

**STATE LEVEL BANKERS' COMMITTEE  
MADHYA PRADESH  
137<sup>th</sup> MEETING**

**AGENDA**

**Agenda Item No. 1: Confirmation of the Minutes of the 136<sup>th</sup> meeting of State Level Bankers' Committee held on 28<sup>th</sup> May 2009**

The Minutes of 136<sup>th</sup> meeting of State Level Bankers' Committee, Madhya Pradesh held on 28<sup>th</sup> May 2009 were circulated vide Convener Bank's letter NO. ZO/ SLBC/ MP 09-10/ 57 dated 08.06.2009. Since no amendments/ comments have been received from any quarter the same may be taken as confirmed.

**Agenda Item No. 2: Follow-up action on decisions of earlier meetings:**

**Action Point 2.1: Implementation of 100% coverage of KCCs:**

**Action Point 2.2.1 Progress of issuance KCC in all Districts of MP**

The Convenor, through communications bearing NoZO/SLBC/09-10/57 dated 08.06.09 and ZO/SLBC/2009-10/67 dated 11.06.09 has drawn the attention of member banks to the resolution passed in the 135<sup>th</sup> Meeting and requested to expedite issuance of KCC to all eligible farmers, including those whose debts have been written off in the normal course or under ADWDR Scheme 2008. . Further, the DIF vide letter प्राविधि / कृषि / 39 / केसीसी / संविसं / 2007 / 1232 dated 19.06.09 also requested State Level Heads of Banks, all LDMs & District Collectors for follow up and monitoring of issuance of KCC on priority basis. Information received is furnished in **table No. 19 on Page No. 86-87.**

All the bankers are once again requested to further gear up their machinery to achieve the targets of 100% issuance of Kisan Credit Cards and appraise the steps taken in this regard.

The following points have been proposed by the Agriculture Insurance Company vide their letter No. AIC/RO/BPL/MARKETING/3444 dated 16.07.09 for discussion in the house, in respect of insurance coverage of crop loans:

- 1 AIC has released claim amount of Rs.255.19 crores to nodal banks (Rabi 2007-08) on 24<sup>th</sup> June, 2009. The Company has requested that necessary directives be issued for early credit of claim amount to beneficiary farmers' accounts.
- 2 The Company has circulated to all banks the notification issued for crops and areas under National Agriculture Insurance Scheme for Kharif 2009 season. All member banks are expected to ensure Insurance coverage of 100% eligible loans under NAIS.
- 3 A huge gap in the ratio of loan disbursed to loan covered under insurance appeared despite compulsory coverage.

Member banks are requested to review the position of eligible farmers under Kisan Credit Card Scheme for coverage under NAIS. Reserve Bank of India and NABARD have also issued necessary guidelines in the matter.

Data furnished in **Table No. 19 page No.86-87**

### **Action Point 2.2.2 Issuance of KCC to Kotwars**

Pursuant to the announcement made by Honourable Chief Minister of Madhya Pradesh for issuance of Kisan Credit Cards to Kotwars having Seva Bhoomi, the DIF vide letter प्राविधि / कृषि / 39 / केसीसी / संक्सं / 2007 / 1232 dated 19.06.09 advised the Collectors and LDMs in the State to ensure issuance of KCC to eligible Kotwars.

The issue was followed up by the Convener with member Banks through communications bearing No.ZO/SLBC/09-10/57 dated 08.06.09, ZO/SLBC/09-10/67 dated 11.06.09 & 83 dated 25.06.09. As per information received from LDMs, so far 16186 kotwars have been provided with Kisan Credit Cards by various Banks.

Progress is as follows: ( Position as on 30.06.2009)

Number of Kotwars	Number of Kotwars having sevabhoomi	Out of which KCC issued to Kotwars
35000	28000	16186

### **Action Point 2.2.3 Financial Inclusion in 35 districts of Madhya Pradesh**

Convenor vide letter ZO/SLBC/09-10/57 Dated. 08.06.2009, ZO/SLBC/2009-10/ 67 dated 11.06.09, 83 dated 25.06.09 & आंका / एसएलबीसी / 09-10 / 90 दिनांक 30.06.2009 requested State Level Heads of all Banks to instruct their branches to accelerate the work of financial inclusion and complete the same within stipulated time frame.

DIF vide letter No.PDF/Fin.Inc./DIF/2008/1230 dated 19.06.09 also requested State level heads of all banks for implementation of 100% Financial Inclusion by opening no frill accounts or by issuing General Credit Cards to at least one member of each family. The need for accelerating the pace of financial inclusion and for more efforts in the directions of opening of accounts under NREGS Job Card holders was also emphasized in the said communication. It will not be out of place to mention here that approximately 63.00 lacs accounts of job card holders have been opened by Banks under **NREGS** scheme in the Sate.

As per data received from LDMs, 6405 Villages out of 39870 villages in the 35 identified districts have achieved 100% Financial Inclusion.

#### **'Financial Inclusion'**

No. of Districts	No. of villages	No of villages covered under 100% F.I.
35	39870	6405

District-wise details are given in **table No. 12 & 12 I, Page 67-69.**

House may discuss the issue.

### IT ENABLED FINANCIAL INCLUSION PROGRAMME

In terms of the Reserve Bank of India policy guidelines, a pilot project for IT enabled financial inclusion in Madhya Pradesh using hand held device by issuing smart card and mobile banking having interface with information technology was launched. Convenor vide letter ZO/SLBC/09-10/57 Dated. 08.06.2009, & ZO/SLBC/2009-10/67 dated 11.06.09 & 83 dated 25.06.09 requested concerned member banks to gear up the work of IT enabled Financial Inclusion. DIF Vide their letter 1691 dated 22.08.09 made similar request to the Banks. The Bank-wise progress is as follows:

1. **Bank of India:** 4198 cards issued out of which 1909 cards activated; remaining card under activation.
2. **State Bank of India:** The Bank has finalized vendors and business correspondent. 15000 cards have been prepared and 4500 issued. Total No frill account opened in the State are 3.50 lacs.
3. **State Bank of Indore:** 28997 cards have been issued in Nateran Block of Vidisha. Issuing of cards in second block is under process.
4. **Union Bank of India:** Approximately 40390 cards have been issued and payments to job card holders are being made & enrollment of 67122 cards has been done.
5. **Central Bank of India:** 3000 Cards have been distributed and 6800 cards are ready for distribution in 10 centers of various Panchayats attached with different branches of Hoshangabad district.
6. **Narmada Malwa Gramin Bank:** The Bank is in the process of finalization of vendor and Banking Correspondent.
7. **APEX Bank:** 150 cards have been issued.
8. **AXIS Bank:** Work has been started in the slum area of Ward No 52 of Bhopal City comprising Saibaba Nagar, Ishwar Nagar and P.C.Nagar with the help of NGO named Little World. 60 cards have been prepared.
9. **ICICI Bank:** Vendor finalized. Work started through Mahila Chetna Manch at Bhopal; Unnati Mahila Sangh at Indore and Sambhav SSO at Gwalior respectively. 2581 cards have been prepared.

Bankers are requested to inform the progress made in this regard. House may deliberate on the issue.

#### Action Point 2.2.5 Settlement of SLR Bonds

An amount of Rs. 79.35 crores is overdue in respect of subscriptions made by different banks to MPEB bonds.

Bank wise details are given in **Table No. 33 Page 112-113**

State Government is requested to facilitate early settlement of these long outstanding dues which will help in redeployment of these funds by Banks for further developmental activities in the State.

#### Discounting of SIDBI / IDBI bills

A sum of Rs.0.73 crores is due under branches of IDBI / SIDBI.

Bank wise data is given in **Table No. 33 Page 112-113**

#### Action Point 2.2.6 Rural Development and Self Employment Training Institutes (RUDSETI) – Now called R-SETI

In compliance of the guidelines issued by the Ministry of Rural Development, Govt. of India, different Banks have either already established Rural Training Institutes in

13 Districts in the State, which have started imparting various vocational training programmes for the benefit of unemployed youth and farmers in the concerned districts. It is expected that the efforts of these Training Institutes will yield desired results in the times to come and help in arresting the migration of Rural population to urban areas in search of livelihood.

