business of the Banks increased to Rs.7,37,496 crore in September 2019 from Rs. 6,64,526 crore in previous year. On year-on-year (y-o-y) basis, bank's business increased by 10.98% in September 2019 as compared with an increase of 9.55% in September 2018.
2. Aggregate deposits increased by Rs 37,152 Crore y-o-y and stood at Rs. 4, 16,048 crore in September 2019. The year-on-year (y-o-y) growth in aggregate deposits worked out to 9.81% in September 2019 which was higher as compared with that in September 2018 i.e. 8.61%.
3. Share of CASA (Current Account & Savings Account) declined to 47% in September 2019 from 49% previous year.
4. The credit-deposit (C-D) ratio of the state increased to 77.26% at the end of September 2019 from 75.38% a year ago. However, actual CD ratio stood at 80.07% after including credit of Rs. 11,667 crore as per "place of utilisation Norm" of RBI.
5. Gross Advances of the Banks increased to Rs.3, 21,448 crore in September 2019 from Rs. 2, 85,630 crore previous year, registering y-o-y growth of 12.54%, which was higher than the y-o-y growth rate of 10.82% in September 2018.
6. Agriculture credit shown negative y-o-y growth rate in September 2019 as compared to the corresponding period of previous year. Annual growth rate of agriculture credit was 4.76% in September 2019, which is lower than the growth rate of 9.26% in previous year. Agriculture credit is constituting 31.68% of the total credit portfolio as on September 2019.
7. Credit to MSME sectors stood at Rs. 55,430 crore in September 2019, showing y-o-y growth of 11.32% as compared to 21.75% a year ago.
8. Credit to housing under priority sector has shown positive y-o-y growth rate of 11.65% in September 2019, as compared to negative growth rate of -7.27% in previous year.
9. Gross NPA increased to Rs 37,535 crore in September 2019 from Rs 33,070 crore in September 2018, showing 13.50% increase year on year basis. During corresponding period of previous year, it increased by 66.22% y-o-y.
10. 10 Banks namely State Bank of India, DCCBs, Bank of India, Central Bank of India, Punjab National Bank, Union Bank of India, HDFC Bank, Bank of Baroda, ICICI Bank and Madhya Pradesh Gramin Bank are accounted for over two-thirds (77%) of total business of the banks as on September 2019.

## Top 10 Banks in M.P.

As on September 30, 2019

Amount in Crore

	Business	% of total Bank's Business hold	Deposits	% of total Bank's Deposits hold	Advances	% of total Bank's credit hold
State Bank of India	202,983	28	125,384	30	77,599	24
DCCB & Apex Bank	59,581	8	24,975	6	34,606	11
Bank of India	49,048	7	27,308	7	21,740	7
Central Bank of India	44,729	6	30,728	7	14,001	4
Punjab National Bank	44,631	6	25,546	6	19,085	6
Union Bank of India	43,288	6	27,136	7	16,152	5
HDFC Bank	34,170	5	14,294	3	19,876	6
Bank of Baroda	33,336	5	18,793	5	14,544	5
ICICI Bank	29,667	4	11,387	3	18,280	6
MPGB	23,993	3	14,470	3	9,522	3

## PERFORMANCE AND SIGNIFICANT DEVELOPMENTS- ALL BANKS

### BANKING FACILITIES

Banks in Madhya Pradesh have a network of 7,806 branches spanning 35% (2,692), 32% (2,526) and 33% (2,591) in rural, semi-urban and urban & metropolitan areas respectively with 9,345 ATMs as on September 30, 2019. Besides brick and mortar branches, banking facilities are being extended by 10,343 business correspondents in 11,864 rural Sub Service Areas (SSAs).

It is observed that some Public Sector Banks have rationalised their branches and ATMs in September 2019 as compared to previous year.

ATMs shutdown have happened mostly in urban areas, where the banking networks are amply penetrated and people are

increasingly getting used to digital transactions.

While most private sector banks such as HDFC Bank, ICICI Bank, Axis Bank, IDFC First Bank etc. have increased their banking networks in this period.

### DEPOSITS

Banks deposits grew at 9.81% year-on-year to Rs 4.16 lakh crore in September 2019 from Rs 3.79 lakh crore in previous year. Deposits in rural, semi-urban and urban areas grew at the rate of 10%, 12% & 9% respectively y-o-y in September 2019.

