

SEGMENT-1 (REVISION)

**CONFIRMATION OF MINUTES OF
91st MEETING OF J&K SLBC HELD ON 16th DECEMBER 2013**

The minutes of 91st meeting of J&K SLBC held on 16th December 2013 at Jammu to review the performance / achievements of the banks / financial institutions operating in the State as at the end of September 2013 were webcast on the website of J&K SLBC www.jkslbc.com and also circulated among the members vide J&K SLBC office reference No. LBD/SLBC-91/2014-308 dated January 9, 2014. The actionable points have been indicated to the concerned quarters for taking desired action.

No amendments to the published minutes of the said meeting have been received from any quarter, so far.

The house is requested to confirm the said minutes.

**ROLLED OVER ACTIONABLE POINTS OF THE EARLIER SLBC MEETINGS
(FOLLOW UP OF OUTSTANDING ISSUES)**

1) Legislating SARFAESI Act:

Agenda Item/ Date of SLBC	Summary of decisions/ Action points.	Action taken / Status
73 (b) 18.06.2008	Removal of legal hurdles to enforce SARFAESI Act in J&K State	<p>In the Special SLBC meeting held on 8th May 2013 at Srinagar, on the eve of visit of Hon'ble Governor, RBI to J&K State, the Hon'ble Chief Minister J&K State, emphasized upon the need for providing adequate comfort and protection to the lending institutions by way of necessary legislative backup against loan defaults. He observed that a discussion has taken place between State Government and the Union Finance Ministry for time-bound resolution of this issue. Necessary preparatory actions within the State Government are also nearing completion.</p> <p>Subsequently, in the 89th SLBC meeting held on 6th June 2013 the Hon'ble Finance Minister expressed optimism that the issue would be sorted out by the State Government very soon.</p> <p>In the 90th SLBC meeting held on 29.8.2013, the Principal Secretary (Finance) stated that there were certain issues and concerns, which are being resolved in consultation with the State Revenue Department. Reiterating the assurance of the Government, Principal Secretary (Finance) stated that the issue will be addressed in a time bound manner.</p> <p>The issue again came up for discussions in the 91st SLBC meeting held on 16.12.2013 wherein Principal Secretary (Finance) reiterated that Government is committed to provide comfort to the banks and lending institutions in the State by way of SARFAESI ACT.</p>

Government of J&K State to inform progress in this regard and house may deliberate the issue.

2) Plans for Corporate Social Responsibility of Banks:

Agenda Item/ Date of SLBC	Summary of decisions/ Action points.	Action taken / Status
<p>Special SLBC meeting dated 8.5.2013</p>	<p>In the Special SLBC meeting held on 8.5.2013 at Srinagar, the Hon'ble Chief Minister of J&K State pointed out that J&K Bank has taken up a number of projects under their Corporate Social Responsibility (CSR) commitment in the State. He desired that other banks operating in the State should follow the suit and chalk out their CSR plans by the time the next SLBC meeting is convened and present the same in the meeting. The plans should include proposals of skill development of people of the State, which will have a very positive impact over the general population of the State and will also reiterate commitment of these banks in the State as well.</p> <p>The issue again came up for discussion in the 89th SLBC meeting held on 6.6.2013, wherein after threadbare discussions it was decided as under:</p> <ul style="list-style-type: none"> • All the Commercial Banks, except those having very small number of branches in J&K State, shall immediately prepare the CSR plans for J&K State for the Current Financial Year, with focus on skill development activities, and submit the same to Convenor, J&K SLBC forthwith. • Convenor, SLBC shall aggregate the said CSR plans and submit the consolidated CSR Plan of J&K State to Reserve Bank of India to comply with the directive of Governor, Reserve Bank of India. 	<p>The following 4 banks operating in J&K State have so far intimated their CSR Plans for J&K State for the current financial year, which are enclosed for information of the house:</p> <ol style="list-style-type: none"> 1. J&K Bank, 2. State Bank of India, 3. Punjab National Bank, and 4. HDFC Bank. <p>The issue was deliberated in the 91st meeting of J&K SLBC held on 16th December 2013 wherein House observed that providing fans, school bags, water purifiers etc by some banks under their CSR programmes does not serve the purpose as the focus should be on skill development activities. The House accordingly approved a Sub-Committee under the Convenorship of NABARD with members from three major banks viz J&K BANK, SBI and PNB. It was decided that the Committee should come up with concrete and viable ideas on the CSR issue before the next SLBC</p>

The 1st Meeting of the Sub-Committee of SLBC to monitor CSR initiatives taken by banks in J&K State was held on 10th February 2014 under the Convenorship of NABARD at their Jammu Regional office. The minutes of the meeting are enclosed herewith for perusal of the members.

The Sub- Committee was of the view that CSR in its present form is a scattered attempt without any uniform strategy. The action points emerged from the meeting are summarized below:

- Banks should disclose their allocations for the State under CSR in physical and financial terms.
- The total kitty of CSR should be assessed to get a fair view of drawing up strategy for the State.
- At this moment, CSR is in its infancy and needs further elaboration and refinement. The best practices from other regions and sectors by the corporate should be studied to get further insights on the subject.
- The disadvantaged regions, sectors and people should be touched by CSR and HDI of the State and MDGs of Govt. of India should also be factored in CSR Strategy of the State.
- There should be monitoring at SLBC end and study should be done from time to time to see the impact and outcome of CSR.
- The J&K Bank being the SLBC Convenor bank may organize leadership summits to celebrate the efforts of emerging leaders under CSR who are making differences.
- The entire CSR portfolio should be published at SLBC website.

House is requested to deliberate the issue.

Encl: 2

SEGMENT – 2 (FINANCIAL INCLUSION / THRUST AREAS)

AGENDA ITEM NO: 92.01

FINANCIAL INCLUSION PLAN (FIP) OF J&K STATE:

(I) **'Swabhimaan Campaign' for coverage of villages with population > 2000**(II) **Provision of banking services to villages with population below 2000****FIP Phase-I**

In the phase-I of Financial Inclusion Plan (FIP) of J&K State, 795 identified unbanked villages (having population over 2000) were allocated among 5 major banks for providing banking services through various ICT-based banking outlets in terms of RBI Circular No. RBI/2009-10/233 dated 27.11.2009 and circular No. RBI/2010-11 dated 16.9.2010. On reviewing the progress in 91st J&K SLBC meeting held on 16th December 2013 It was observed that in the first phase of Financial Inclusion Campaign in J&K State out of the 795 identified unbanked villages having population over 2000, 789 villages had been already covered for providing banking services through various ICT-based banking outlets including BCs etc. leaving 6 villages uncovered by J&K Bank due to lack of connectivity and other infrastructural deficiencies.

The Financial Inclusion Department, J&K Bank has informed that coverage to the 6 residual villages i. e (1) Forest Block Baramulla (2) Yoordu Kishtwar(3) Rinaie Kishtwar(4) Qadera Kishtwar(5) Chanjer Kishtwar and(6) Deharna Kishtwar which were left uncovered by J&K Bank due to lack of connectivity and other infrastructural deficiencies to access these locations, has been provided **through BC Model**.

Therefore, with the coverage of 6 residual villages by J&K Bank, Phase-1 of Financial Inclusion Plan has been successfully accomplished.

Progress achieved upto 31st December 2013 is given below:

S. No	Name of Bank to which allocated	Target		Progress		No. of villages yet to be covered
		Number of Villages allocated by J&K SLBC	No. of households to be covered (Target)	No. of villages covered upto 31 st December 2013	No. of F.I. A/cs opened upto 31 st December 2013	
1	J&K Bank	536	347237	536	277831	...
2	SBI	95	42750	95	36788	...
3	PNB	34	22436	34	11499	...
4	JKGB	95	34288	95	56089	...
5	EDB	35	17286	35	29122	...
	TOTAL	795	463997	795	411329

In 91st meeting of J&K SLBC the issue of providing banking services to the village Malikote Tehsil Mahore District Reasi and coverage of some other uncovered villages of district Kargil in the population segment of >2000(Tier VI) was deliberated under Agenda Item No. 91.21 and the villages were allotted to J&K Bank and SBI as per the following allocation:

S. No	Name of the Unbanked village	District	Allocated to
01	Malikote	Reasi	J&K Bank
02	Tambis	Kargil	J&K Bank
03	YourBaltak	Kargil	J&K Bank
04	Thasgam Thevena	Kargil	J&K Bank
05	Lankerche	Kargil	J&K Bank
06	Minjee	Kargil	SBI
07	Choskore	Kargil	SBI
08	Pashkum	Kargil	SBI

The representative of J&K Bank and SBI may apprise the House about the progress made in providing the banking services to the above mentioned unbanked villages.

(ii) FIP Phase-II

In the phase-II of Financial Inclusion Plan (FIP), in compliance with Reserve Bank of India guidelines conveyed vide Circular RBI/2011-12/606 dated June 19, 2012; a total of 5582 villages (having population less than 2000) were identified in J&K State, which were allocated among the existing 5 participating banks, with the objective of providing a bank account to every household throughout the State for facilitating transfer of all Govt. benefits including MGNREGA and various other cash benefits to the accounts of the beneficiaries directly.

The brief summary of bank-wise/ year-wise Roadmap for coverage of these allocated 5582 villages alongwith progress achieved by concerned banks upto the end of December 2013 is given below for information of the house:

S. No.	Name of the Bank to which allocated	Total No. of villages allocated	Target/ Plan for coverage of villages				Progress achieved as on 31 st March 2013	Ach. Upto 31 Dec. 2013 (FY 2013-14)	Cumulative Target upto 31 st March 2014	Cumulative Progress upto 31 st Dec. 2013
			31 st Mar. 2013	31 st Mar. 2014	31 st Mar. 2015	Beyond March 2015				
1	J&K Bank	3271	1103	497	800	871	987	541	1600	1528
2	SBI	753	111	196	215	231	94	176	307	270
3	PNB	294	6	137	81	70	2	75	143	77
4	JKGB	1026	54	350	329	293	65	271	404	336
5	EDB	238	40	79	79	40	40	80	119	120
	TOTAL	5582	1314	1259	1504	1505	1188	1143	2573	2331

Banks have a **total target of (1314+1259) = 2573** villages to be accomplished by the end of **March 2014**, against which concerned banks have already **covered 2331 villages upto the end of December, 2013, which is 91% of the target**. The detailed district-wise/ bank-wise progress as on 31.12.2013 is given in [Annexure-A](#).

In 91st Meeting of J&K SLBC held on 16th December 2013 and subsequently in the meeting of Steering Sub-Committee of SLBC to monitor IT-enabled Financial Inclusion, FLCs & Credit Plus Activities, taken by the Regional Director, RBI on 15th January 2014, it was decided that 82 villages which stand already covered by the FIP participating banks through regular brick & mortar branches, shall continue to remain within the targets already fixed under FIP Phase-II and coverage of these villages be shown as an achievement for the respective banks under FIP Phase II which has been taken into account.

House is requested to deliberate the issue.

AGENDA ITEM NO: 92.02

Implementation of Electronic Benefit Transfer (EBT) Scheme in J&K State:

Strategy and guidelines on Financial Inclusion issued by GoI, MoF, DFS vide Circular dated 21.10.2011 requires that benefits and subsidies under various Government Schemes must be transferred electronically into the accounts of the beneficiaries and such basic banking accounts be opened by banks under Financial Inclusion to facilitate direct transfer of such benefits and subsidies.