With a view to encourage setting up of RUDSETIs, the Ministry of Rural Development has announced certain incentives such as allotment of site for construction of building, sanction of grant of Rs. 1 crore to each District. Out of which Rs.0.70 crore will be utilized for construction of building, Rs.0.20 crore for infrastructure and remaining Rs.0.10 crores for meeting the rent of the institute building till construction is completed. The grant is applicable to both existing as well as new RSETIs.

M.P. State Government is requested to allocate land to the existing RSETI's as well as for the proposed Institutes to be set up by the respective Lead Banks in remaining districts. The LDMS have to take up the matter in all the DCC meetings for further discussion in the light of the new guidelines received from the MoRD, GOI.

The sponsor banks are requested to advise Directors of the Rural Institutes to take up training programmes with an aim for improvement in the living standard of the people. The Institutes should also take up farmers' oriented training programmes for updation of farming methods and upgradation of skills. Such programmes are also eligible for 50% reimbursement of expenditure from NABARD.

The progress in setting up R-SETIs in the State is as follows:

No	Name of the bank	Name of centre	Remarks
1	Allahabad Bank	Satna	Will be opened in rented building shortly
2	Bank of India	Badwani Khandwa Sehore	Will be opened in NV DA building Opened on 18.03.09 Already opened at Amlaha by SBI
3	Bank of Baroda	Jhabua	Sanction was not received from corporate office, hence will be opened in 2009-10..
4	Bank of Maharashtra	Betul	In progress.
5	Central Bank India	Hoshangabad Jabalpur Chhindwara Gwalior  Ratlam Sagar	Opened on 22.12.2008 Opened on 20.05.09 Opened on 31.03.09. Land has been allotted in the name of CEO & Central Bank. Opened in rented building on 11.09.09 Will be opened in rented building shortly
6	PNB	Datia	Opened
7	State Bank of India	Chhatarpur Katni Damoh Tikamgarh	Already opened at Amlaha in Sehore ----- ----- -----
8	SB Indore	Guna Shivpuri	Opened on 27.02.09 Will be opened soon
9	Union Bank of India	Rewa Sidhi Singrauli	Opened on 30 Jan.09 Opened on 31.3.09 In progress
10	3 RSETI type Training Institute are already running in the State of M.P.		
	Total	25	

Banks which are yet to establish the Training Institutes are once again requested to expedite opening of RUDSETIs. Progress made in this regard may be informed to SLBC.

### STATE LEVEL STEERING COMMITTEE FOR RSETI'S

MoRD, GOI, suggested that a sub-committee of the SLBC be set up in every state which will function as the State Level Steering Committee for establishment of RSETI's and reviewing their functions.

The committee shall be co-chaired by the Principal Secretary, Rural Development Department of the State and SLBC Convener of the state and members will include top executive of those banks which have set up / are proposing to set up RSETI's in the state and CGM, NABARD.

The terms of the reference of the committee shall be –

- ❖ To monitor the progress and review the performance of each of the RSETI's through the Lead Bank forums i.e. SLBC/DCC.
- ❖ To conduct evaluations of functioning of RSETI's to be done by agencies as decided by the committee.
- ❖ Any other matter related to the functioning of RSETI's.

The committee shall meet at-least four times in a year at quarterly intervals. DIF vide their letter प्रावि वि / रूडसेटी / संविस / 2008 / 1234 दिनांक 19.06.2009 addressed to all Collectors for providing adequate support in setting of RUDSETI.

Accordingly the Steering Committee as per composition suggested by the Ministry is being formed in the State.

### NABARD Agenda

1. **Support to Farmers' Training Centers (FTCs)** – Extension and capacity building efforts are emerging as critical areas for further increasing the farm production and productivity. NABARD has decided to provide financial assistance in the form of promotional grant to Farmers' Training and Rural Development Centers set up by major commercial banks / other agencies. The assistance is towards meeting 50% of their annual recurring expenses or Rs.15 lakhs, whichever is lower, with the main objective of scaling up of operations of both existing as well as new Farmers' Training Centers already established / to be established by them and also to ensure increased coverage of farmers for their capacity building. The FTCs may be oriented to provide holistic knowledge inputs-technical, commercial and financial.

House may deliberate on the subject.

### **Action Point 2.2.7 Drought Relief measures - Payment of input subsidy for Kharif 2001 & Kharif 2002**

State Government had released an amount of Rs. 32 crores as input subsidy for Kharif 2001 & Kharif 2002 through the Convener Bank to commercial banks and RRBs. SLBC, vide letter ZO:SLBC:07-08/12 dated 30.04.2007, distributed the amount to all the concerned state level heads with a request to adjust the amount in the beneficiaries' accounts and submit the information in prescribed format to Convener at the earliest so that consolidated information could be sent to State

Government through Director Institutional Finance. Details of Bank-wise distribution of amount are as follows:

Sr. No	Name of Bank	Place	Amount
1.	Allahabad Bank	Bhopal	2,88,21,675
2.	Bank of India,	Bhopal	8,07,37,294
3.	Central Bank of India	Bhopal / Raipur	8,38,34,370
4.	Punjab National Bank	Bhopal	1,27,05,845
5.	State Bank of India	Bhopal	4,66,19,985
6.	State Bank of Indore	Indore	2,73,73,165
7.	Union Bank of India	Bhopal	42,79,990
	Total		28,43,72,324

All the banks have submitted utilisation certificate, except Bank of India for all their districts and Union Bank of India for Rewa district. They are requested to provide details of utilization to the Convenor at the earliest.

#### **Action Point 2.2.8 AGRICULTURE DEBT WAIVER AND RELIEF SCHEME 2008**

During the previous SLBC meetings, the Convener as well as representatives of RBI and NABARD had requested all the Banks to disburse fresh loans to the beneficiaries of Agriculture Debt Waiver and Debt Relief Scheme in terms of the provisions contained therein. The Controlling Heads of major banks were requested to initiate suitable steps for disbursement of fresh loans to the farmers covered under the Scheme. It is learnt that considerable progress has been made in this aspect. However, the data pertaining to the number of beneficiaries covered at their end and the amount of fresh loans disbursed has not yet been received. All the member banks are once again requested to give the said data district-wise.

#### **NABARD Agenda:**

- Agriculture Debt Waiver Debt Relief Scheme (ADWDR) 2008 - Extension- As announced by Hon'ble Union Finance Minister in the Budget speech (2009-10) the last date for Debt Relief part of ADWDR-2008 has been extended from 30<sup>th</sup> June 09 to 31 December, 09. All the Banks may appraise their branches and ensure wide publicity of the extension granted by GOI so that maximum farmers are benefited of the scheme.

#### **ADWDR- 2008**

#### **Clarifications given by Union Ministry of Finance.**

The Union Ministry of finance has given certain clarifications in respect of the captioned scheme vide their letter F.No. 3/9/2008 – AC dated 12.06.09

Subsequently, RBI vide their circular DBOD.No. BP.BC.140/21.04.048/2008-09 dated 25.06.2009 has communicated these guidelines.

Contents of the circular received are placed below:

*“As per the guidelines, banks are permitted to receive even less than 75% of the eligible amount under OTS provided the Banks bear the difference themselves and do not claim the same either from Government or from the farmer.”*

It is generally expressed by the bankers that there is need to seek some more time from the GOI and / or RBI as the Government decision was communicated only on 12.06.09 and RBI circular date is 25.06.09. Many Banks are yet to take decision on the matter of allowing further concession to the farmers.

Government of India had decided to make the accounts of "other farmers" eligible for debt relief of 25% from GOI, even if they pay their entire share of 75% as one single installment, provided the same is deposited by such farmers till 30.06.09. Banks will not charge any interest on the eligible amount till June 30, 2009. In the light of the above said announcement, Government has now decided to extend the period of payment of 75% of overdue portion by the other farmers under One Time Settlement Scheme under ADWDRS for another six months i.e. from 01.07.2009 to 31.12.2009. However, the banks may charge normal rate of interest on the eligible amount from July 01, 2009 up to the date of settlement.