Deposits under Pradhan Mantri Jan Dhan Yojana (PMJDY) have also increased by Rs 1,086 crore in a year and reached to Rs 5,320 crore in September 2019.

## CREDIT

Bank's credit grew at 12.54% year-on-year to Rs 3.21 lakh crore in September 2019 from Rs 2.85 lakh crore in September 2018. Credit offtake in rural, semi-urban and urban areas grew at the rate of 8%, 18%, and 12% respectively in Sep-2019.

Bank's credit to agriculture, MSME, housing, education and priority sector grew at 4.76%, 11.32%, 11.65%, 2.02% and 7.38% respectively year-on-year in September 2019. However, social infrastructure sector recorded negative growth over previous year.

## AGENCY WISE GROWTH IN DEPOSITS AND CREDIT

Amount in Crore

Sr.	Bank Type	Sep-2018		Sep-2019		Growth %	
		Deposits	Credit	Deposits	Credit	Deposits	Credit
1	Public Sector Bank	2,93,740	1,82,623	3,08,057	1,99,188	4.87	9.07
2	Private Sector Banks	39,916	53,611	58,571	70,201	46.73	30.95
3	Commercial Banks	3,33,656	2,36,233	3,66,628	2,69,389	9.88	14.04
4	Regional Rural Banks	20,931	11,837	22,385	11,936	6.95	0.83
5	Cooperative Banks	23,103	34,247	24,975	34,606	8.10	1.05
6	Small Finance Banks	1,206	3,312	2,046	5,518	69.66	66.60
	Total	3,78,896	2,85,630	4,16,048	3,21,448	9.81	12.54

## AGRICULTURE

Credit growth in agriculture credit has been a mere 4.76% y-o-y in September 2019 as compared to 9.26% during corresponding period of previous year.

Outstanding amount in Crore

Sr.	Bank Type	Agriculture Loans			Variation %	
		Sep-17	Sep-18	Sep-19	Sep-18	Sep-19
1	Public Sector Bank	45,351	47,012	48,914	3.66	4.04
2	Private Sector Banks	11,383	13,763	16,847	20.91	22.40
3	Commercial Banks	56,734	60,776	65,761	7.12	8.20
4	Regional Rural Banks	7,395	7,673	7,730	3.76	0.73
5	Cooperative Banks	24,833	28,112	27,062	13.20	-3.74
	Total	88,963	97,201	1,01,825	9.26	4.76

Negative credit growth in DCCBs and low credit growth in RRBs and deposits of debt waiver amount under 'Jai Kisan Fasal Rin Mafi Yojana' could be one of the reasons for this variation added by slower demand.

Outstanding amount in Crore

Sr.	Bank Type	Agriculture Crop Loans			Variation %	
		Sep-17	Sep-18	Sep-19	Sep-18	Sep-19
1	Public Sector Bank	31,866	34,167	35,408	7.22	3.63
2	Private Sector Banks	5,521	6,479	7,469	17.35	15.29
3	Commercial Banks	37,387	40,646	42,877	8.72	5.49
4	Regional Rural Banks	6,686	6,933	7,074	3.69	2.03
5	Cooperative Banks	22,899	26,781	26,246	16.95	-2.00
	Total	66,973	74,372	76,405	11.05	2.73

The share of agriculture term loan to total agricultural credit improved to 24.96% in September 2019 from 23.49% previous year. Credit to agriculture term loans was Rs 22,828 crore in September 2018, which increased to Rs 25,419 crore in Sep-19.

### MICRO SMALL AND MEDIUM ENTERPRISES

- Credit to MSME sector rose by 11.32% year-on-year in September 2019 as compared with an increase of 21.75% in the same period of previous year.
- The outstanding credit to MSMEs grew to Rs 55,430 crore at the end of quarter ended September 2019 from Rs 49,794 crore in September 2018.

### HOUSING

- As of September 2019, credit to housing under priority sector increased by 11.65% year-on-year as compared to negative growth of -7.27% in previous year.