In order to work out modalities with regard to implementation of Electronic Benefit Transfer (EBT) Scheme and its convergence with Financial Inclusion Plan (FIP), the Government of J&K formed a Committee headed by Principal Secretary Finance. Consequent upon decisions taken in the maiden meeting of the said Committee on 25th April 2013 the Government of J&K has conveyed as under:

- Finance Department, J&K Govt. to be the umbrella department, instead of Information Technology Deptt., to coordinate, oversee and facilitate the roll out of EBT in the State on a fast track basis. The concerned Administrative Department I/C of the Economic Growth oriented/ other Social Security Benefit Schemes to be the Nodal Departments.
- J&K Bank to be the Leader Bank in all the 22 districts of the State (Earlier decision modified as conveyed by Finance Department J&K Government vide letter dated 22.07.2013)
- Nodal Departments to open savings accounts in their name in the bank branches of Leader Banks and other Participating Banks at the district headquarters for electronic transfer of beneficiaries' entitlements into the savings accounts by the Treasury Bank of the State Government at the District level for, in turn, electronic transfer of the benefit to the beneficiaries' accounts opened in various bank branches in the district.
- Nodal Department to send instructions to Leader Bank in each district together with Government entitlements to each beneficiary in electronic form.
- State IT Department to take responsibility of building a comprehensive architecture for sustainable and robust Government entitlements disbursement mechanism across the State through J&K Bank for ensuring transfer of money electronically into the savings accounts opened by the concerned Nodal Department I/C of the economic growth oriented / other social security Benefit Schemes, with the Leader Bank through the concerned District Treasury Bank route.
- EBT to be rolled out in a phased manner with 6 districts of Ganderbal, Jammu, Kargil, Leh, Rajouri and Srinagar to be covered in the first phase on pilot basis, for which the target date is 31st July, 2013. This is as per the decision taken in Special SLBC meeting held on 08.05.2013 at SKICC, Srinagar;
- The EBT roll out to be under the twin approach, both district and multi-schemes oriented rather than district and one scheme specific like NREGS of Rural Development Department or NOAPS of Social Welfare Department.

- MoU to be signed between Finance Department and the Leader Bank, as per the mutually agreed format for the hassle-free implementation of EBT Scheme.
- Mr. Ravi Magotra, Chief Financial Consultant in the Finance Department, J&K Government to henceforth look after the issue and work out basic modalities regarding implementation of EBT and Financial Inclusion.

While reporting progress under the scheme the Leader Bank has informed as under:

- Lead District Officers and Cluster Heads are working as Nodal Officers as well as Supervisors in Lead & Non-Lead districts of the bank respectively.
- All Nodal Officers have been advised to furnish bio-data of the designated officers of the other banks operating in their respective districts for creation of user-ID for providing access on bank's SFTP server for uploading & downloading data.
- Instructions have been issued to concerned quarters for completion of account opening process as per the scheme.
- Data feeding of Social Welfare beneficiaries of different districts on SFTP server is in progress.
- MoU between Finance Department, J&K Government and J&K Bank was signed on 26th November 2013, as per the mutually agreed format for the hassle-free implementation of EBT Scheme. Pursuant to a substantive decision taken in this behalf at Special meeting of SLBC at Srinagar on May 8 2013, which was presided by the Hon'ble Governor RBI with Hon'ble Chief Minister, J&K State as Chief Guest, the EBT/DBT Scheme in the first phase will be launched in six pilot districts of the State namely **Srinagar, Ganderbal, Jammu, Rajouri, Kargil and Leh and beneficiaries of IGNOAPS-an old age pension scheme** shall be covered under the scheme during the phase first.

In the meeting of Steering Sub-Committee of SLBC to monitor IT-enabled Financial Inclusion, FLCs & Credit Plus Activities, taken by the Regional Director, RBI on 15th January 2014 the minutes whereof circulated among the members vide ref. No. LBD/SLBC/SSC-IT/2014-317 dated January 28, 2014, the representative of J&K Bank informed that J&K Bank being the leader bank in all the 22 districts of the State has validated approximately 80% of the accounts pertaining to beneficiaries of IGNOAPS having accounts with J&K Bank in respect of six pilot districts viz Srinagar, Ganderbal, Jammu, Rajouri, Kargil and Leh. The testing of the data exchange in a seamless manner between the J&K Government and J&K Bank has been completed. J&K Bank is ready to carry out the transfer of funds through EBT without any manual intervention once the

CSV file is received from the Government on the Banks SFTP Server. The validation of accounts of beneficiaries pertaining to other Banks i.e. SBI, PNB and Grameen Bank is yet to be completed as these banks have not conveyed the SFTP details to J&K Bank despite continued follow up. The Forum also decided that Mr. Ravi Magotra, Chief Financial Consultant in the Finance Department, J&K Government who is coordinating on EBT Project from the Government side will be henceforth a permanent member of Steering Sub-Committee of J&K SLBC to monitor IT enabled Financial Inclusion.

However, as per the latest status provided by J&K bank the EBT Scheme has been implemented in all the six pilot districts of the State and benefits under the IGNOAPS have been transferred successfully to the respective accounts of the beneficiaries.

The IT Department, J&K Govt./J&K bank may inform further progress in the matter.

House may deliberate upon the issue

AGENDA ITEM NO: 92.03

100% coverage of farmers in J&K State under Kissan Credit Card (KCC) Scheme
Agriculture Production Department vide its letter dated 04.02.2014 has forwarded revised targets under KCC Scheme for J&K State which supersedes the earlier target of covering of 10.09 lakh farmer families in the State who are interested to have the KCCs.

The Division-wise revised targets under KCC Scheme as forwarded by Agriculture Production Department are given below:

Particulars	Jammu	Kashmir	Total
Total No. of existing farm operating families(FOF's)	546790	628268	1175058
No. of FOF's who have not opted for KCC	66471	91435	157906
Remaining FOF's targeted for 100% KCC Coverage	480319	536915	1017234

Progress achieved in 100% coverage of farmers under KCC Scheme (as per reports received from banks)-Position as on 31.12.2013

(Amount in Crores of ₹)

Source of Sponsorship	No. of KCC cases Sponsored to Banks	KCC Sanctioned by Banks	KCCs Disbursed by Banks		Cases rejected by banks	Cases pending for sanction with banks
			A/C	Amt.		
Agriculture Deptt. Kashmir/Jammu	606694	456126	315410	1358.23	125345	25223
Banks	266086	266086	240102	1743.29	0	0
Total	872780	722212	555512	3101.52	125345	25223

Upto the end of **December 2013**, banks have sanctioned a total number of **7, 22,212** KCCs in J&K State, against which **5, 55,512** KCCs have been disbursed credit amounting to **₹3,101.52** Crore. This includes **6,06,694** KCC cases sponsored by Agriculture Department, J&K Govt. to various banks operating in the State and

2,66,086 KCC cases taken up by the banks directly. As per the data received 1,25,345 cases have been rejected while 25,223 cases are pending for sanction with banks. **Total No. of KCC cases sanctioned works out to an achievement of about 71% of the revised target of 10.17 lakh farm-operating families in the State.**

Major contributors are:

(Amt. in Crores of ₹)			
Name of the Bank	KCCs Sanctioned	Total KCCs sanctioned by all banks	%age to total Sanctions
J&K Bank	373061	722212	52
JKGB	99862		14
SBI	62381		9
EDB	57814		8
PNB	42581		6

The detailed bank-wise progress is given in [Annexure-B](#)

The achievement cannot be considered as satisfactory keeping in view the 31st March 2014 deadline for accomplishment of 100% coverage of farmers under KCC Scheme.

From the data it has been observed that 7,22,212 KCC cases sanctioned as on 31.12.2013 when compared with the KCC cases sanctioned as at the end of previous quarter i. e 30th September 2013, there has been a net decrease of 2,899 sanctions.

The reasons being that **J&K Grameen bank** has rejected/returned 31,129 sanctioned KCC cases during the quarter under review due to the following reasons as reported by them:

- (I) Some beneficiaries have already availed loans under KCC Scheme from other banks/branches
- (II) A good number of farmers refused to avail the loan facility after sanctioning KCCs
- (III) Some farmers did not complete the required formalities/Documentation

J&K Grameen Bank may clarify the position with regard to return of substantial number of sanctioned KCCs.

Agriculture Production Deptt.J&K Govt. may put forth the reasons for low sponsorship of KCC cases to banks.

House is requested to deliberate the issue

AGENDA ITEM NO: 92.04

Branch Expansion Plans of Banks in J&K State:

In terms of the decision taken in the 89th meeting of J&K SLBC held on 6th June 2013 all the banks operating in J&K State were advised to submit fresh Branch Expansion Plans for J&K State for FY 2013-14 to Convenor, J&K SLBC, to be accomplished by the end of Current Financial Year. The banks were also directed to ensure that the backlog from the previous Branch Expansion Plan should be cleared by September 2013.

Branch Expansion Plan for FY 2013-14

The Branch Expansion Plan of Banks for FY 2013-14 and progress made upto 31st December 2013 is given as under:

S. No.	Name of the Bank	Total Back-log	Fresh BEP for FY 2013-14	Total BEP for FY 2013-14	Out of Col. 4, No. of branches to be opened in unbanked villages having population <10000		Progress/ (No. of branches opened upto 31.12.2013) out of Col. No. (4)	Branches opened in unbanked villages having population <10000	Branches to be opened during Q4 of FY 2013-14 to achieve envisaged targets by 31.3.2014
					No.	%age			
	(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)
					No.	%age		No. / %age	
1	J&K Bank	57	77	134	59	44%	68	28 (41%)	66
2	State Bank of India	...	21	21	10	48%	0	0(0%)	21
3	Punjab National Bank	2	6	8	2	25%	5	2 (40%)	3
4	J&K Grameen Bank	11	17	28	6	21%	2	1 (50%)	26
5	Ellaquai Dehati Bank	8	15	23	8	35%	5	1 (20%)	18
6	HDFC Bank	...	10	10	7	70%	4	3 (75%)	6
7	Andhra Bank	...	1	1	0	...	1	0(0%)	0
8	Anantnag C. Coop. Bank	...	2	2	1	50%	0	0(0%)	2
	TOTAL	78	149	227	93	41%	85	35 (41%)	142

Detailed Branch Expansion Plan alongwith progress achieved upto 31.12.2013 is given in [Annexure-C](#) for information of the house.

Individual Banks to explain their position.

House is requested to deliberate the issue.

AGENDA ITEM NO: 92.05

Financial Literacy Centres (FLCs) – Guidelines:

RBI, C.O. Mumbai, vide Circular No. RBI/2011-12/590 dated June 6, 2012 has modified the earlier Model Scheme for FLCCs issued vide RBI/2008-09/371 dated February 4, 2009. The fresh guidelines envisage as under:

- While the existing FLCCs would continue to function with a renewed focus on financial literacy, lead banks are advised to set up FLCs in each of the LDM offices in a time bound manner.
- In addition banks may consider setting up need based FLCs in other locations as well.
- Further the financial literacy activities will also be undertaken by all the rural branches of Scheduled Commercial Banks;

Progress achieved in setting up of FLCs in the districts:

J&K Bank has already operationalized FLCs in all the 12 allocated districts. Similarly, SBI has operationalized FLCs in all its allocated 10 allocated districts. The achievements during Q3 of FY 2013-14 are given hereunder:

Name of the Bank	No. of Outdoor activities undertaken during the Quarter/FLC camps conducted	No. of persons availing indoor services	No. of persons availing outdoor services	Total No. of persons availing Indoor/Outdoor Services(2+3)	Out of (4) persons provided Credit Linkage	Out of (5)No. of persons who started their ventures
	(1)	(2)	(3)	(4)	(5)	(6)
JK Bank	207	3617	17914	21531	2063	1861
SBI	76	1140	4761	5901	502	408
Total	283	4757	22675	27432	2565	2269

- A total of 27,432 persons have been provided indoor and outdoor services by 22 FLCs during the quarter ended December 2013.
- J&K Bank has provided indoor services to 3,617 persons during the quarter under review.
- SBI has provided indoor services to 1140 persons during the quarter under review.
- J&K Bank has provided outdoor services to 17,914 persons in 207 outdoor awareness camps conducted by it during the quarter under review.