SLBC has reviewed the position obtaining in the State and it is observed that some banks have taken policy decision to extend some more relief to the farmers while others are yet to take a decision on the matter in view of financial implications.

Further some of the banks have represented that the decision has reached the branches towards the last week of July, 2009 and to realize the impact of GOI decision some more time is required as large number of farmers are involved.

Bankers are requested to give wide publicity to the above change so that all eligible OTHER FARMERS get the benefit of ADWDR Scheme, 2008.

**Action Point 2.2.9 Drought situation in Madhya Pradesh - Relief Measures required to be initiated by banks to persons affected by the Natural Calamities.**

As per notification issued by Principal Secretary, Revenue vide their letter No. file F-7-4/VII-3/2009 dated 01.05.2009 & F-7-4/VII-3/2009 dated 04.05.2009 **152 Tahsils in 41 Districts** have been declared drought affected based on Annawari / Najri Aakalan/Deficient rainfall. List of Districts and Tehsil affected by natural calamities was annexed with 136 Agenda.

**RELIEF MEASURES:**

Member Banks are requested to follow the guidelines of RBI for extending relief measures and inform the progress to SLBC for onward transmission to the State Government.

**Action Point 2.2.10 Reverse Mortgage Scheme.**

This scheme was notified by Government of India on 13<sup>th</sup> September, 2008 and is being implemented in the State.

Shri Rajpal, Principal Advisor, NHB vide his letter No. NHB/(ND)/RML/4033/2009 dated 10.06.09 informed that at present, the scheme has been adopted by 23 scheduled banks and 2 housing finance companies in the Country. NHB is operating RML counseling centres in 7 locations so far viz. Delhi, Chandigarh, Kolkata, Bengaluru, Hyderabad and Chennai. He advised SLBC to include RML Scheme as one of the products for credit counseling to enable senior citizens to take benefit of the scheme.

Reverse Mortgage Loans provide an opportunity to house owners to avail of a monthly stream of income against the mortgage of their house, while remaining the owner and occupying the house throughout their lifetime, without repayment or servicing of the loan. Realizing the potential benefits, the Union Budget 2007-08 announced the introduction of 'reverse mortgage' by NHB. National Housing Bank issued the final operational guidelines for reverse mortgage loans (RMLs) on May 31, 2007. Many banks have already introduced RMLs. For tax purposes it has been clarified that reverse mortgage would not amount to 'transfer' and stream of revenue received by the senior citizen would not be "income".

All the banks may take active steps for popularizing the scheme. The house may deliberate.

### **Action Point 2.2.11 Interest Subsidy Scheme for Housing the Urban Poor (ISHUP)**

Government of India, Ministry of Housing & Urban Poverty Alleviation (MH&UPA), has recently launched the Interest Subsidy Scheme for Housing Urban Poor (ISHUP) to address urban housing shortage in the country. The Scheme provides for interest subsidy of 5% per annum on loan of up to Re 1 lakhs for the Economically Weaker Section (EWS) and lower income group (LIG) in the urban areas for acquisition / construction of houses. The scheme will leverage flow of institutional finance for the EWS and LIG segment and is expected to create an additional housing stock of Rs 3.10 lakhs houses for EWS/LPG segments over the next 4 years (2008-12). This is being done on a pilot basis, which may be scaled up in due course, in the light of the experience.

The scheme is proposed to be implemented by Scheduled Commercial Banks and Housing Finance companies. The National Housing Bank (NHB) and HUDCO have been designated as the Nodal Agencies for administration, and release of the subsidy.

As regards implementation of the Scheme in Madhya Pradesh, the following information may be noted and acted upon by all concerned:

- ❖ The Nodal Agency for implementation of the Scheme will be M.P. Housing Board.
- ❖ As per the Govt. of India guidelines, identification of beneficiaries is to be undertaken by the Urban Local Bodies (ULBs) or the local nodal agency identified by the State for this purpose. It is requested that the identified nodal agency or the ULBs may start identifying the beneficiaries and forwarding the applications.
- ❖ Banks are requested to undertake wide publicity of the Scheme in areas where they are having good branch network.
- ❖ Beneficiaries will be identified with the help of Urban Administration Department.
- ❖ Income Criteria Certificate will be issued by Urban Administration Department of the State Government.
- ❖ Subsidy claims are to be submitted to HUDCO/NHB, as per bank level arrangements to be executed at H.O. level.

The Scheme will form a regular part of the agenda of SLBC meeting for review of progress.



**Agenda Item No 3: PERFORMANCE OF BANKING SECTOR IN MADHYA PRADESH AT A GLANCE**

(Rs. In Crores)

No	Parameters	March 2008	March 2009	June 2009	Variation over March 2009	
					Actual	%
1.	No. of Bank Branches	4949	5159	5185	26	-
2.	Total Deposits	89604	108366	111521	3155	2.91
3.	Total Advances	60057	67975	69658	1683	2.48
4.	Investments	5249	6087	6298	211	3.47
5.	Total Adv. + Investments	65307	74062	75955	1893	2.56
6.	Priority Sector Advances	37128	42592	41313	-1279	-3.00
7.	Agricultural Adv.	22441	26225	24518	-1707	-6.51
8.	MSME Advances	5773	6659	6720	61	0.92
9.	Tertiary Sector	8915	9708	10075	367	3.78
10.	Advances to Direct Agr.	18733	23783	22064	-1719	-7.23
11.	Advances to Weaker Sec	7423	10030	10312	282	2.81
12.	Advances to DRI	7	22	23	1	4.55

**3.1 Branch expansion**

The total number of branches operating in the State is 5185 as on June 09. There is a net increase of 26 bank branches during the quarter under review:

	Rural	Semi-Urban	Urban	Total	Specialized SME
<b>March-06</b>	<b>2491</b>	<b>1303</b>	<b>910</b>	<b>4704</b>	<b>20</b>
<b>March-07</b>	<b>2452</b>	<b>1327</b>	<b>1000</b>	<b>4779</b>	<b>22</b>
<b>March-08</b>	<b>2434</b>	<b>1379</b>	<b>1136</b>	<b>4949</b>	<b>27</b>
<b>March-09</b>	<b>2429</b>	<b>1475</b>	<b>1255</b>	<b>5159</b>	<b>29</b>
<b>June-09</b>	<b>2425</b>	<b>1490</b>	<b>1270</b>	<b>5185</b>	<b>29</b>

Bank wise position is given in **Table No. 1 Page No.33-34.**

**Banking Services in Unbanked Areas.**

Govt. of India, Ministry of Finance, Deptt. of Financial Services, vide their letter No. F.No.15/3/2009- Dev. Dated 18<sup>th</sup> August, 2009, conveyed the following directives in respect of the announcement made by Hon'ble Union Finance Minister in his budget proposals for 2009-10 on the need for expansion of banking network in under-banked or un-banked areas:

- A sub committee of State Level Bankers Committee (SLBC) will identify under banked or unbanked areas in their State and formulate an action plan for providing banking facilities to all these areas in the next 3 years.
- SLBC convener will take steps to ensure that the unbanked areas approach the national average in terms of average population per bank branch.
- After due identification of unbanked areas may be taken for opening of a bank branch of the lead bank of the district or of the RRB duly following RBI guidelines.
- Appropriate use may be also made of Business Correspondent (BC)/ Business facilitator (BF) model to reach the remote areas in the underbanked and unbanked areas.

- It is suggested that a special sub committee of the DCC may be set up for providing banking services in these areas, as recommended by the committee on Lead Bank Scheme of the RBI.
- It has been proposed in the Budget speech 2009-10 to set aside Rs. 100 crore during the current year as one time grant in aid to ensure provision of at least one centre / Point of Sale (POS) for banking services in each of the unbanked blocks in the country.

The said initiative taken by Government should be discussed in the ensuring SLBC for the knowledge of other Banks.

It is to state that there are no unbanked blocks in Madhya Pradesh. We request the authorities to convey the details of underbanked blocks so that road map for increasing banking outreach to such blocks can be prepared.