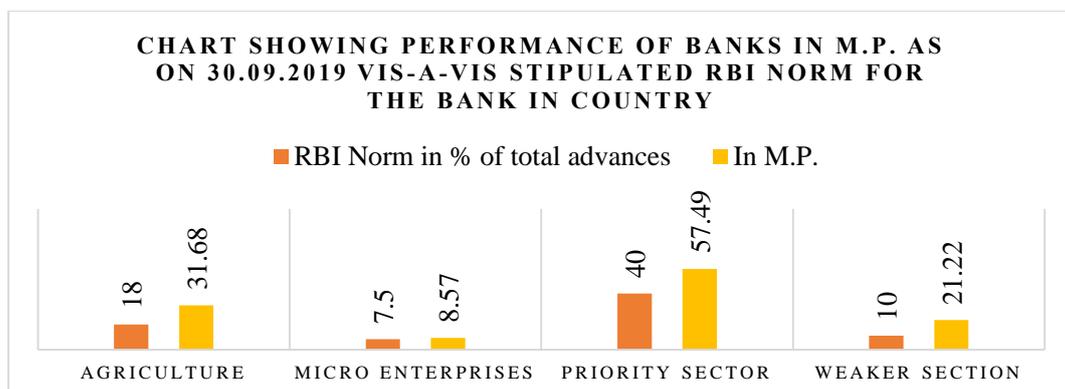
### EDUCATION

- Education loans under priority sector (Up to Rs 10 lakh) has shown 2.02% growth over previous year.

### PRIORITY SECTOR

- Priority sector advances increased by 7.38% in September 2019 as compared with an increase of 8.39% in September 2018.
- The outstanding credit to priority sector grew to Rs 1.85 lakh crore at the end of September 2019 from Rs 1.72 lakh crore in September 2018.

## RBI NORM VIS-À-VIS PERFORMANCE OF BANKS IN MADHYA PRADESH AS ON SEPTEMBER 30, 2019



**PERFORMANCE OF SCHEDULED COMMERCIAL BANKS (SCBs) IN  
MADHYA PRADESH FY 2019-20 (Excluding RRBs)**

Outstanding amount in Crore

Sr.	Parameters	Outstanding Amount			Variation			
		Sep-17	Sep-18	Sep-19	Sep-18		Sep-19	
					Absolute Term	Percentage	Absolute Term	Percentage
1	Total number of Branches	5,085	5,142	5,335	57	1.12	193	3.75
2	Total number of ATMs	9,256	9,484	9,230	228	2.46	-254	-2.68
3	Total Deposits	3,08,598	3,33,656	3,66,628	25,058	8.12	32,972	9.88
4	<b>Total Advances</b>	<b>2,16,662</b>	<b>2,36,233</b>	<b>2,69,389</b>	<b>19,571</b>	<b>9.03</b>	<b>33,156</b>	<b>14.04</b>
4a	Credit as per place of utilization	7,961	8,570	11,667	609	7.65	3,097	36.14
5	<b>Credit Deposit Ratio</b>	<b>70.21</b>	<b>70.80</b>	<b>73.48</b>	<b>0.59</b>	<b>0.84</b>	<b>2.68</b>	<b>2.68</b>
5a	CD Ratio including credit as per place of utilisation	70.21	73.37	76.66	3.16	3.16	3.29	3.29
6	<b>Total Business [3+4]</b>	<b>5,25,260</b>	<b>5,69,889</b>	<b>6,36,017</b>	<b>44,629</b>	<b>8.50</b>	<b>66,128</b>	<b>11.60</b>
<b>PRIORITY SECTOR ADVANCES</b>								
7	Agriculture	56,734	60,776	65,761	4,042	7.12	4,985	8.20
8	Crop Loans out of total agriculture	37,387	40,646	42,877	3,259	8.72	2231	5.49
9	<b>% of Agriculture advances to Total advances [RBI Norm: 18%]</b>	<b>26.19</b>	<b>25.73</b>	<b>24.41</b>	<b>0.01</b>	<b>0.01</b>	<b>-1.32</b>	<b>-1.32</b>
10	MSME	39,766	46,672	50,662	6,906	17.37	3,990	8.55
10a	Credit to Micro Enterprises	17,111	21,914	24,349	4,803	28.07	2,435	11.11
11	<b>% of credit to micro enterprises to total advances (RBI Norm-7.5%)</b>	<b>7.90</b>	<b>9.28</b>	<b>9.04</b>	<b>1.38</b>	<b>1.38</b>	<b>-0.24</b>	<b>-0.24</b>
12	Export Credit	123	281	332	158	128.46	51	18.15
13	Education	1,849	2,043	2,087	194	10.49	44	2.15
14	Housing	18,468	16,958	19,121	-1,510	-8.18	2,163	12.76
15	Social Infrastructure	103	215	205	112	108.74	-10	-4.65
16	Renewable Energy	57	46	56	-11	-19.30	10	21.74
17	Others	1,749	1,695	1,521	-54	-3.09	-174	-10.27
18	<b>Total Priority Sector Advances [7+10+12+13+14+15+16+17]</b>	<b>1,18,849</b>	<b>1,28,686</b>	<b>1,39,745</b>	<b>9,837</b>	<b>8.28</b>	<b>11,059</b>	<b>8.59</b>
19	<b>% of Priority Sector advances to Total advances [RBI Norm: 40%]</b>	<b>54.85</b>	<b>54.47</b>	<b>51.87</b>	<b>-0.38</b>	<b>-0.38</b>	<b>-2.60</b>	<b>-2.60</b>
20	<b>Total Non-Priority Sector Advances</b>	<b>97,813</b>	<b>1,07,547</b>	<b>1,29,644</b>	<b>9,734</b>	<b>9.95</b>	<b>22097</b>	<b>20.55</b>
21	Advances to small & marginal farmers	18,713	24,791	25,404	6,078	32.48	613	2.47
22	<b>% of advances to small &amp; marginal farmers to total advances [RBI Norm: 8%]</b>	<b>8.64</b>	<b>10.49</b>	<b>9.43</b>	<b>1.86</b>	<b>1.86</b>	<b>-1.06</b>	<b>-1.06</b>
23	Total NPA	14,374	26,967	27,980	12,593	87.61	1,013	3.76
24	<b>% of NPA to total advances</b>	<b>6.63</b>	<b>11.42</b>	<b>10.39</b>	<b>4.78</b>	<b>4.78</b>	<b>-1.03</b>	<b>-1.03</b>