- SBI has provided outdoor services to 4,761 persons in 76 outdoor awareness camps conducted by it during the quarter under review.
- The activities undertaken by all the 22 FLCs (both indoor and outdoor) during the quarter under review have facilitated credit linkage to **2565 entrepreneurs** out of which **2269 entrepreneurs** have established their business ventures.

The district-wise position of FLCs indicating number of beneficiaries is given in [Annexure-D](#).

FLC initiative by rural branches of banks

In the 89th meeting of J&K SLBC held on 6th June 2013 all the banks having rural branches operating in the State were advised to ensure that their rural branches hold at least one financial literacy programme every month in terms of RBI guidelines and submit the same to Convenor Bank for being placed in the SLBC meetings for review henceforth. Besides, all the Lead District Managers were advised to collect the data regarding financial literacy activities undertaken by the rural branches of banks operating in their Districts and submit the same for review in SLBC meetings.

Despite being advised to ensure that their rural branches hold at least one financial literacy programme every month in terms of RBI guidelines only five banks viz. J&K Bank, SBI, PNB, EDB & JKGB have submitted progress in this regard to the Convenor Bank so far. The Bank-wise position of the FL Camps conducted by their rural branches is given hereunder:

S. No	Name of the Bank	No. of Rural Branches as on 31.12.2013	Number of FLCs Conducted during Q3 of FY 2013-14	Persons benefited
01	JK Bank	385	457	23946
02	SBI	72	72	6999
03	PNB	32	52	2141
04	JKGB	163	63	8900
05	EDB	101	10	524
	Total	753	654	42,510

753 rural branches tabulated above should have conducted 2259 Financial Literacy Programmes during the quarter as per RBI guidelines. The progress is quite unsatisfactory and very low at 29% of the target.

The Bank-wise/ district-wise consolidated position whereof is given in [Annexure-D1](#).

Banks/ Lead District Managers may inform progress in the matter House is requested to deliberate the issue.

AGENDA ITEM NO: 92.06

- 1. Setting up of Rural Self-Employment Training Institutes (RSETIs) in J&K State**
- 2. Allotment of land by State Govt. for creating permanent infrastructure for the RSETIs:**

In terms of Gol, MoRD guidelines issued vide No. I.12011/19/2008-SGSY(C) dated 07.01. 2009, the responsibility of setting up RSETIs in all the districts of J&K State was assigned by J&K SLBC to the two lead banks, viz. J&K Bank in 12 districts and SBI in 10 districts.

J&K Bank and SBI have operationalized RSETIs in their respective Lead Districts of the State.

District-wise details of RSETIs are given in [Annexure-E](#).

Performance of RSETIs in J&K State:

S.No	Name of Sponsoring Bank	Districts assigned for setting up of RSETIs	No. of RSETIs set up in J&K State	Total No. of persons trained during 2012-13	Total No. of persons trained During Q1, Q2 & Q3 of CFY (2013-14)				Out of (7) persons provided Credit Linkage	Out of (9) No. of persons who started their ventures
					Q1	Q2	Q3	total		
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)
1	J&K Bank	12	12	2349	618	1063	1905	3586	343	264
2	SBI	10	10	1705	422	331	439	1192	33	21
	TOTAL	22	22	4054	1040	1394	2344	4778	376	285

- A total of 4,778 persons were trained in all the 22 RSETIs during first three quarters of CFY as against the 4,054 persons trained during 4 quarters of the previous financial year.
- J&K Bank has provided training to 3,586 persons in its 12 RSETIs during Q1, Q2 and Q3 of CFY as against the 2349 persons trained during the previous financial year.
- SBI has provided training to 1,192 persons in its 10 RSETIs during Q1, Q2 and Q3 of CFY as against the 422 persons trained during the previous financial year.
- Number of persons trained per RSETI during the first three quarters of CFY in respect of J&K Bank comes to 299 persons and in case of SBI the same is 199 persons.

In 91st Meeting of J&K SLBC held on 16th December 2013 the House decided to have a complete database on the number of persons, who after attending the training camps

conducted by RSETIs, have actually been provided financial assistance to start their business ventures.

Accordingly, the SLBC Secretariat has compiled the data and it is to inform that:

- **J&K Bank has provided credit linkage to 343 persons out of the 1905 persons trained during the Quarter ended December 2013. Out of 343 persons to whom credit has been provided 264 have started their earning establishments.**
- **SBI has provided credit linkage to 33 persons out of the 439 persons trained during the Quarter ended December 2013. Out of 33 persons to whom credit has been provided 21 have started their earning establishments.**

ii) Status regarding allotment of land by State Government

Status of land to J&K Bank RSETIs-Position as on 30.01.2014

S. No.	RSETI Name	Status	Latest Position (Description)
1	Baramulla	Land Identified, formal allotment awaited	Land has been identified at Kanispora, Baramulla measuring 5 kanals by District Administration. Formal allotment of land is awaited.
2	Anantnag	Land not identified yet	No piece of land has been identified as yet by District Administration. As reported by the Director of the institute he is pursuing the matter vigorously. However, in the inception a piece of land was identified by District Administration at Bon Deyalgam where during a joint inspection locals resisted that this piece of land is only left over of Kah-Charai(Grazing Land).
3	Kulgam	Land allotted/Possession taken by concerned bank	A piece of land measuring 6 kanals has been allotted at Chawalgam Kulgam by District administration, whose possession has been taken by concerned RSETI.
4	Pulwama	Land Identified, formal allotment awaited	Land measuring 8 kanals at Quil Pulwama has been identified by District Administration for the institute. However, formal allotment of land is still awaited.
5	Shopian	Land Identified, formal allotment awaited	Land identified by District Administration at village Sindoo Shimal, near army school, measuring 6 Kanals under survey no:330 Min. Formal allotment of land awaited.
6	Srinagar	Land not identified yet	No land has been identified for institute so far. However, as reported District Administration has assured to identify the same shortly.
7	Ganderbal	Land Identified, formal allotment awaited	A piece of land measuring 6 kanals under khasra no:237 min has been identified at Rakhi Harran. Formal allotment of land awaited.
8	Budgam	Land Identified, formal allotment awaited	Land has been identified at Soibugh measuring 10 kanals by District Administration. Formal allotment of land awaited.
9	Bandipora	Land allotted/Possession taken by concerned bank	Land has been identified at Ayatmullah, Bandipora measuring 6 kanals & 18 marlas under khasra no:776 min(2marlas) 807 min(6 kanals & 18 marlas) and allotted in favour of the Institute by the District Administration. Possession of the same taken by RSETI institute. Construction of building plan under process.
10	Kupwara	Land Identified, but due to some reasons could not be	Land has been identified by District Administration at Gulgam Kupwara measuring 11 kanals & 3 marlas and allotted in favour of RSETI Kupwara. However, on demarcation/possession of land

		formalized. No alternative site has been identified yet	locals objected and disallowed the same. However, as per latest reports, no alternative site has been identified so far for the purpose.
11	Rajouri	Land Identified, Formal allotment awaited	Land has been identified at Kallar, Rajouri measuring 7 Kanals by District Administration. Formal allotment of land awaited.
12	Poonch	Land Identified, formal allotment awaited	Land for RSETI has been identified at Panchayat, Jhullass. Formal allotment of land from DDC is awaited.

Status of land to SBI RSETIs-Position as on 30.01.2014

S. No.	RSETI Name	Status	Latest Position (Description)
1	Doda	Land Identified, formal allotment awaited	A fresh piece Land measuring 3 kanals, has been identified by Tehsildar for RSETI. The latest paper has been submitted by Tehsildar to Deputy Commissioner, Doda. The matter was discussed in DLRC meeting held on 30.12.2013 and Deputy Commissioner assured in allotting the land at the earliest.
2	Jammu	Land Identified, formal allotment awaited	Land measuring 10 Kanals already identified at village Jandial, Teh. & Distt Jammu for RSETI. Director Rural Development, Jammu vide their letter no. DRDJ/P&S/RSETI/5917-35 dated 24.01.2014 requested PO DRDA to furnish the latest status of land identified for RSETI. No progress received yet.
3	Kathua	Land Identified, formal allotment awaited	Land identified: The identified land belong to Irrigation department. Executive Engineer, Kathua recommended the case through SE Kathua to Chief Engineer, Irrigation & PHE. The file has been sent to Commissioner Secy. for further necessary action vide letter no. DDCK/CPO/2013-14/71(Banker)10086-10087 dated 20.12.2013 by Joint Director (P&S).
4	Kargil	Land not Identified	Previously, the District administration has sanctioned Land measuring 10 Kanals 1 Marla at Kumbathang, Kargil on 30.11.2011 and subsequently transferred to Air Force to establishment of Air Base in Kargil. However, the matter is again brought into the active consideration of District Administration in DLRC meeting for further necessary action. Alternative land yet to be identified.
5	Kishtwar	Land not Identified	As reported by the AC Revenue, Kishtwar, the land identified earlier for SBI RSETI at Kishtwar has been found Shamlat and not eligible for allotment. The ADDC ,Kishtwar advised Director RSETI to follow up with AC Revenue in this regard. The process of Identifying alternative land for RSETI is yet under process.
6	Leh	Land Identified, formal allotment awaited	Land identified : District administration has proposed a piece of land measuring 6 Kanals in khasra no. 3345 in village Saboo Teh & Distt Leh and the process of transferring land is under process. Further, Director RSETI has been advised to follow up with the District Administration.
7	Ramban	Land not Identified	Land not identified : In response to the correspondence held with the DC Ramban replied that due to Roshni Act there is no land for allotment of RSETI at Ramban but also assured to look into the matter.
8	Reasi	Land Identified, formal allotment awaited	Land identified : DDC, Reasi has issued instructions to Assistant Commissioner (Revenue), on 30.12.2013 during DLRC meeting to issue possession letter for Site plan (Naksha) on priority basis, as advised by LDM, Reasi vide mail dated 31.12.2013.
9	Samba	Land Identified, formal allotment awaited	Land Identified : 10 kanal land under khasra no 676 at vill. Tapyal(Gagwal) and documents submitted to Div. Commissioner by Addl. DC , Samba for further necessary action, as advised by Director RSETI, Samba vide letter no. SBI/RSETI/SAMBA dated 30.12.13.
10	Udhampur	Land not Identified	Previously, the land measuring 20 Kanals offered by Govt at village Roun adjoining Dhar, Udhampur. But due to some technical problem the offer was canceled Alternative land yet to be identified.

From the above table it is observed that:

- Possession of land in Districts of Bandipora and Kulgam has been given to the concerned Sponsoring Bank.
- Land has been identified by Government in another 13 districts but formal allotment has not been given to the concerned Sponsoring banks.
- Land has not been identified by Government in remaining seven Districts of Anantnag, Srinagar, Kupwara, Udhampur, Kishtwar, Ramban and Kargil

The net summarized position is given hereunder:

Land allotted and possession given to banks	2 Districts
Land identified but formal allotment awaited	13 Districts
Land not identified yet	7 Districts

Govt. of J&K to inform the latest position regarding allotment of land to all other RSETIs in the State.

House is requested to deliberate upon the issue.

SEGMENT – 3 (PERFORMANCE REVIEW OF BANKING SECTOR)

AGENDA ITEM NO: 92.07

Bank-wise/ Sector-wise/ Region-wise achievements in lending to Priority Sector/ Non-Priority Sector under Annual Credit Plan 2013-14 as at end of December 2013.