### 3.2 Deposit growth:

During the period under review, the aggregate deposits of the banks in Madhya Pradesh increased by Rs 3155 crores, from Rs 108366 crores as at March 09 to Rs 111521 crores at June 09, thus recording a growth of 2.91 %. Area wise details breakup is as under:

(Amt.. in Crores)

	Rural	Semi-Urban	Urban	Total
March-06	9190	19474	32937	61601
March-07	10055	21279	41895	73229
March-08	11614	23861	54129	89604
March-09	13646	29326	65394	108366
June-09	14164	29859	67498	111521

Bank wise position is given in **Table No. 2 & 3 Page 35-36 & 37-38.**

### 3.3 Credit Expansion

The gross credit in the State increased by Rs 1683 crores, from Rs.67975 crores as at March 09 to Rs 69658 crores as of June 09, thus exhibiting a growth of 2.48 %. Area wise details are as under:

(Amt.. in Crores)

	Rural	Semi-Urban	Urban	Total
March-06	9819	11900	22595	44314
March-07	11830	10134	27142	49106
March-08	13656	11636	34765	60057
March-09	18240	13786	35949	67975
June-09	15204	13738	40716	69658

Bank wise position is given in **Table No. 2 & 3 Page 35-36 & 37-38.**

### 3.4 Credit Deposit Ratio

The overall CD ratio of Banks for the State of Madhya Pradesh is 62.% as on 30.06.2009

Bank wise position is given in **Table No. 2 & 3 Page 35-36 & 37-38.**

### 3.4.1. LOW CD RATIO

Though over all CD ratio in the State is satisfactory, CD Ratio of following 8 districts is still below the minimum level of 40%.

(%age)					
S.N.	Name of Distt.	2006-07	2007-08	2008-09	June 09
1	Umaria	29.70	31.10	28.99	26.43
2	Sidhi	20.38	34.89	22.42	31.88
3	Rewa	36.05	36.00	28.77	32.95
4	Jhabua	46.00	48.00	41.92	40.96
5	Mandla	48.00	46.00	39.72	27.97
6	Dindori	36.00	36.00	27.00	28.74
7	Anuppur	36.00	37.61	34.25	35.84
8	Shahdol	29.93	32.69	25.40	27.15

Bankwise position is given in **Table No. 2 & 3, page No. Page 35-36 & 37-38.**

Convenor SLBC vide letter No. 57 dated 08.06.09 and ZO/SLBC/2009-10/59 dated 09.06.2009 requested the State Level Heads of the Banks having Lead Bank responsibilities in above Districts to take suitable measures to increase the CD Ratio at par with other districts.

### 3.5 Priority Sector Advances

During the period under review, the Priority Sector Advances of Banks in Madhya Pradesh decreased by Rs 1279 crores. Sector wise details are as under:

(Amt. in crores)				
	Agriculture	SSI/SME	OPS	Total
March -06	15844	2057	7945	25846
March -07	17362	3449	8837	29648
March -08	22440	5773	8915	37128
March-09	26225	6659	9708	42592
June-09	24518	6720	10075	41313

Bank wise position is given in **Table No. 5 Page.41-42.**

### 3.6 Agriculture advances

The Agriculture Advances in the State during the review period has witnessed a decrease of Rs 1707 crores from Rs.26225 crores as at March 09 to Rs 24518 crores as at June 09, thus showing a negative growth of 6.51 %.

Bank wise position is given in **Table No. 5 Page 41-42.**

### 3.7 MSME Advances

The advances to MSME sector during the period under review has witnessed increase by Rs.61 crores, from Rs.6659 crores as at March 09 to Rs. 6720 crores as at June 09, thus showing a growth of 0.92 % Bank wise position is given in **Table No. 5 Page41-42.**

### 3.8 Advances to Weaker Sections

During the period under review the advances to weaker section increased by Rs 282 crores from Rs.10030 crores as at March 09 to Rs.10312 crores as at June 09, ( thus showing a growth of 2.81 %.

Bank wise position is given in **Table No. 7 Page 45-46.**

### 3.9 DRI Advances

The DRI advances have increased by Rs. 1 crore from Rs. 22 Crores at the end of March 2009 to Rs.23 crores at June09 registering a growth of 4.55 %

The performance of Banks under DRI is being reviewed in every meeting of SLBC and RBI Government authorities have also been showing their concern about the low progress under the scheme and non achievement of National Goal of 1%.

Convener SLBC vide his letter No. ZO/SLBC/09-10/57 Dated. 08.06.2009, & ZO/SLBC/2009-10/67 dated 11.06.09 & 83 dated 25.06.09 has requested the State Level Heads of all the Banks to take suitable measures to increase the DRI Advances.

All the Banks are requested to initiate suitable steps for achieving the target and also to submit the progress to convener bank for review in the next meeting.

### 3.10 ACHIEVEMENT VIS-A-VIS NATIONAL GOALS

No	Parameters (RATIO)	Goal %	March 08 %	March 09 %	June 09 %	Variation over March 09
A)	C D Ratio	-	67	63	62	-1
B)	C D Ratio (Rural + S/U)	60	71	75	66	-9
C)	Credit + Inv. To Deposits		73	68	68	-
D)	PS Adv to Total Credit	40	62	63	59	-4
(E)	Agri. To Total Credit	18	38	39	35	-4
F)	Weaker Section to TotalAdv	10	12	15	15	-
G)	DRI Advances to Total Adv.	1	0.01	0.03	0.03	-

Bank wise position is given in **Table No. 6 Page 43-44.**

#### Highlights

- The ratio of Priority Sector Advances to total advances as at June 09 stands at 59 % as against National Goal of 40%.
- The share of agricultural advances to total advances, as at June 09 is 35% against the stipulated level of 18%.
- The advance to weaker section constitutes 15 % of the total advances as against the stipulated level of 10%.
- The CD Ratio in rural & semi urban area is above the National Goal by recording a level of 66 % as at June 09.
- Though there is no variation in percentage terms in DRI advances but there is increase of Rs. 1 crores in absolute terms.

### 3.11 IBA package on MSME, Housing and Auto Sector.

As per instructions received from Ministry of Finance, Govt. of India, special monthly meetings were held with special focus on the implementation of Special Package for MSME, Housing and Auto Sector announced by Indian Banks' Association to deal with the impact of global financial situation on these sectors.

A revised format for reporting the progress made on the subject on monthly basis was received from Govt. of India, which had been forwarded to all the member banks vide letter No. ZO/SLBC/09-10/281 dated 02.05.2009.

#### Special Package on MSME Sector:

SLBC has submitted data to Union Ministry of Finance up to July 2009, and the progress report for the month of August 2009, is under preparation.

It is observed that many banks are yet to submit the progress report for August 09. In this connection, it is requested as under :

- Banks should immediately submit progress on special package on MSME & Housing Sector for August 2009, and ensure regular submission hereafter.
- Banks to submit data as per RBI classification i.e. Micro, Small & Medium enterprises for August 2009.
- Banks to create awareness among all their Branch Managers on restructuring and other issues of MSMEs.
- LDMS to review the matter in all standing committee/ DCC meetings and take up the issues in all BLBC meetings and give feed back to SLBC.
- Industry Associations are requested to give feed back to SLBC regularly.