## CREDIT GROWTH COMPARISON WITH COUNTRY- SCHEDULED COMMERCIAL BANKS (Excluding RRBs)

Outstanding amount in Crore

Sector	Country*			Variation %		Madhya Pradesh			Variation %	
	Sep-17	Sep-18	Sep-19	Sep-18	Sep-19	Sep-17	Sep-18	Sep-19	Sep-18	Sep-19
Total Credit	72,13,279	80,24,959	86,80,216	11.25	8.17	2,16,662	2,36,233	2,69,389	9.03	14.04
Agriculture & Allied	9,97,097	10,54,439	11,27,794	5.75	6.96	56,734	60,776	65,761	7.12	8.20
MSME	13,78,790	14,63,557	15,22,917	6.15	4.06	39,766	46,672	50,662	17.37	8.55
Education	71,975	69,100	68,229	-3.99	-1.26	1,849	2,043	2,087	10.49	2.15
Housing	9,23,102	10,50,222	12,53,190	13.77	19.33	18,468	16,958	19,121	-8.18	12.76
Priority Sector	24,26,571	25,86,911	27,59,852	6.61	6.69	1,18,849	1,28,686	1,39,745	8.28	8.59

\*Source- [https://www.rbi.org.in/scripts/BS\\_PressRelease](https://www.rbi.org.in/scripts/BS_PressRelease)

### OBSERVATIONS:

- Total credit of Scheduled Commercial Banks (excluding RRBs) in the state increased by 14.04 percent y-o-y in September 2019 as compared to an increase of 8.17 percent in the country.
- On a year-on-year (y-o-y) basis, credit by Commercial Banks in Madhya Pradesh to agriculture and allied sectors increased by 8.20% in September 2019 as compared to an increase of 5.75% by Commercial Banks in the country.
- There was a robust y-o-y growth under MSME sectors in Madhya Pradesh as compared to growth in the country. MSMEs increased by 8.55% in the State as compared to 4.06% in the country.
- Housing loans grew by 12.76% as compared to 13.77% in the country.
- While education sector in the country has shown negative growth y-o-y, there was a growth of 2.15% in the state in September 2019.
- There was a y-o-y growth of 8.59% under priority sector in the state as compared to growth of 6.69% in the country.