Reserve Bank of India vide Circular No.RBI/2012-13/450 dated March 19, 2013 regarding strengthening of Monitoring Information System (MIS), has revised the reporting system in respect of bank lending to Priority Sector & Non-priority sector. The 'Micro Credit' Sector existing under the Priority Sector has been abolished and in its place 'Other' Sector has been introduced under Priority as well as Non-Priority Sector. Besides, Education and Housing Sectors are appearing under both Priority as well as Non-priority Sector with specified ceiling.

In this regard the Lead Banks/ SLBC Convenor Banks have been advised to prepare the statements LBS-MIS-I, II and III as per revised formats starting from the FY 2013-14 and also place the said revised statements in the SLBC meetings for review.

Accordingly, the Annual Credit Plan for FY 2013-14 has been prepared as per the said revised formats and as such, for reviewing the performance of banks vis-à-vis commitments for lending under Annual Credit Plan 2013-14 the revised data reporting formats have been included in the agenda as [Annexure-F](#), [Annexure-F1](#), [Annexure-F2](#), [Annexure-F3](#) & [Annexure-F4](#) for information of the members.

It may be observed from the figures as shown in the Annexures that by the end of December 2013 **banks have extended total credit of ₹7,672.06 Crore in favour of 3, 22,615 beneficiaries** (both under Priority as well as Non-priority Sector) against a **target of ₹16,322.68 Crore for 7,81,234 beneficiaries** under Annual Credit Plan 2013-14, thereby registering achievement of **47%** in financial terms and **41%** in physical terms.

This includes Priority Sector credit of **₹4,407.84 Crore** disbursed by banks in favour of **2,41,823** beneficiaries against the target of **₹10,142.46 Crore** for **6,13,489** beneficiaries (**43.46%** achievement in financial terms and **39.42%** in physical terms) and Non-priority sector credit of **₹3,264.22 Crore** in favour of **80,792** beneficiaries against the target of

₹6,180.22 Crore for 1,67,745 beneficiaries (53% achievement in financial terms and 48% in physical terms).

The comparative achievement of banks vis-à-vis their respective annual targets at the end of Q3 of FY 2013-14 with Q3 of FY 2012-13 (YoY) is given hereunder:

Disbursement of credit to Priority Sector

(Amount in Crores of ₹)

Name of Bank	FY 2012-13			FY 2013-14		
	Target Annual)	Achievement (31.12.2012)	%age of Ach.	Target (Annual)	Achievement (31.12.2013)	%age of Ach.
J&K Bank	3123.22	2399.12	77	5891.03	2937.37	50
SBI	641.35	377.02	59	1026.90	416.00	41
PNB	433.93	221.12	51	642.17	136.44	21
Other Com. Banks	602.44	398.98	66	827.78	380.55	46
Coop. Banks	499.08	167.02	33	496.45	181.32	37
RRBs	792.13	227.97	29	1254.33	354.64	28
Other FIs	2.35	0.59	25	3.80	1.52	40
TOTAL	6094.50	3791.82	62	10142.46	4407.84	43

Disbursement of credit to Non-Priority Sector

(Amount in Crores of ₹)

Name of Bank	FY 2012-13			FY 2013-14		
	Target Annual)	Achievement (31.12.2012)	%age of Ach.	Target (Annual)	Achievement (31.12.2013)	%age of Ach.
J&K Bank	1361.87	1860.22	137	3643.76	2317.01	64
SBI	359.26	224.70	63	781.87	260.24	33
PNB	271.88	53.17	20	262.30	54.05	21
Other Com. Banks	390.71	426.32	109	1141.17	409.46	36
Coop. Banks	224.19	52.19	23	127.35	69.81	55
RRBs	292.45	109.42	37	223.77	153.31	69
Other FIs	0	0	0	0	0.34	0
TOTAL	2900.37	2726.02	94	6180.22	3264.22	53

Consolidated achievement (Priority Sector + Non-Priority Sector)

(Amount in Crores of ₹)

Name of Bank	FY 2012-13			FY 2013-14		
	Target (Annual)	Achievement (31.12.2013)	%age of Ach.	Target (Annual)	Achievement (31.12.2013)	%age of Ach.
J&K Bank	4485.09	4259.34	95	9534.79	5254.38	55
SBI	1000.61	601.72	60	1808.77	676.23	37
PNB	705.81	274.29	39	904.47	190.50	21
Other Com. Banks	993.15	825.30	83	1968.95	790.01	40
Coop. Banks	723.27	219.21	30	623.80	251.13	40
RRBs	1084.59	337.39	31	1478.10	507.96	34
Other FIs	2.35	0.59	25	3.80	1.85	49
TOTAL	8994.87	6517.84	72	16322.68	7672.06	47

- Banks have achieved 43% of the target under Priority Sector as at the end of December 2013 against 62% achievement under the same sector as on corresponding date of the previous financial year i. e 31.12.2012.
- Under Non-Priority Sector banks have achieved 53% of the allocated targets as compared to 94% achievement under the same sector as on corresponding date of the previous financial year i. e 31.12.2012.

SUB-SECTOR-WISE ANALYSIS OF PRIORITY SECTOR CREDIT:

Sub-Sector-wise credit dispensation under Priority Sector –Position as on 31.12.2013

(Amount in Crores of ₹)

Name of the Sub-Sector	Target	Ach.	%age of Ach. w.r.t target	%age to total Ach.
Agriculture	3212.98	1570.00	49	35.62
Micro & Small Enterprises	3572.86	1572.26	44	35.67
Education	417.52	65.77	16	1.49
Housing	2040.33	800.38	39	18.16
Others	898.77	399.43	44	9.06
Total	10142.46	4407.84	43	

- Out of total credit of ₹4,407.84 Crore disbursed by the banks by the end of December 2013 under Priority- Sector major share (71%) has gone to Agriculture & MSE sectors which dominates other sectors in the group.
- Education Sector showing achievement of just 16% viz-a-viz allocated targets as on 31st December 2013 continues to receive the least share of 1.49% of the total credit disbursed under Priority Sector.

I) AGRICULTURE SECTOR:

Against the annual target of ₹3,212.98 Crore for 3,91,773 beneficiaries, banks have disbursed a total amount of ₹1,570.00 Crore in favour of 1,31,366 beneficiaries under Agriculture Sector upto 31st December 2013 thereby registering an achievement of 49% in financial terms and 34% in physical terms.

Out of this, an amount of ₹822.04 Crore in favour of 89,017 agriculturists has been disbursed under Crop Loan against the target of ₹1,899.18 Crore for 2,86,174 beneficiaries, thereby registering achievement of 43% in financial & 31% in physical terms.

Major contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	1080.35	1570.00	69
JK Grameen Bank	133.23		8
HDFC Bank	86.36		6
SBI	68.95		4
PNB	67.70		4
EDB	57.46		4

(II) MICRO & SMALL ENTERPRISES SECTOR:

Against the annual target of **₹3,572.86 Crore** for **1,34,362 beneficiaries**, banks have disbursed an amount of **₹1,572.26 Crore** in favour of **55,263 beneficiaries** upto 31st December 2013, thereby registering an achievement of **44%** of the target in financial terms and **41%** in physical terms.

Major contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	834.78	1572.26	53
SBI	230.74		15
HDFC Bank	137.28		9
JK Grameen Bank	80.30		5
EDB	60.04		4
PNB	48.96		3

(III) EDUCATION:

Against the annual target of **₹417.52 Crore** in favour of **10,916 beneficiaries** banks have disbursed total amount of **₹65.77 Crore** in favour of **3, 763 beneficiaries** upto 31st December 2013. This works out to just **16%** achievement in financial terms and **34%** in physical terms.

Major contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	43.37	65.77	66
SBI	9.37		14
PNB	5.21		8

(IV) HOUSING:

Against the annual target of **₹2,040.33 Crore** in favour of **33,124 beneficiaries** banks have disbursed total amount of **₹800.38 Crore** in favour of **28,243 beneficiaries** upto 31st December 2013. This works out to an achievement of **39%** in financial terms and **85%** in physical terms.

Major contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	690.63	800.38	86
SBI	54.98		7

(V) OTHER SECTOR

Against the annual target of **₹898.77 Crore** in favour of **43,314 beneficiaries** banks have disbursed total amount of **₹399.43 Crore** in favour of **23,188 beneficiaries** upto 31st December 2013. This works out to **44% achievement** in financial terms and 54% in physical terms.

Major contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	288.23	399.43	72
SBI	51.95		13
JK Grameen Bank	16.89		4

SUB-SECTOR-WISE ANALYSIS OF NON-PRIORITY SECTOR CREDIT:

Sub-Sector-wise credit dispensation under Non-Priority Sector – Position as on 31.12.2013.

(Amount in Crores of ₹)

Name of the Sub-Sector	Target	Ach.	%age of Ach. w.r.t target	%age to total Ach.
Heavy Industries	829.60	329.07	40	10.08
Medium Industry	566.27	161.89	29	4.96
Education	310.64	4.73	2	0.14
Housing	858.93	85.92	10	2.63
Others	3614.78	2682.61	74	82.18
Total	6180.22	3264.22	53	

- Out of total Credit of **₹3,264.22 Crore** disbursed by the banks upto 31st December 2013 under Non-Priority- Sector major share (82%) has gone to other Sectors followed by Heavy Industries (10%) and Medium Industry (4.96%).
- Education Sector showing meager achievement of 2% viz-a-viz the allocated target as on 31st December 2013 has received the least share of 0.14% of the total credit disbursed under Non-Priority Sector.

I) HEAVY INDUSTRIES SECTOR:

Against the annual target of **₹829.60 Crore** for 2,639 beneficiaries, banks have disbursed a total amount of **₹329.07 Crore** in favour of **88 beneficiaries** under Heavy Industries Sector upto 31st December 2013 thereby registering an achievement of **40%**

in financial terms and 3% in physical terms. **Out of total disbursement of ₹329.07 Crore, the contribution of J&K Bank alone is to the tune of ₹328.62 Crore, which constitutes 99.87% of total credit disbursed under this sector.**

Contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	328.62	329.07	99.87
Other Banks	0.45		0.13

II) MEDIUM INDUSTRIES SECTOR:

Against the annual target of ₹566.27 Crore for 11,516 beneficiaries, banks have disbursed a total amount of ₹161.89 Crore in favour of 803 beneficiaries under Medium Industries Sector upto 31st December 2013 thereby registering an achievement of 29% in financial terms and 6.97% in physical terms. **Out of total disbursement of ₹161.89 Crore, the contribution of J&K Bank alone is to the tune of ₹134.05 Crore, which constitutes 83% of total credit disbursed under this sector.**

Major contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	134.05	161.89	83
HDFC Bank	21.06		13
SBI	3.51		2
Central Bank of India	3.10		2

(III) EDUCATION:

Against the annual target of ₹310.64 Crore in favour of 2,912 beneficiaries banks have disbursed a meager amount of ₹4.73 Crore in favour of 117 beneficiaries upto 31st December 2013. This works out to a meager achievement of 1.52% in financial terms and 4% in physical terms.

Major contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	3.06	4.73	65
SBI	0.82		17
UCO Bank	0.65		14

(IV) HOUSING:

Against the annual target of **₹858.93 Crore** in favour of **4,355 beneficiaries** banks have disbursed a paltry amount of **₹85.92 Crore** in favour of **1,396 beneficiaries** upto 31st December 2013. This works out to an achievement of **10%** in financial terms and **32%** in physical terms.