The summarised position of performance of Banks under Special Package after its implementation in the State for the month ended July, 2009 is given below:

Particulars	During the Month under reporting July.09		Cumulative at the end of July 09	
	No. of Accounts	Amount (Rs. in Crores)	No. of Accounts	Amount (Rs. in Crores)
(1) Credit flow to MSME:				
<> Sanction of working capital loans (New)	1967	245.39	13733	1375.06
<> Sanction of incremental working capital loans (existing units)	667	58.36	5253	475.18
<> Restructuring of MSME accounts	8	107.78	13387	328.85
<> Sanction of loans for purchase of Gen Sets on soft terms	1	0.03	4	0.31
(2) Sanction of housing loans				
<> Loans up to Rs. 5 lakhs	1158	37.60	109.50	278.65
<> Loans from Rs. 5 lakhs to Rs.20 lakhs	430	40.03	9656	914.72
<> Loans above Rs. 20 lakhs	32	11.13	975	264.06
(3) Sanction of auto loans	1594	41.32	12526	354.39

Agenda Item No. 4 **RECOVERY**4.1 **NPA Position**

(Amt. in Crores)

Scheme	Sub-Std.	Doubtful	Loss	Total NPA	Total Adv.	% of NPA to Total Adv
Agriculture	254	361	76	691	24518	3
SSI	174	264	114	552	6720	8
OPS	216	292	74	582	10075	6
PMRY	70	127	36	233	678	34
SGSY (Group)	23	20	4	47	302	15
SGSY (Ind)	16	21	5	42	276	15
KVIC	9	9	2	20	149	14
SJSRY	16	19	6	41	177	23
SRMS	4	4	1	9	44	20
Antyavyasai	8	9	2	19	88	22

Bank wise position is given in **Table No. 8 (I) to 8 (IV) Page 47-56.**

The recovery under PMRY, SGSY (Individual), SJSRY, SRMS and Antyavyasai is very poor. Director of Institutional Finance is requested to issue necessary guidelines to all concerned departments to help Banks in recovery of the NPA amount under each scheme.

4.2 **Year Wise Position of Written off Accounts**

(Amt. In Crores)

Agency	Up to 2005-06		2006-07		2007-08		2008-09		June 09		Total upto June 09	
	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt	No	Amt
CBs	368914	1269	71541	401	43266	313	42945	359	4865	22	531531	2364
RRBs	212335	107	21900	16	17867	16	19644	28	-	-	271746	167
Co-Op	75660	36	1402	1	1167	1	-	-	-	-	78229	38
<b>Total</b>	<b>656909</b>	<b>1412</b>	<b>94843</b>	<b>418</b>	<b>62300</b>	<b>330</b>	<b>62589</b>	<b>387</b>	<b>4865</b>	<b>22</b>	<b>881506</b>	<b>2569</b>

Bank wise position is given in **Table No. 9 Page 57-58.**

4.3 **Implementation of MP Public Money Recovery Act /BRISC Scheme:**

(amt. Rs. in crores)

Item	No.	Amt.
Recovery cases pending at the beginning of the quarter	895376	1763
Cases filed during the quarter	3410	20
<b>Total RRC</b>	<b>898786</b>	<b>1783</b>
RRC disposed of during the quarter	8244	19
RRC withdrawn during the quarter	3890	9
RRC pending at the end of the quarter	886652	1754
Of which pending up to 1 year	116657	414
1 to 3 years	197112	368
3 to 5 years	248612	429
5 to 12 years	181381	199
Above 12 years	142890	344

Bank wise data is given in **Table No. 10 & 10 (I) Page 59-62.**

### **Banks Recovery Incentive Scheme (BRISC)**

The work of computerization of RRC data and implementation of BRISC MIS software was started in the year 2004-05. Detailed guidelines were issued by State BRISC Cell to all banks. 3 officers from each District (2 from district level + 1 from LDM Office) were imparted training at Bhopal for this work.

As discussed in last meeting, all banks have been advised to submit CDs of details of all pending RRCs to state BRISC cell at earliest.

#### **Agenda Item No 5: Implementation of Annual Credit Plan 2009-2010**

##### 5.1 Comparative achievement of Annual Credit Plan of last three years:

(Amt. in crores)

Sector	Year 2006-07			Year 2007-08			Year 2008-09		
	T	A	%	T	A	%	T	A	%
Agri. Total	7596	8882	117	8905	10612	119	10774	12205	113
Crop Loan	5172	6792	131	6379	8029	126	8130	9768	120
Term Loan	2424	2090	86	2526	2583	102	2644	2437	92
MSME	684	684	69	875	1265	145	2328	1306	56
Others	2268	3042	134	2840	2260	80	2338	2233	96
<b>TOTAL</b>	<b>10548</b>	<b>12397</b>	<b>118</b>	<b>12620</b>	<b>14137</b>	<b>112</b>	<b>15440</b>	<b>15744</b>	<b>102</b>
	118%			112%			102%		

T-Target (for the year) A-Achievement (Up to March 09)

##### Sector wise Breakup of Annual Credit Plan 09-10 (up to June 09)

(Amt in Crores)

Sector	Year 2008-09 (June 09)			Year 2009-10 (June 09)		
	Target	Ach.	%	Target	Ach.	%
Agriculture	10774	2645	25	12977	3795	29
Crop Loan	8130	1964	24	9938	3289	33
Term Loan	2644	681	26	3039	506	17
MSME	2328	341	15	2247	318	14
OPS	2338	693	30	2891	694	24
<b>TOTAL</b>	<b>15440</b>	<b>3679</b>	<b>24</b>	<b>18115</b>	<b>4807</b>	<b>27</b>

##### Agency wise Breakup of Annual Credit Plan 09-10 (up to June 09)

(Amt in Crores)

	AGRI		MSME		OPS		Total Adv. PS		%A
	T	A	T	A	T	A	T	A	
COM. Bank	6418	1768	1984	310	2591	560	10993	2638	24
RRBs	1980	591	143	8	149	48	2272	647	28
Coop Bank	4579	1436	120	-	151	86	4850	1522	31
<b>TOTAL</b>	<b>12977</b>	<b>3795</b>	<b>2247</b>	<b>318</b>	<b>2891</b>	<b>694</b>	<b>18115</b>	<b>4807</b>	<b>27</b>

T-Target A-Achievement

Bank wise data is given in **Table No. 11, Page No.63-66**

The House may review the progress.

## 5.2 Doubling of Flow of Credit to SMEs in 5 Years

The position is as under :

(Amt in crores)

Item	Base figure as on 31.03.05	Fresh Advances from 01.04.09 to 30.06.09		Total Advances June 09	
		No.	Amt.	No.	Bal. O/S
Small & Micro Enterprises	2452	2292	119	68566	3709
Small & Micro Services		6447	200	205365	3011
Advances to Medium Ent		286	42	21144	711
<b>Total SME</b>	<b>2452</b>	<b>9025</b>	<b>361</b>	<b>298572</b>	<b>7431</b>

Bank wise data is given in **Table No.34, Page 114-115.**

RBI vide their Master Circular dated 1<sup>st</sup> July 2008 on Micro, Small and Medium Enterprises (MSME) advised banks to open specialized SME branches in each district. There was some doubt whether a general branch having less than 60% turnover in SME business can be designated as SME branch, if it is found that there is no potential for a viable SME branch. RBI, DBOD has clarified that, in these circumstances, there should be no objection for designating one bank branch in each district as specialized SME branch even when SME business turnover is less than 60%. However, while designating such branches, bank would have to ensure that Non-SME clientele of such branches are not put into inconvenience or deprived of banking facilities.

## Agenda Item No. 6 Implementation of Government Sponsored Programmes

### 6.1 Prime Minister's Employment Generation Programme (PMEGP) F.Y. 09-10

Progress is as under :(2009-10)

KVIC Target		KVIB Target		DIC Target				Total target	
P	MM	P	MM	RURAL		URBAN		P	MM
1155	13.86	1155	13.86	770	9.24	770	9.24	3850	46.20
Progress	Up to 30.06.2009								
Cases sanction	.MM	Cases sanction	MM	Cases sanc.	.MM	Cases sanction	.MM	Cases sanction	.MM
20	1.01	46	0.69	21	0.30	30	0.51	117	2.51

Progress is as under :(2008-09)

(Amt in Crores)

KVIC Target		KVIB Target		DIC Target				Total target	
P	MM	P	MM	RURAL		URBAN		P	MM
1155	13.86	1155	13.86	770	9.24	770	9.24	3850	46.20
Progress	Up to 31.08.2009 (CUT OFF DATE)								
Cases sanction	MM	Cases sanction	.MM	Cases sanc.	MM	Cases sanction	MM	Cases sanction	MM
63	3.00	216	5.50	185	3.27	204	3.87	668	15.64

Bank wise and district wise data is given in **Table No.13, Page 70-75.**



## 6.2 Performance under SGSY

During the quarter under review against the target of 15% (1<sup>st</sup> quarter disbursement) the disbursement have been to the tune only 5% approximately, even though there is a marginal improvement over the corresponding period in the previous year.

(Amt in Crores)

Particulars	2008-09 (June 08)	2008-09 (June 08)
Target (Financial)	325.67	328.14
Sanctioned		
Individual	3.48	5.86
Group	12.75	17.24
Total	16.23	23.10
Disbursed		
Individual	2.70	4.55
Group	8.93	14.31
Total	11.63	18.86
% age Sanction	4.98	7.03
% age Disbursed	3.57	5.75

Bank wise and district wise data is given in **Table No. 14 Page 76-78**

Performance wise data is as under:

(Amt in Crores)

	Target(amt.)	Sanctioned	Disbursed	% Achievement
March-06	185	202	181	98
March-07	200	206	192	103
March-08	251	265	245	106
March-09	325.67	360	317	111
June-09	328.14	23.10	18.86	7.03

Bank wise credit mobilization is as follows

- 10 to 20 % Bank of Rajasthan, Syndicate bank, Bank of Baroda, Union Bank of India, United Commercial Bank.
- 1 to 9% Central Bank of India, State Bank of Indore, Bank of India, All RRBs, Bank of Maharashtra, Dena Bank, State Bank of India, Allahabad Bank, Punjab National Bank, Central Co-Operative Bank.
- 0 % Land Development Bank, Canara Bank, Indian Bank, Oriental Bank of Commerce, Punjab & Sind Bank, State Bank of Bikaner & Jaipur, Other Banks.

### Revolving Fund

Up to June 2009, 102244 groups were given revolving fund out of which 57540, SHGs have received cash credit limit to the tune of Rs. 106.49crores (56.28%). In Vidisha District **not a single** group has been provided CC Limit.

Development Commissioner / representative of Rural Development Department may put forth his suggestions for better performance.

**NABARD Agenda Points.**

- Swaranajayanti Gram Swarozgar Yojana (SGSY): Targets for the year 2009-10. The Government of India has since finalized the credit disbursement, target for the year 2009-10 under SGSY. The credit mobilization target under SGSY for the year 2009-10 is Rs 271.656 crores for MP. The SBLC may finalize the targets to individual banks on the basis of acceptable parameters like resources, number of Rural / Semi- Urban branches etc. so that each bank will be in a position to achieve the target for the bank as a whole. The Banks may initiate steps to achieve the credit target fixed as also ensure to achieve minimum credit subsidy ratio of 3:1. The necessary measures may be taken to maintain quality and effectiveness of the Groups as per the operational guidelines issued by the Govt. of India on the scheme.

**6.3 Swarna Jayanti Shahari Rojgar Yojana (SJSRY)**

Revised Target for FY 2009-10

<b>Targets</b>	<b>Self Employment Programme</b>	<b>DWCUA</b>
Physical	29055	691
Financial	138.01	16.41

(Amt in Crores)

<b>Particulars</b>		<b>USEP</b>		<b>DWCUA</b>	
		<b>2008-09 (June08)</b>	<b>2009-10 (June 09)</b>	<b>2008-09 (June 08)</b>	<b>2009-10 (June 09)</b>
Tar. Physical		26413	29055	627	691
Financial	Subsidy	14.40	21.79	7.87	8.64
	Loan	76.83	116.22	7.05	7.77
	Total	91.23	138.01	1.92	16.41
Ach. Physical		156	350	5	9
Financial	Subsidy	0.08	0.27	0.05	0.10
	Loan	0.44	1.07	0.05	0.09
	Total	0.48	1.34	0.10	0.19
% Ach. Physical		0.99	1.20	0.72	1.30
Financial %		0.59	0.91	0.80	1.17

Bank wise progress is given in **Table No. 15, Page 79-80.****USEP**

Year wise data on achievement is as under:

(Amt in Crores)

	<b>Target(No)</b>	<b>Sanctioned</b>	<b>Disbursed</b>	<b>% Achievement</b>
March-06	8645	34.58	21.0	60.17
March-07	8645	35.00	23.0	66.0
March-08	24012	64.03	54.43	68.00
March-09	26413	63.05	63.05	64.35
June -09	29055	1.34	1.34	1.20

**DWCUA**

Year wise data on achievement is as under:

(Amt in Crores)

	Target(No)	Sanctioned	Disbursed	% Achievement
March-06	403	4.53	1.77	37.72
March-07	403	4.00	2.00	39.00
March-08	570	6.41	2.42	37.62
March-09	627	3.91	3.79	25.27
June-09	691	0.18	0.09	1.17

6.4 (A) **Scheme for Rehabilitation of Manual Scavengers (SRMS)**

The data received from Department is as under:

(Amt. in Crores)

Year	2008-09					
	(A) SRMS		(B) Antyavaysayee		Total (A+B)	
	08-09	09-10	08-09	09-10	08-09	09-10
<b>Target</b>	7100	4670	12000	10000	19100	14670
<b>Sponsored</b>	1414	2718	3464	3076	4878	5794
<b>Sanctioned No.</b>	350	223	289	298	639	521
<b>Disbursed No</b>	350	223	289	298	639	521
<b>Amt</b>	2.53	0.86	0.92	1.08	3.45	1.94
<b>Rej/ Retd</b>		148	150	107	150	255
<b>Pending</b>	1625	2347	7393	2671	9018	5018

Bank wise progress is given in **Table No. 16 & 16 I Page 81,82-83.****PRATISTHA / SRMS**

Year wise performance:

(Amt in Crores)

	Target(No)	Sanctioned	Disbursed	% Achievement
March-06	4144	10.25	8.50	85
March-07	5500	8.42	4.20	61
March-08	3237	8.52	1.51	44
March-09	7100	16.52	16.52	38.50
June-09	4670	0.92	0.92	5

(B) **Antyavayasayee Swarojgar Yojana****ANTYAVSAYI**

Year wise performance:

(Amt in Crores)

	Target(No)	Sanctioned	Disbursed	% Achievement
March-06	8120	41.52	27.21	85
March-07	8120	42.57	30.00	90
March-08	10000	27.37	19.89	92.11
March-09	12000	32.26	32.26	69.94
June-09	10000	1.08	1.08	3

Agenda Item No. 7 **Implementation of Special Focus Programme**

7.1 **Self Help Groups (Under NABARD Scheme)**

(Progress from April 09 to June 09)

(Amt. In Crores)

A	HSS A/cs opened		6132
B	Amount deposited in HSS A/c		8.29
C	Out of (A) A/c credit linked		775
D	Amount disbursed		4.87
E	Balance Outstanding	(No.)	75652
		(Amt.)	333.13
F	NPA Amount		21.03
G	% age NPA		6.31

Bank wise data is given in **Table No. 18, Page No.84-85.**

**NABARD Agenda:**

- 1 SHG-Bank Linkage Programme. During the year 2008-09, as per available information total 22,539 SHGs were formed and 18,477 SHGs credit linked with the coordinated efforts of all stakeholders. Further, concerted efforts are required to be made by all the partners in the programme, viz. Banks, Government Departments, NGOs etc. for achieving a target of credit linkage of at least 25000 SHGs during the current year.

**ROLE OF ZILA PANCHAYAT**

At the district level, CEO, Zila Panchayat may act as a nodal department for maintaining the data regarding SHGs formed by various agencies. i.e. NGOs, Government Departments, etc. and status of their credit linkage. Presently only data relating to financing under SGSY is being maintained by CEO, Zila Panchayat. Such data will be useful for dissemination of information among bank branches and also for district level review in DCC/BLBC, etc.

7.2 **Housing Finance**

(a) **Direct Housing Finance**

As per Reserve Bank of India guidelines each bank should attain a share of housing finance at 3% of the incremental deposit of the previous year i.e Rs. 563 crores. Banks have disbursed Rs 307 crores by the end of June 09 in 5866 loan cases.