Major contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	40.81	85.92	47
AXIS Bank	14.25		17
SBI	10.93		13
Punjab & Sindh Bank	9.80		11
Central Bank of India	6.57		8

(V) OTHER SECTOR

Against the annual target of **₹3,614.78 Crore** in favour of **1, 46,323 beneficiaries** banks have disbursed total amount of **₹2,682.61 Crore** in favour of **78,388 beneficiaries** upto 31st December 2013. This works out to **74%** achievement in financial and **53%** in physical terms.

Major contributors are:

(Amt. in Crores of ₹)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	1810.47	2682.61	67
SBI	244.98		9
HDFC Bank	165.74		6
JK Grameen Bank	124.16		5

(3) REGION-WISE / SECTOR-WISE POSITION:

The Region-wise/ Sector-wise achievements upto 31st December 2013 vis-à-vis commitments for lending to Priority/Non-Priority Sectors under Annual Credit Plan 2013-14 are summarized below:

(Amount in Crores of ₹)

Region	Sector	Targets	Achievements	Achievement (%)
Kashmir	Priority Sector	5454.57	2567.39	47
	Non-Priority Sector	2796.37	1398.60	50
	Total	8250.94	3965.99	48
Jammu	Priority Sector	4506.86	1739.83	39
	Non-Priority Sector	3184.03	1780.25	56
	Total	7690.89	3520.08	46
Ladakh	Priority Sector	181.03	100.61	56
	Non-Priority Sector	199.82	85.38	43
	Total	380.85	185.99	49
TOTAL		16322.68	7672.06	47

- Kashmir region has received a total credit of ₹3,965.99 Crore against target of ₹8,250.94 Crores, registering achievement of 48% as on 31.12.2013.
- In Jammu region an amount of ₹3,520.08 Crore has been disbursed upto 31.12.2013 against the target of ₹7,690.89 Crore (46% achievement).
- In Ladakh region an amount of ₹185.99 Crore has been disbursed by the end of December 2013 against the target of ₹380.85 Crore (49%).

The RBI prescribed statement 'LBS-MIS-III indicating Targets & Achievements is placed as [Annexure-F5](#) for information of the members.

The house is requested to discuss the issue in light of the above position. Individual Banks may explain.

Encl: 3

AGENDA ITEM NO: 92.08

CREDIT UNDER GOVERNMENT SPONSORED SCHEMES

Region-wise / District-wise / Scheme-wise and Bank-wise performance of various Banks under Government Sponsored Schemes upto 31st December 2013:

Against the Annual Action Plan 2013-14 revised target of **₹407.33 for 30,712 beneficiaries** for all banks operating in the State, the achievement of banks at the end of December 2013 under five major Government Sponsored Schemes, viz. NRLM (SGSY), PMEGP, SJSRY, JKSES and SC/ST/OBC is of the order of **₹148.36 Crore** spread over **7,351 beneficiaries** in all the three regions of the State thereby registering a performance of **36%** of the target in financial and **24%** in physical terms against **32%** and 30% achievement in financial & Physical terms respectively as on corresponding date of the previous financial year.

By incorporating the revised targets under PMEGP in AAP 2013-14 as forwarded by Ministry of Micro, Small & Medium Enterprises, GOI vide their letter No. SOJ/KVIC/PMEGP/Target/2013-14-4299 dated 25th November 2013 the physical targets have increased by **622 units** while as financial targets have decreased by **₹65.48 Crore** under Government Sponsored Schemes for the year 2013-14.

The performance details under GSS are given in [Annexure-G](#) & [Annexure-G1](#)

1) REGION-WISE ANALYSIS OF ACHIEVEMENTS

Name of the Region	Target		Achievement		Percentage Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
Kashmir	19284	278.83	4656	94.97	24	34
Jammu	10355	104.59	2288	42.54	22	41
Ladakh	1073	23.91	407	10.85	38	45
Total 3 regions	30712	407.33	7351	148.36	24	36

i) KASHMIR REGION:

Banks have disbursed a total amount of **₹94.97 Crore** to **4,656 beneficiaries** during the first three quarters of FY 2013-14 under five major Government Sponsored Schemes against the annual target of **₹278.83 Crore** for **19,284 beneficiaries**, thereby

achieving **34%** in financial terms and **24%** in physical terms against achievement at ₹92.31 Crore to 6,000 beneficiaries (being 32% in financial & 34% in physical terms) for the corresponding period of the previous year.

ii) JAMMU REGION

Banks have disbursed an amount of **₹42.54 Crore** in favour of **2,288 beneficiaries** during the first three quarters of FY 2013-14 under five major Government Sponsored Schemes against annual target of **₹104.59 Crore** to **10,355 beneficiaries** which accounts for **41%** and **22%** achievement in financial and physical terms respectively, against achievement of banks at ₹33.51 Crore to 2,183 beneficiaries (30% in financial and 24% physical terms) as on 31st December 2012.

iii) LADAKH REGION

Banks have disbursed a total amount of **₹10.85 Crore** in favour of **407 beneficiaries** during the first three quarters of FY 2013-14 under five major Government Sponsored Schemes against annual target of **₹23.91 Crore** for **1,073 beneficiaries**, which works out to **45%** achievement in financial and **38%** in physical terms, against achievement of banks at ₹5.71 Crore for 189 beneficiaries (54% in financial and 24% in physical terms) for the corresponding period of the last year.

2) BANK-WISE/ SCHEME-WISE ANALYSIS OF ACHIEVEMENTS

The Bank-wise achievements in five major Central/ State Government Sponsored Schemes as on 31st December 2013 is tabulated below in light of the figures annexed Scheme-wise as [Annexure-G2](#), [Annexure-G3](#), [Annexure-G4](#), [Annexure-G5](#) and [Annexure-G6](#).

(Amount in Crores of ₹)

Name of the Scheme	Target		Achievement		%age Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
NRLM	12983	68.62	2125	12.14	16	18
PMEGP	3314	80.55	1077	39.56	32	49
JKSES	10514	234.50	3138	86.14	30	37
SJSRY	1125	11.25	476	7.06	42	63
SC/ST/OBC	2776	12.41	535	3.45	19	28
Total	30712	407.33	7351	148.36	24	36

NATIONAL RURAL LIVELIHOOD MISSION (NRLM)

Under NRLM against a target of ₹68.62 Crore for 12,983 beneficiaries, banks have disbursed an amount of ₹12.14 Crore to 2,125 beneficiaries (which includes 616 pending sanctioned cases of previous year) upto 31st December 2013, which works out to achievement of 18% in financial and 16% in physical terms.

Major contributors are:

(Amount in Crores of ₹)

Name of the Bank	Q3 Ach.		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	1007	6.28	2125	12.14	47	52
JK Grameen Bank	313	1.69			15	14
BCC Bank	210	0.94			10	8
EDB	155	0.71			7	6
SBI	115	0.71			5	6

From the data given in Annexure G2 it has been observed that 3,070 cases were sponsored to banks against the target of 12,983 cases, out of which 1,931 cases were sanctioned, 695 cases were rejected/ returned and 444 cases are pending for sanction with banks.

PRIME MINISTERS EMPLOYMENT GENERATION PROGRAMME (PMEGP)

Under PMEGP Scheme against the revised annual target of ₹80.55 Crore for 3,314 beneficiaries, banks upto 31st December 2013 have disbursed an amount of ₹39.56 Crore to 1,077 beneficiaries (which includes 219 sanctioned pending cases of previous year) for setting up of employment generating units thereby achieving 49% and 32% in physical and in financial terms respectively.

Major contributors are:

(Amount in Crores of ₹)

Name of the Bank	Q3 Ach.		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	747	29.14	1077	39.56	69	74
SBI	55	2.83			5	7
JK Grameen Bank	105	1.88			10	5
PNB	33	1.46			3	4
Bank of Baroda	16	1.03			1	3
JK SCB	23	1.02			2	3

From the data given in **Annexure G3** it has been observed that **2,754 cases were sponsored to banks against the target of 3,314 cases**, out of which 1,321 cases were sanctioned, 405 cases were rejected/ returned and 1,028 cases are pending for sanction with banks.

JAMMU & KASHMIR SELF EMPLOYMENT SCHEME (JKSES)

Under JKSES, banks have disbursed an amount of **₹86.14 Crore** (including ₹45.61 Crore of previous year's pending cases) to **3,138 beneficiaries** upto 31st December 2013 against annual target of **₹234.50 Crore** for **10,514 beneficiaries**, thus registering an achievement of **37%** in financial terms and **30%** of the physical target.

Major contributors are:

(Amount in Crores of ₹)

Name of the Bank	Q3 Ach.		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	2367	65.66	3138	86.14	75	76
SBI	298	8.33			9	10
PNB	117	3.73			4	4
JKGB	132	3.21			4	4
EDB	91	2.69			3	3

From the data available it has been observed that **6,559 cases were sponsored to banks against the target of 10,514 cases** out of which 3,550 cases were sanctioned, 1,093 cases were rejected/ returned and 1,916 Cases are pending for sanction with banks.

SWARAN JAYANTI SHEHRI ROZGAR YOJNA (SJSRY)

Under SJSRY, banks have disbursed an amount of **₹7.06 Crore** to **476 beneficiaries** (which includes ₹4.42 Crore of previous year's 264 sanctioned cases disbursed during CFY) upto 31st December 2013 against annual target of **₹11.25 Crore** for **1125 beneficiaries**, thus registering an achievement of **63% & 42%** in financial and physical terms respectively.

Major contributors are:

(Amount in Crores of ₹)

Name of the Bank	Q3 Ach.		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	345	5.33	476	7.06	72	75
All Other Banks put together	131	1.73			28	25

From the data available it has been observed that 863 cases were sponsored to banks against target of 1125 cases out of which 465 cases were sanctioned, 95 cases were rejected/ returned and 303 Cases are pending for sanction with banks.

SCHEDULE CASTE /SCHEDULE TRIBE /OTHER BACKWARD CLASS (SC/ST/OBC)

Under SC/ST/OBC banks have disbursed an amount of **₹3.45 Crore** to **535 beneficiaries** (which includes ₹0.81 Crore of previous year's 145 pending cases) upto 31st December 2013 against annual target of **₹12.41 Crore** for **2,776 beneficiaries** thereby registering an achievement of **28% & 19%** in financial and physical terms respectively.

Major contributors are:

(Amount in Crores of ₹)

Name of the Bank	Q3 Ach.		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	314	1.80	535	3.45	59	52
BOI	14	0.51			3	15
JKGB	115	0.40			21	12
Axis Bank	15	0.29			3	8

Against physical target of **2,776 units**, **1125 cases have been sponsored**, out of which 645 cases were sanctioned by Banks, 148 cases were rejected and 332 cases are pending for sanction with the banks.

In light of available position as discussed above and as per the Annexures, the house is requested to deliberate the issue.

AGENDA ITEM NO: 92.09

Performance under Handicrafts / Handloom/Artisan Credit Card as on 31st December 2013:

The Bank-wise achievement as on 31.12.2013 under these Schemes is discussed in light of the figures given in the [Annexure-H](#), [Annexure-H1](#), [Annexure-H2](#) & [Annexure-H3](#).

Handicrafts

Against target of ₹ 47.99 Crore for 4,867 beneficiaries set for banks under this sector for the FY 2013-14, banks have disbursed an amount of ₹37.14 Crore to 4,103 beneficiaries at the end of Q3 of FY 2013-14, which includes 230 sanctioned cases of previous year, indicating an achievement of 77%. Against physical target of 4,867 cases, 6,630 cases have been sponsored to various banks, out of which 4,499 cases were sanctioned, 713 cases were rejected and 1,418 cases are pending with the banks for sanction.