Bank wise data is given in **Table No. 20, Page 88-89** for review of house.

	Cases (No)			
	Received	Sanctioned	Disbursed	Return/Rejected
March-06	36534	34365	34584	2164
March-07	23076	21067	28523	1822
March-08	24547	22759	21728	1839
March-09	21974	21070	20741	690
June-09	6551	5930	5866	284

### Golden Jubilee Rural Housing Finance Scheme

During the year 2009-10 up to June 09 financial assistance of Rs 4.39 crores has been provided under the scheme to 170 beneficiaries. The poor progress is because of non-availability of title.

Bank wise Data is available in **Table No. 21, Page 90-91** for review of house. Year wise data on achievement is as under:

Cases (No.)				
	Received	Sanctioned	Disbursed	Return/Rejected
March-06	1369	1318	1285	33
March-07	1208	1190	1212	11
March-08	1016	976	925	40
March-09	680	644	635	30
June-09	177	170	164	4

### 7.3 Financial assistance to Minority Communities (State)

(Amt. in Crores)

Community	Disbursement 09-10 (April 09 to June 09)		Outstanding Balance June 09	
	No.	Amt.	No.	Amt.
Muslim	3344	49.28	175867	1614.32
Sikh	736	19.55	34343	559.17
Christian	363	5.15	13337	221.17
Zoroastrian	4	0.24	647	4.00
Buddhist	37	0.25	6341	28.35
Jain	2237	28.48	74117	1134.54
<b>Total</b>	<b>6721</b>	<b>102.95</b>	<b>304652</b>	<b>3562.09</b>

Govt. of India, vide their letter No. F NO.7(60)2008-CM dated 24.08.09 conveyed the following aggregate target for the State, based on the targets reported by individual Public Sector Banks:

(Rs. In crores)

Total Priority Sector lending target March 2010	Total Minority Community lending
38825.87	4968.33

Govt. of India further advised to review the progress in lending to minorities in coordination with concerned Departments of State Govt.

Bank wise position is given in **Table No. 22 & 23, Page 92-93 & 94-95** for review of house.

#### 7.4 Data on Minority communities in identified district i.e., Bhopal

The information on the financial assistance given to minority communities in Bhopal district as on June 08 is as follows:

(Amt. in Crores)

Communities	June 09	
	No.	Amt.
Muslim	40275	51147
Sikh	13446	12461
Christian	978	1781
Zoroastrian		
Buddhist	303	325
Jain		
A. TOTAL	55002	65714
B. Total Priority Sector	778358	366688
C. Total Advances	1227313	804147
% age to A to C (Total Advances)	4.48	8.17

#### 7.5 Financial Assistance to Schedule Caste /Schedule Tribe

The progress up to 30.06.2009 is as under:

(Amt. in Crores)

Item	Schedule Caste		Schedule Tribe	
	No. of A/cs	Amt.	No. of A/cs	Amt.
App. Recd.	4913	32.11	4004	23.20
App. San.	4744	30.37	3871	21.89
App. Disb.	4483	27.68	3820	21.02
Ap. Rejected	73	0.66	47	0.44
App. Pend.	96	1.08	86	0.87
Total Bal. O/S	600243	1950.51	368938	1206.85
NPA Amt.	63351	269.98	35650	146.56
% age NPA	10.55	13.84	9.66	12.14

Bank-wise data is given in **Table No. 24 & 25, Page 96-97 & 98-99**

#### Loans to Denotified Nomadic Tribes (DNTs)

The National Commission for Denotified Nomadic and Semi-Nomadic Tribes (NCDNSNT) has interalia recommended that bank loans should reach Denotified Nomadic Tribes (DNTs) to enable them to undertake suitable economic activities and appropriate percentage be fixed for the group within the over target of PSL and the sub-target for weaker section. Further, the process of disbursement of loans to DNTs may be reviewed and monitored by the District Level Consultative committees and State Level Bankers Committee so as to ensure that the DNTs receive an equitable portion of the bank credit.

The Reserve Bank of India has written to IBA to identify and examine the operational problems / issues that the banks may face and the support required from State Governments for identification / verification of beneficiaries as also other modalities in implementing the recommendation made by the committee.

Now, Indian Banks' Association requested all the SLBCs to examine the matter and place it for discussions at the SLBC meetings so as to arrive at an action plan in this respect.

A copy of the letter No. RPCD.CO.Plan.3708/04.09.01/2008-09 dated 18<sup>th</sup> June is enclosed for reference. (Annexure I)

### **Swarojgar Credit Card (SCC)**

The progress up to 30.06.2008 under Swarojgar Credit card scheme is given below:

(Amt. in lacs)

Particulars	Comm. Bks	RRBs	Co-op BK	Total
Annual Target (No.)	5382	8368	1300	15050
No. of SCCs Issued	166	703	260	1129
Amount Disbursed	0.69	1.92	0.64	3.25
% Achievement	3.08	8.40	20	7.50

Bank wise progress is given in **Table No. 26 Page No.100-101**.

NABARD has informed that reporting of progress by Banks is not satisfactory. Member Banks are requested to submit data in time.

The house may review the progress.

### **7.8 Artisan Credit Cards**

As per information given by Banks the target set for 2009-10 is 3475 against which the Banks have issued 149 cards during the quarter June 09. Total cards issued under the scheme since inception are 6676

Bank wise position is given in **Table No 27, Page 102-103**. Most of the banks have reported Zero progress in the scheme. This situation needs to be corrected by employing appropriate strategies.

### **Progress in formation and financing of Handloom Weavers Groups**

The Directorate of Handlooms has proposed that "The bank will have absolute freedom to select the applicants. There will be no subsidy from the govt. under this scheme.

### **7.8 General Credit Card (GCC) Scheme.**

As per information given by the Banks the, a total of 1210 cards have been issued during the FY 2009-10 up to June 09 against the self set target of 14196 Total cards issued under the scheme since inception are 30076 Bank wise position is given in **Table No 27, Page 102-103**.

### **7.9 Education Loan**

Banks have sanctioned 2059 education loans amounting to Rs 162.88 crores during the current financial year of which Rs 16.24 crores have been sanctioned to 566 girl students.

Bank wise position is given in **Table No 28, Page 104-105**.

### 7.10 Advances to Women beneficiaries

Advances to women beneficiaries stood at Rs 4546.38 crores which is 6.52 % of the total advances and well above the target of 5%.

Bank wise data is given in **Table No 29, Page 106-107.**

### 7.11 Progress under National Horticulture Board Scheme

(Amt in Crores)

Particulars	Unit	2009-10 Up to June 09
Cases Received	No	108
Cases Sanctioned	No	91
Cases Disbursed	No	88
	Amt	1.56
Cases Rejected	No	2
Cases Pending	No	15
Balance Outstanding	No	4142
	Amt	74.32

Bank wise and district wise data is given in **Table No. 30, Page 108-109.**

#### NHB Progress report:

The progress up to 30.06.2009 under NHB scheme is given below:

(Amt in Crores)

Particulars	Number	Amount
LOI placed before Board	154	-
LOI approved by Board	151	-
No. of cases where subsidy released through NHB Bhopal:		
Below Rs.20 lacs	82	0.73
Above Rs. 20 lacs		
TOTAL	82	0.73

The District-wise Credit Plan under different components of National Horticulture Mission for the year 2009-10 and targets under different schemes of Deptt. Of Farmers Welfare and Agriculture Deptt. For 2009-10 as received from Govt. of M.P. are enclosed at Annexure II & III for the information of the house and coordinated efforts for achievement of the targets.

### 7.12 DEBT SWAP

Convenor requested the banks to achieve 3% of the target for financing under the debt swap scheme and also requested to provide the progress along with SLBC Data every quarter.

### 7.13 DAIRY & POULTRY VENTURE CAPITAL FUNDS:

As per the information with SLBC, the Dairy and Poultry Venture Capital Funds is continuing during 2009-2010 also with separate allocation of Rs.38 crores (Rs.5 crores for NE States) and Rs.10 crores for dairy and poultry sectors respectively.