Handlooms

Against a target of ₹30.97 Crore for 3,195 beneficiaries set for banks for FY 2013-14, banks in J&K State have disbursed an amount of ₹9.60 Crore to 1163 beneficiaries at the end of Q3 of FY 2013-14, which includes 152 sanctioned cases of previous year indicating an achievement of 31% in financial terms and 36% in physical terms. Against physical target of 3195 cases 2203 cases have been sponsored to various banks, out of which the banks have sanctioned 1293 cases with 669 cases pending for sanction and 241 cases rejected/ returned due to various reasons.

Artisans' Credit Card (ACC) Scheme

An amount of ₹116.82 Crore has been disbursed by banks under Artisans Credit Card Scheme in favour of 13,979 Artisans (against target of ₹175.59 Crore) indicating an achievement of 67% in financial terms and 77% in physical terms. Under Artisans' Credit Card Scheme 16,880 cases were sponsored to banks, against which 10,859 cases have been sanctioned by the banks, 2,122 returned/ rejected and 3,899 cases are pending with various banks. Out of total disbursement of ₹116.82 Crore the contribution of J&K Bank alone is to the tune of ₹113.70 Crore which constitutes 97% of total credit disbursed under the Scheme.

The house is requested to deliberate.

AGENDA ITEM NO: 92.10

Monitoring of flow of credit for livestock and fisheries sector:

In the backdrop of D.O. letter dated 3rd May 2013 (copy enclosed for ready reference) Government of J&K, Animal/ Sheep Husbandry Department, Civil Secretariat, Srinagar, vide communication bearing Ref. No. ASH/Plan/65/2012 dated 12.06.2013 have informed that No data regarding flow of credit to various sub-sectors under Agriculture sector, viz. Poultry, Dairy, Sheep, Goat and Fisheries activities is readily available with the Government. As such, SLBC is requested to collect the performance data of banks regarding the same preferably on quarterly basis, for onward transmission to Gol, Ministry of Agriculture.

The issue was deliberated in the 90th SLBC meeting held on 29th August, 2013, wherein the house observed that flow of credit to various sub-sectors of Agriculture sector, viz. Poultry, Dairy, Sheep, Goat and Fisheries activities should be reviewed regularly in the DLRC/ DCC meetings henceforth. It was also decided that necessary data regarding performance of banks on the pattern of other existing schemes should be collected by the LDMs on quarterly basis and submitted to Convenor Bank for onward transmission to Gol, Ministry of Agriculture as well as for being placed in the SLBC meetings henceforth.

The agenda item could not be deliberated in the previous (91st Meeting of SLBC) due to paucity of time.

The data received from LDMs as at the end of December 2013, is enclosed for information of the members as [Annexure-I](#), [Annexure-I\(1\)](#), [Annexure-I\(2\)](#), [Annexure-I\(3\)](#) & [Annexure-I\(4\)](#)

Apart from above, the Govt. of J&K, Animal Husbandry Department has also requested the SLBC to Constitute a Sub-Committee of J&K SLBC under the Chairmanship of Secretary to Government, Animal/ Sheep Husbandry Department, to monitor and review flow of credit to Animal Husbandry, Dairy and Fisheries Sectors on quarterly basis prior to SLBC meetings. Accordingly, a Steering Sub-Committee comprising members from all stakeholders is proposed to be constituted as per list enclosed.

House is requested to deliberate the issue and approve constitution of the Steering Sub-Committee.

Encls: 2

AGENDA ITEM NO: 92.11

ACHIEVEMENT UNDER SELF HELP GROUP (SHG) AS ON 31st DECEMBER 2013:

Reserve Bank of India has desired to have a proper review of disbursement of credit through Self Help Groups (SHGs), as it is an effective tool for delivering credit to rural poor for their economic empowerment and social development and is an alternative loan delivering system, which minimizes the cost of operation and transaction for the banks.

The cumulative position of achievement under Self Help Group (SHG) Scheme as at the end of December 2013 is summarized as under:

- Total SHGs formed ... 10,146
- SHGs Savings linked ... 8,550
- SHGs Credit linked ... 7,010
- Total loans disbursed by banks ... ₹49.58 Crore

Major contributors are:

(Amt. in Crores of ₹)				
Name of Bank	SHGs formed	SHGs savings linked	SHGs Credit linked	Credit disbursed
J&K Bank	3628	2798	1477	9.57
SBI	3136	2402	2339	17.99
JKGB	1155	1155	1155	7.51
JKSCB	729	729	721	2.26
EDB	586	586	498	8.09
PNB	392	392	358	1.43
JCCB	296	296	296	0.92

The detailed Bank-wise performance as of 31st December 2013 is submitted as per [Annexure-J](#)

The house is requested to deliberate on the issue

AGENDA ITEM NO: 92.12

Rajiv Rinn Yojna (RRY) modified form of Interest Subsidy Scheme for Housing the Urban Poor (ISHUP):

The Rajiv Rinn Yojna” which is the modified form of Interest Subsidy Scheme for Housing the Urban Poor (ISHUP) with enhanced scope and coverage for addressing the housing needs of the Economically Weaker Sections (EWS)/Lower Income Group (LIG) of the Society was adopted by the J&K SLBC in its 91st Meeting held on 16th December 2013. The tenure of ISHUP has expired on September 30, 2013 and modified Scheme Rajiv Rinn Yojna is effective from October 1, 2013.

The salient features of the modified scheme are enumerated below:

- The Scheme is 100% Central Sector Scheme, applicable in all the urban areas of the Country including State of Jammu & Kashmir.
- The Scheme provides financial assistance/home loan to economically weaker section (EWS) and lower income group (LIG) in the urban areas for acquisition/ construction of houses to such beneficiary, who don't have house in his/her name or in the name of his/her spouse or any dependent child.
- Such beneficiaries who own land in urban areas but don't have Pucca house in their name or their spouse will also be covered under the Scheme.
- The annual income for EWS & LIG has been fixed at ₹ 1 to ₹2 lac respectively for availing the facility which will be subject to revision by the Steering Committee of the Scheme from time to time.
- The scheme provides for maximum loan amount of ₹ 5.00 Lacs for EWS individual and ₹ 8.00 Lacs for LIG individual but subsidy will be given for loan amount upto ₹ 5.00 lacs only.
- The subsidy will be 5% P. A. on interest charged on admissible loan and will be paid to primary lending institutions (Banks and Housing Finance Corporations) through central Nodal Agencies which in this case is HUDCO and NHB.
- The beneficiary will be charged an interest net of the fixed subsidy of 5% (500 basis penl) from prevailing rate of interest of the primary lending institutions.
- Based on the percentage share of urban population and urban shortage, 2000 dwelling units has been fixed for J&K State for Current Financial Year.
- The Central Nodal Agency (CNA) for the Scheme will be National Housing Bank (NHB) and Housing & Urban Development Corporation Ltd.(HUDCO).
- The existing MOUs signed by various PLIs with NHB or HUDCO under ISHUP will continue to be honoured for Rajiv Rinn Yojna.
- The Primary Lending Institutions (PLIs) have to submit their subsidy claims to NHB or HUDCO which are the Central Nodal Agency under Rajiv Rinn Yojna Scheme.

- The Scheme will close on March 31, 2017, the last year of the 12th Five Year Plan Period (2012-2017).

The district-wise targets for the FY 2013-14 under the Scheme as communicated by Housing & Urban Development Department, Government of Jammu & Kashmir vide their communication No. HUD/Plan/132/2013 dated 9th January 2014 are given hereunder:

S. No	Area/District	Sponsoring Agency	Target 2013-14
1	Srinagar	Srinagar Municipal Corporation	300 Cases
2	Ganderbal	Urban Dev. Agency Kashmir	100 Cases
3	Anantnag	District Urban Dev. Agency Anantnag	100 Cases
4	Kulgam	District Urban Dev. Agency Anantnag	50 Cases
5	Pulwama	District Urban Dev. Agency Pulwama	75 Cases
6	Shopian	District Urban Dev. Agency Pulwama	25 Cases
7	Baramulla	District Urban Dev. Agency Baramulla	100 Cases
8	Bandipora	District Urban Dev. Agency Baramulla	50 Cases
9	Kupwara	District Urban Dev. Agency Kupwara	100 Cases
10	Budgam	District Urban Dev. Agency Budgam	100 Cases
11	Leh	M. C. Leh	50 Cases
12	Kargil	M. C. Kargil	50 Cases
		Total Kashmir	1100 Cases
13	Jammu	Jammu Municipal Corporation	300 Cases
14	Samba	District Urban Dev. Agency Jammu	100 Cases
15	Doda	District Urban Dev. Agency Doda	50 Cases
16	Kishtwar	District Urban Dev. Agency Doda	25 Cases
17	Ramban	District Urban Dev. Agency Doda	25 Cases
18	Udhampur	District Urban Dev. Agency Udhampur	75 Cases
19	Reasi	District Urban Dev. Agency Udhampur	25 Cases
20	Kathua	District Urban Dev. Agency Kathua	100 Cases
21	Rajouri	District Urban Dev. Agency Rajouri	100 Cases
22	Poonch	District Urban Dev. Agency Poonch	100 Cases
		Total Jammu	900 Cases
		G. Total	2000 Cases

The targets were conveyed by SLBC Secretariat to all Lead District Offices on 23rd January 2014 with instructions to incorporate the modified Scheme i. e “**Rajiv Rinn Yojna**” in their respective District Credit Plans and fix bank-wise targets in terms of relevant GOI guidelines and share the same with all the stakeholders including Housing & Urban Development Department, Govt. of Jammu & Kashmir.

The Lead District Managers/Representative of Banks may inform the progress made in implementation of the Scheme

AGENDA ITEM NO: 92.13

BANK CREDIT AT A GLANCE (OVERVIEW OF CREDIT SCENARIO IN J&K STATE)

Statistical data of various Banks in J&K State as at end of December 2013:

Although SLBC is primarily assigned the role of facilitating and monitoring smooth flow of credit to priority sector yet the overall credit scenario in J&K State is revealing some interesting and peculiar behavioral aspects attracting attention like low CDR, low credit appetite, lack of entrepreneurship, etc. Precisely for the purpose of having some idea and understanding and also to address and resolve such peculiar issues, the statistical data of various banks functioning in the J&K State is provided for the perusal of the house :

1. **Comparative Statement of Bank-wise deposits and advances with Credit Deposit Ratio and Credit + Investment to Deposit Ratio and NPAs outstanding as on December 2012 and December 2013.** [Annexure-K](#)
 - Total advances of all banks operating in the State as on 31st December 2013 stood at ₹27,819.63 Crore against ₹21,138.97 Crore at the corresponding period of previous year. The total deposits of the banking sector stood at ₹68,180.09 Crore as on 31.12.2013 as compared to ₹60,245.73 Crore as on 31.12.2012.
 - YoY growth in Deposits = 13.17% and YOY growth in advances = 31.60%.
 - The C. D. Ratio of all banks operating in the State stood at 40.80% as on 31st December 2013 against 35.09% as on 31st December 2012.
2. **Statement of Bank-wise / Sector-wise advances outstanding against Priority Sector/ Weaker Sections of the society at the end of December 2013.**

[Annexure- K1](#)

Out of the aggregate advances of ₹27,819.63 Crore outstanding as on 31st December 2013 an amount of ₹15,681.07 Crore (56.37%) has gone to Priority Sector and ₹12,138.56 Crore (43.63%) has gone to Non-Priority Sector. ₹3,987.12 Crore out of the priority sector has gone to weaker sections of the society constituting 14.33% of total Advance (Bench Mark 10%). The contribution of J&K Bank alone to Weaker Sections of the society has been ₹3,168.58 Crore, constituting 17% of its total advances.

CREDIT SHARING OF MAJOR PLAYERS IN J&K STATE:

As is manifest from the Comparative Statement of Bank-wise Deposits and Advances ([Annexure-K](#)) the major contributors to advances outstanding as on 31st December 2013 are given hereunder:

(Amt. in Crores of ₹)

Name of the Bank	Total Advances outstanding of all Banks	Advances outstanding (individual Banks)	%age to total advances outstanding of all banks
J&K Bank	27819.63	18687.73	67.17
SBI		2644.46	9.51
JKGB		958.24	3.44
PNB		893.85	3.21
HDFC Bank		631.07	2.27

J&K Bank has the largest share of ₹18,687.73 Crore comprising 67.17% of the aggregate outstanding credit of banking sector of ₹27,819.63 Crore in the State at the end of December 2013. The share of SBI is ₹2,644.46 Crore (9.51%), JKGB ₹958.24 Crore (3.44%), PNB is ₹893.85 Crore (3.21%) and that of HDFC Bank is ₹631.07 Crore (2.27%).

It is also evident from **Annexure K1** that **J&K Bank has the largest share of ₹9,795.79 Crore aggregate outstanding credit under Priority Sector comprising 62.47% of the total Priority Sector Bank Credit of ₹15,681.07 Crore in the State at the end of December 2013.** The shares of SBI, JKGB and PNB in outstanding credit to Priority Sector are ₹1812.74 Crore (11.56%), ₹679.66 Crore (4.33%) and ₹664.59 Crore (4.24%) respectively.

From the Annexures, it will be observed that **J&K Bank alone has made total advances of ₹18,687.73 Crore in J&K State as on 31.12.2013** as against its total deposits of ₹41,874.29 Crore, thereby achieving a **C. D. Ratio of 44.63% surpassing state level C.D. Ratio target of 40%**, as against 37.88% as on corresponding date of the previous year indicating remarkable increase of **6.75%** YoY basis. The other major Public Sector Banks, viz. SBI & PNB have made advances of ₹2,644.46 Crore and ₹893.85 Crore respectively as against their deposits of ₹9,543.61 Crore and ₹4,335.37 Crore, achieving a C.D. Ratio of 27.71% and 20.62%, respectively, as on 31st December, 2013. The remaining 20 Public Sector Banks put together have advanced

₹1,908.17 Crore as against their total deposits of ₹4,413.50 Crore, which works out to a C. D. Ratio of 43.24%.

- **SBI has improved its CDR by 1.94% from 25.77% as on 31.12.2012 to 27.71% at the end of Q3 of FY 2013-14 but CDR of PNB has come down by 2.53% from 23.15% as on 31.12.2012 to 20.62% as on 31.12.2013. PNB & SBI need to push up their C.D.Ratio substantially.**
- **Under Private Sector Banks category other than J&K Bank, HDFC Bank has done very well by improving its CDR by 15.13% from 35.34% as on 31.12.2012 to 50.47% as on 31.12.2013.**

The J&K Grameen Bank (JKGB) has made advances of ₹958.24 Crore as on 31.12.2013 against total deposits of ₹2, 236.60 Crore, thereby achieving a C. D. Ratio of 42.84% against 39.94% as on corresponding date of the previous year indicating increase of 2.90% YoY basis. The Ellaquai Dehati Bank (EDB) has made advances of ₹362.10 Crore against total deposits of ₹762.78 Crore, thereby achieving a CD Ratio of 47.47%. EDB has shown no improvement in its CD Ratio as on 31.12.2013 when compared to its CD ratio of 47.47% as on corresponding date of the previous year **but CD ratio of EDB is highest in RRB Segment**. The two RRBs operating in the State put together have advanced a total amount of ₹1,320.34 Crore against their total deposits of ₹2,999.38 Crore, which works out to a C.D. Ratio of 44.02% as on 31st December 2013.

The ten Cooperative Banks together have advanced ₹1,003.98 Crore as against their total deposits of ₹2,818.63 Crore, thereby achieving C. D. Ratio of 35.62% as on 31st December 2013.

The Sub-Sector–wise share in total Priority Sector outstanding as on 31st December 2013 is given below:

(Amt. in Crores of ₹)

S. No	Name of the Sub-Sector	Outstanding In Sub-sector	Total Priority Sector Outstanding	%age to total Priority Sector Outstanding
1	Agriculture & Allied	4469.82	15681.07	28.50
2	Micro & Small Enterprises	8432.26		53.77
3	Education	254.28		1.62
4	Housing	1933.82		12.33
5	Others	590.89		3.77

While analyzing the Priority Sector advances it has been observed that the Micro & Small Enterprises sector dominates other sectors by absorbing major share of ₹8,432.26 (53.77%) Crore followed by Agriculture, Housing, and Others sector with an amount of ₹4,469.82 Crore (28.50%), ₹1,933.82 Crore (12.33%), ₹590.89 Crore (3.77%) respectively and the lowest share of ₹254.28 (1.62%) Crore has gone to Education Sector.

The RBI prescribed statement 'LBS-MIS-II indicating loan disbursements and outstanding credit is placed as [Annexure-K2](#) for information of the members.

District-Wise/Bank-wise Gross NPA Analysis-As on 31.12.2013

As desired by house in 91st Meeting of J&K SLBC held on 16th December 2013 the District-wise gross NPAs outstanding as on 31st December 2013 is given hereunder:

(Amt. in Crores of ₹)					
S. No	District	Advances	Gross NPA outstanding	NPA %age	Major Share holders in Gross NPA outstanding(quantum-wise)
1	Srinagar	7753.34	358.53	4.62	JKB, PNB, SBI, UCO Bank
2	Ganderbal	452.99	20.08	4.43	JKB, SBI
3	Baramulla	1932.04	74.62	3.86	JKB,JKGB,SBI
4	Bandipora	388.44	13.74	3.54	JKB, SBI
5	Anantnag	1481.12	38.34	2.59	JKB,SBI,ACC Bank
6	Kulgam	447.64	7.93	1.77	SBI, ACC Bank, JKB
7	Pulwama	1074.45	29.44	2.74	JKB, SBI, SFC
8	Shopian	572.98	8.01	1.40	JKB,SBI
9	Budgam	967.04	26.85	2.78	JKB, SBI, JKSCB
10	Kupwara	822.02	36.10	4.39	JKB,BCC Bank, SFC, SBI
11	Poonch	266.80	35.80	13.42	JCC Bank, JKGB, SBI
12	Rajouri	476.99	17.82	3.74	JCC Bank, SBI,JKGB,JKB
13	Jammu	6867.70	457.20	6.66	JKB,PNB,SBI, JKGB
14	Samba	1156.32	70.64	6.11	SBI,PNB,JKB
15	Udhampur	636.90	48.47	7.61	SBI,SBP, JCC Bank
16	Reasi	351.01	10.43	2.97	SBI, JCC Bank
17	Kathua	1076.98	57.35	5.33	PNB,SBI, JKGB, JKB
18	Doda	261.97	9.12	3.48	SBI, JKB
19	Ramban	171.06	9.57	5.59	JCC Bank, SBI
20	Kishtwar	153.55	7.52	4.90	JCC Bank, SBI, JKB
21	Leh	328.63	8.14	2.48	SBI, JKSCB
22	Kargil	179.66	6.56	3.65	SBI
	Total	27819.63	1352.26	4.86	

District-wise Analysis(Quantum-wise)

From the figures tabulated above it is observed that Jammu District is badly hit having ₹457.20 Crore Gross NPA outstanding as on 31.12.2013 followed by Srinagar (₹358.53 Crore), Baramulla (₹74.62 Crore), Samba (₹70.64 Crore) and Kathua (₹57.35 Crore).

- All other districts have gross NPAs below ₹50.00 Crore with District Kulgam having lowest ₹7.93 Crore of Gross NPAs outstanding as on 31.12.2013

District-wise Analysis (%age wise)

- Analyzing the position on the basis of %age of Gross NPAs to Gross Advances outstanding as on 31st December 2013, Poonch district has the highest 13.42% of gross NPAs outstanding followed by Udhampur (7.61%), Jammu (6.66%), Samba (6.11%) and Kathua (5.33%). All other districts have Gross NPA %age less than 5% as on 31.12.2013. **District Shopian has the lowest 1.40% of gross NPAs outstanding as on 31.12.2013**

Bank-Wise Analysis(Quantum-wise)

- JK Bank has the highest amount of gross NPAs outstanding as on 31st December 2013 in 10 districts of the State Viz Srinagar, Ganderbal, Baramulla, Bandipora, Anantnag, Pulwama, Shopian, Budgam, Kupwara and Jammu.
- State Bank of India has the highest amount of gross NPAs outstanding as on 31st December 2013 in 7 districts viz Kulgam, Samba, Udhampur, Reasi, Doda, Leh and Kargil.
- In four Districts viz Poonch, Rajouri, Ramban and Kishtwar Jammu Central Cooperative Bank has the highest NPA share.
- Punjab National Bank has the highest amount of gross NPAs outstanding in only one district i. e Kathua.

The District-wise/bank-wise gross NPA position of the banks as reflected in [Annexure-L](#) & [Annexure-L1](#) reveals that out of total NPAs of ₹1,352.26 Crore in the State at the end of December 2013, the amount of three major banks, i.e. J&K Bank, SBI and PNB is to the tune of ₹421.24 Crore, ₹201.44 Crore and ₹158.66 Crore, respectively.

In light of the figures provided in the Annexures, the analysis of credit scenario is presented before the house for deliberations.

AGENDA ITEM NO: 92.14

Credit delivery to Micro, Small and Medium Enterprises (MSMEs) as at the end of December 2013:

In terms of Gol, MoF, DFS, letter-bearing F.No.21/01/09-Dev dated 12th January 2009 implementation of Indian Banks Association (IBA) package on MSME, Housing and Auto Sectors has to be taken up in the agenda items during the regular quarterly SLBC meetings.

The progress achieved by Banks on implementation of IBA package on MSMEs and other productive sectors (cumulative from the date of inception, i.e. Dec. 2008, upto 31st December 2013 is given as under:

- Banks have sanctioned working capital loans (new) to the extent of ₹2,711.76 Crore in favour of 56,475 beneficiaries and incremental working capital loans of ₹1,505.58 Crore in favour of 11,481 existing units.
- Banks in the State have so far restructured 6,927 MSMEs accounts involving an amount of ₹ 609.10 Crore.
- Banks have sanctioned Soft Loans for purchase of D. G. Sets to the tune of ₹10.29 Crore in favour of 655 entrepreneurs.
- Housing loans have been sanctioned by the Banks operating in the State to the extent of ₹2034.59 Crore in favour of 47,710 beneficiaries.
- Auto loans have been sanctioned to the extent of ₹2677.53 Crore in favour of 91,999 beneficiaries.

Details of bank-wise cumulative achievements under aforesaid MSMEs package as at the quarter ended of December 2013 are given in the [Annexure-M](#) & [Annexure- M1](#) for information of the members.

Flow of credit under Credit Guarantee Fund Trust Scheme for MSMEs as on 31.12.2013

Under the Credit Guarantee Fund Trust Scheme for MSMEs, the banks operating in J&K State have disbursed an amount of **₹469.27** Crore in favour of **22,163** beneficiaries upto the end of 31st December 2013, which includes **₹185.91** Crore disbursed in favour of **11,762** beneficiaries during first three quarters of CFY 2013-14 as compared to cumulative amount of **₹238.94 Crore** in favour of **8,010** beneficiaries disbursed up to corresponding date of the previous year thus registering YoY growth of **96%**.