NABARD advised to refer their earlier Circular Nos. 32/ICD-6/2004-05 dated 16 February, 2005 and 04/TSD-01/2008 dated 14 January 2008.



Eligible components for both the other terms and conditions remain unchanged.

It is also reported that a Mid-term evaluation of the scheme indicated that some of the banks are not passing on the repayments received under the scheme to NABARD which will lead to depletion of the fund's corpus. Hence, all the banks may be advised to instruct their implementing branches to pass on the repayments on a proportionate basis to NABARD.

A review made by NABARD on the Interest Subsidy claimed so far revealed that only 10% of the eligible claims were submitted by the banks. As interest Scheme was envisaged to encourage regular repayments, the banks may advise the branches to submit claims for interest subsidy in respect of all regular loans under the scheme.

#### **7.14 Farmers Club. NABARD Agenda:**

- Promotion of Farmers Club – In the 11<sup>th</sup> Five Year Plan a target of formation of 100000 farmers Club has been fixed for the country as a whole. For the year 2009-10 a target of 3107 Farmers Clubs have been kept for the State. NABARD assistance to all agencies for forming Farmers clubs will uniformly be @ Rs.10000/- per club per annum for a period of 3 years. This activity needs to be taken up on priority basis. The farmers club may function as business facilitator / Business correspondents also.

#### **7.15 DISBURSEMENT OF SCHOLARSHIP OF STUDENTS OF SC / ST THROUGH BANKS**

DIF vide their letter 1695 Dated 22.08.2009 has requested to add following Points received from Adim Jati Kalyan Department Bhopal for discussion of house.

- ❖ Nodal Branches of Banks are not disbursing the subsidy to their branches from nodal branches in time.
- ❖ Account of the scholarship should be opened with minimum balance or with zero balance
- ❖ Disbursement should be made through cheques only instead of withdrawal form and per cheque charges of Rs. 1/ only be recovered.
- ❖ It is to be allowed to open the account of students below age of 18 years.
- ❖ Bankers are requested not to deduct any stationary or collection charges as they are not paying any interest on scholarship accounts.
- ❖ Last date of disbursement is 31.10.2009.so bankers are requested to plan their schedule of disbursement before that.

#### **7.16 BANK GUARANTEE IN RANI DURGA VATI YOJNA**

DIF vide their letter प्राविवि/रादुयो/संविसं/2009/1671 दिनांक 20/08/2009 have requested to add following points in SLBC agenda for discussions:

A meeting of 'M.P. Tribal Mantrana Parishad' was held on 23 July 2009 under the chairmanship of Hon'ble Chief Minister Shri Shivraj Singh Chauhan wherein the following issues were discussed and action desired:

- Under 'Rani Durgavati Yojna' submission of guarantee is a pre-requisite. However, for tribal beneficiaries it is difficult to fulfill this requirement. The Principal Secretary (Commerce & Industry) clarified that guarantee is

required only in loan cases involving more than Rs.2 Lacs and for this purpose, plot/house in the possession of the beneficiary is also acceptable.

- To ensure that in case of default in tribal agriculture loan cases, at the time of auction, the land is not allowed to be transferred to non-tribal persons.
- Amount of finance for providing pump sets to be provided to tribals in 'stop dam' built on nallas & rivers should be enhanced.
- In addition, special focus to be given on Tribal SHGs women groups for Handlooms & Handicraft development activities.
- Need for generation of alternative employment opportunities for which a tie-up arrangement may be made between concerned State Government Department and Banks for providing training to Women SHGs.

### **7.17 Review of Lead Bank Scheme – Banking facilities in every village by 2011.**

DIF vide their letter No. SLBC/1/DIF/96/1766 dated 01.09.09 referred to the RBI press release No. 2009-2010/300 dated 24<sup>th</sup> August, 2009 stressing the need to recognize the slogan "there is growth and gold at the bottom of the pyramid" and ensure that the Banks should aim at providing financial services at an affordable cost to vast sections of disadvantaged and low income groups in the unorganized sector. To begin with, the press release laid down emphasis to draw up a roadmap to provide banking services in any form to every village.

Keeping in view the gigantic task of expanding banking services at the doorstep of every citizen, the Report approved by the RBI to Review Lead Bank scheme desire to strengthen SLBC & DLCCs. With a view to extract the optimum benefit of the Scheme, the banks with lead responsibilities in the State are expected to put forth their opinion / line-of-action on the issue of strengthening SLBC and DLCCs for detailed deliberations in the ensuing SLBC.

### **7.18 Agenda From RBI.**

1. **Meeting for Performance Review of RRBs by the Secretary, Finance.** : In the review meeting of RRBs held by the honorable Finance Secretary on April 27, 2009, some of the RRBs once again voiced their grievance over the treatment given by the State Governments and Departments in the matter of Banking with them. RRBs should be treated at par with other commercial banks and discrimination should be avoided in giving fair share of business / deposits.
2. **Violation of guidelines in respect of SJSRY Scheme** : As per instructions contained in para 3 of Master circular dated July 1, 2008 on Priority Sector lending Special Programmes, Swarna Jayanti Shahari Rozgar Yojana (SJSRY), no interest will be paid on the subsidy amount held by the banks and for the purpose of charging interest on loan amount, the subsidy amount would be excluded there from. However, it has been brought to our notice that banks are violating RBI guidelines on administration of subsidy and fixing repayment installment on higher side by recovering subsidy component along with principal and interest thereon in respect of the captioned scheme.
3. **RBI caution public against Fictitious offers remitting cheap funds from abroad**: RBI has already cautioned the public through print and other media, against dealing with fraudulent claims and fictitious offers through emails. RBI Central Office has already issued circular to all Chairmen regarding advertisement and sensitizing their lower level staff in the matter. Authorised dealers should follow guidelines on KYC before making payments.
4. **High level report on lead bank scheme**: The High Level Committee set up to review the Lead Bank Scheme has recommended that the Lead Bank Scheme (LBS) is useful and needs to continue. The various for a under LbS should

focus on addressing the 'enablers' and 'impeders' in achieving greater financial inclusion and flow of credit to priority sectors. While continuing to monitor subsidy linked government sponsored schemes, functioning of SLBC and DLCC should be strengthened. The salient feature of the reports are :

- a. That in every district, a sub committee of the DCC may be formed to draw up a road map to provide banking services through a banking outlet at every village with population of over 2000 at least once a week on a regular basis.
- b. Once such a road map is prepared and is implemented, it should be the endeavour to ensure that 100% financial inclusion is achieved.
- c. A monitoring system may be instituted by the DCC to periodically assess the position regarding achieving the roadmap and report the same in each meeting of the DCC.
- d. The funding arrangements available under Financial Inclusion Technology Fund (with NABARD) or other options such as the support offered for distribution of Government payments by RBI may be explored for this purpose.
- e. RBI may consider allowing banks to use mature SHG group leaders as BCs with IT solutions in place to ensure requisite safeguards.
- f. NABARD may make a detailed review of the SHG-bank linkage programme and come up with revised guidelines to facilitate migration of members of mature groups to become micro entrepreneurs and increase the scale of lending through such groups.

#### **भेजे मद सं.-08 राजभाषा नीति का कार्यान्वयन**

मध्यप्रदेश में 50 बैंकों में से केवल 40 बैंकों ने राजभाषा नीति के कार्यान्वयन संबंधित तिमाही आंकड़े हैं । सदस्यों से अनुरोध है कि वे एस.एल.बी.सी. के प्रारूप में अपेक्षित आंकड़े समय से भेजना सुनिश्चित करें ।

तालिका संख्या 35 पेज 116 में समीक्षा हेतु स्थिति दी गई है ।

#### **Agenda Item No. 9 OTHER AGENDA ITEMS**

##### **CBS Achievement of Rewa Sidhi Gramin Bank.**

**SLBC Madhya Pradesh places on record its appreciation of the efforts made by the management of Rewa Sidhi Gramin Bank for successful implementation of Core Banking Systems in its area of operations. The achievement deserves replication by other RRBs operating in the state.**

#### **Agenda Item No. 10 Any other issue with permission of the Chair**