Major contributors are J&K Bank ₹196.78 Crore (42%) and State Bank of India ₹145.31 Crore (31%), PNB ₹70.75(15%)

Bank-wise details are given in [Annexure-M2](#)

The house is requested to review the position and deliberate on the issue.

AGENDA ITEM NO: 92.15

A) Opening of specialized branches in MSME clusters:

B) Rehabilitation of sick Micro and Small Enterprises – monitoring by Empowered Committee:

A) The 15th meeting of the Standing Advisory Committee (SAC) on Flow of credit to Micro Small and Medium Enterprises (MSME) sector was held on August 6, 2013 at Reserve Bank of India, Central Office, Mumbai. Minutes of the said meeting have been circulated vide RPCD.CO.MSME & NFS No.2811/06.02.28/2013-14 dated August 29, 2013. The following actionable points have been flagged for immediate action by all the Scheduled Commercial Banks, for which RBI, R.O. vide letter No. RPCD (JMU) No.395/03.01.24/2013-14 dated October 07, 2013 has desired that the matter may be discussed in the SLBC meeting.

- (i) Banks to explore the potential of business in the MSME clusters and open branches in such clusters. Banks should also open branches in the SFURTI (Scheme of Fund for Regeneration of Traditional Industries) clusters of KVIC to improve accessibility of credit to micro and small enterprises.**
- (ii) The Banks should use Credit Scoring model for their MSE customers; and**
- (iii) 'Credit Pricing to the sector should be transparent, logical and reasonable. Banks to examine the feasibility of providing better pricing for MSE loans covered under credit guarantee cover, of say Base rate plus 2 percentage points'.**

B) RBI vide letter bearing RPCD (JMU) No.397/03.01.24/2013-14 dated October 8, 2013 have conveyed that the 15th Standing Advisory Committee on flow of Credit to MSME, in its meeting held on August 06, 2013, have expressed concern at the slow progress in the revival of sick units and observed that number of units taken up for nursing was abysmally low viz-a-viz the number of units found potentially viable. Besides, viability study had not been undertaken in respect of many. The Committee observed that banks have not been restructuring accounts of borrowers in the MSMEs sector as they do for the large borrowers.

In view of the contribution of MSME sector to overall industrial production, exports and employment generation, timely and adequate assistance to potentially viable MSE units, which have already become sick or are likely to become sick, is of utmost importance, RBI has observed that banks are expected to be more considerate and sympathetic to the restructuring requests received from units in MSME sector.

Banks have been advised by RBI to put in place a transparent mechanism for timely restructuring of the loans for all types of borrowers.

House may deliberate the issue

AGENDA ITEM NO: 92.16

Flow of Credit in Minority Concentrated Districts:

In terms of Reserve Bank of India guidelines issued vide Master circular No.RPCD.SP.BC.12/09.10.01/2007-08 dated July 5, 2007 followed by circular No.RPCD.SP.BC.No.13/09.10.01/2007-08 dated July 16, 2007, the credit flow to minorities in 121 districts of the country notified as Minority Concentrated Districts by GOI is to be monitored for ensuring that the minority communities receive a fair and equitable portion of the credit within the overall target of the priority sector.

For J&K State only District Leh has been included in the list of minority concentrated districts.

Accordingly, based on the data received from LDM, Leh, the credit flow to minorities in Leh District under priority sector has been to the tune of ₹219.37 Crore spread over 9769 accounts as on 31st December 2013 as compared to amount outstanding of ₹181.91 Crore in favour of 7913 beneficiaries for the corresponding period 31.12.2012 indicating increase of 20.59% YoY basis.

Break up is given below:

(Amount in Crores of ₹)

Serial	Name of community	No. of Accounts		Amount outstanding	
		Prev. quarter	Current Quarter	Prev. quarter	Current Quarter
	Christians	3	3	0.06	0.06
	Muslims	1752	1755	37.35	37.90
	Buddhists	7078	7112	132.05	150.11
	Sikhs	11	11	0.51	0.51
	Zoroastrians	0	0	0	0
A	TOTAL	8844	8881	169.97	188.58
B	Others	888	888	30.79	30.79
C	Total Priority Sector Advances (A+B)=C	9732	9769	200.76	219.37
D	Share of A out of C (in %)	90.88	90.91	84.66	85.96

The house is requested to review the position and deliberate on the issue.

AGENDA ITEM NO: 92.17

Performance review of LDMs/ DLRCs & DCCs

The High Level Committee (HLC) of RBI to review Lead Bank Scheme has recommended that “various fora at lower levels should give adequate feedback to the SLBC on various issues that need to be discussed on a wider platform. Important issues/ decisions of the BLBC, DCC and DLCC should be placed before the next meeting of the SLBC, so that these receive adequate attention at the State Level.

Besides, in terms of the decision taken in 86th meeting of J&K SLBC Performance Reports of the individual District Level Review Committees (DLRCs)/ District Consultative Committees (DCCs) are being included in the agenda of the SLBC meetings regularly for information of the house.

Conduct of DCCs and DLRCs meetings

It has been observed that periodicity of conducting DCC and DLRC meetings envisaged by RBI is being complied with by all the LDMs in J&K State and these meetings are being conducted regularly. During the reporting quarter these meetings have been conducted by 21 LDMs However, the meeting for district Leh was held in the month of January 2014 owing to the inclement weather conditions. The detailed statement of DLRC / DCC meetings conducted during the quarter ended 31st December 2013 is enclosed as [Annexure-N](#) for information of the house.

District-wise Credit Deposit Ratio

Based on the data provided by banks operating in the State, C.D.Ratio of each district as on 31st December 2013 is given in the following table for information of the house:

S. No.	Name of District	C.D. Ratio (%age)	Remarks	S. No.	Name of District	C.D. Ratio (%age)	Remarks
Lead Districts of J&K Bank				Lead Districts of SBI			
1	Srinagar	46.40	...	13	Samba	54.05	...
2	Ganderbal	64.28	...	14	Jammu	32.25	Low CD Ratio
3	Baramulla	68.31	...	15	Udhampur	28.75	Low CD Ratio
4	Bandipora	55.99	...	16	Reasi	25.48	Low CD Ratio
5	Anantnag	54.40	...	17	Kathua	38.12	Low CD Ratio
6	Kulgam	62.76	...	18	Doda	23.82	Low CD Ratio
7	Pulwama	72.51	...	19	Ramban	23.94	Low CD Ratio
8	Shopian	110.67	...	20	Kishtwar	20.22	Low CD Ratio
9	Budgam	72.08	...	21	Leh	22.08	Low CD Ratio
10	Kupwara	64.81	...	22	Kargil	26.30	Low CD Ratio
11	Poonch	18.67	Low CD Ratio				
12	Rajouri	23.71	Low CD Ratio				

The detailed statement showing District-wise/ Agency-wise Credit Deposit Ratio is given in [Annexure-O](#).

As is manifest, eleven districts continue to have discouraging and subdued C.D.Ratio. These districts are: District Jammu, Udhampur, Reasi, Kathua, Doda, Ramban, Kishtwar, Rajouri, Poonch, Leh and Kargil. The LDMs have been repeatedly advised to closely monitor the credit dispensation and follow up with the concerned banks to improve performance and achieve ACP targets.

As per RBI guidelines conveyed vide Circular No. RBI/2005-06/202 dated November 9, 2005 Special Sub-Committees (SSCs) of DLCC may be set up to monitor the CDR in the districts having CDR less than 40%. The functions of the Special Sub-Committee will be as under:

- 1) **To draw up Monitorable Action Plans (MAPs) for improving the CDR in their districts on a self-set graduated basis;**
- 2) **Hold meetings to set a target for increasing the CDR and also set a definite time frame for the CDR beyond 60% in annual increments.**
- 3) **Take up the plans for implementation and monitor the same assiduously.**
- 4) **Report the progress to the DLCC on quarterly basis and through them to the Convenor of SLBC.**
- 5) **On the basis of the feedback received from the DLCC regarding the progress in the implementation of the Monitorable Action Plans, consolidated report will be prepared and tabled at all SLBC meetings for discussion/ information.**

As per reports received from all the concerned LDMs, Special Sub-Committees (SSCs) of DLCC to monitor the CD Ratio have already been set up in all these districts, which are required to discuss the issue, ascertain bottlenecks and initiate immediate remedial measures for substantially improving the CD Ratio.

LDMs of the concerned 11 districts with low C. D. Ratio as mentioned above to report progress in the matter and individual banks may also explain the reasons for low CDR.

House may deliberate on the issue

SEGMENT – 4 (RECENT DEVELOPMENTS)

AGENDA ITEM NO: 92.18

NABARD's support to Farmers' Training Centre (FTC) set up by the banks

The proposal of setting up of Farmers Training Centers (FTCs) in Kashmir, Jammu and Ladakh regions by banks operating in J&K State was placed before the house in 91st Meeting held on 16th December 2013.

The objective of the FTCs was to conduct programmes to disseminate the latest technological developments amongst the farmers for increasing production and productivity, apprise the farmers with banking schemes, motivate them to adopt modern cultivation, harvesting, storage and marketing practices, impart them skill development programmes in different trades, allied agriculture sector like Bee keeping, Sericulture, handicrafts, agro processing etc.

The House after deliberating upon the issue approved the proposal of setting up of Farmers Training Centers (FTCs) in Kashmir, Jammu and Ladakh regions by J&K Bank, PNB and SBI respectively under the guidance from NABARD.

Latest Status received from the Concerned Banks is given below:

J&K Bank Allocated region Kashmir	SBI Allocated region Ladakh	PNB Allocated region Jammu
J&K Bank has informed that the bank is in process of establishing Farmers' Training Centre (FTC) in Kashmir region and modalities in this regard are being framed in accordance with the guidelines as laid down by NABARD.	SBI has informed that the bank is in constant touch with NABARD for setting of Farmers Training Centre at Leh.	PNB has informed that Agriculture Deptt. Jammu has formed a committee of five officers for identifying of 7-8 acres of land at R. S. Pura Jammu for setting up of Farmers Training Centre.

The representatives of J&K Bank, SBI, PNB and NABARD may inform the house the latest status in this regard.

The house is requested to deliberate on the issue

AGENDA ITEM NO: 92.19

Implementation of modified Revival, Reform and Restructuring (RRR) Package for Handloom Sector; institutional credit component of integrated Handlooms Development Scheme (IHDS) and their merger into “National Handloom Development Programme”.

The modified Revival, Reform and Restructuring (RRR) Package for Handloom Sector, Institutional Credit Component of Integrated Handlooms Development Scheme (IHDS) and their merger into “National Handloom Development Programme” as received from Gol, MoTextiles, Office of Dev. Commissioner (Handlooms), New Delhi, vide communication No.6/2/99/DCH/2013-14/DHDS dated 27th September, 2013, was deliberated and approved for implementation by J&K SLBC in its 91st Meeting held on 16th December 2013.

The funds under this package were to be shared by Govt. of India and State Govt. in the ratio of 90:10. Govt. of J&K has already signed the Tripartite MOU with Gol, MoT and NABARD on 28th September 2013 in this regard, as required under the package.

SLBC Secretariat has forwarded the claim for ₹33,86,462/- (Thirty three lacs eighty six thousand four hundred sixty two only) in respect of individual weaver beneficiaries received from six banks viz J&K Bank, SBI, PNB, JKGB, JCCB, BCCB, to GOI, MOT through NABARD. The said claim stands sanctioned by GOI and amount credited by NABARD to respective banks for forwarding the benefit to the individual beneficiaries.

The Bank-wise claims lodged/ settled are given hereunder:

(Amt. in ₹)

S. No	Name of the Bank	Shared by GOI (90%)	Shared by State Govt.(10%)	Total Claim lodged/settled
01	J&K Bank	880153	97795	977948
02	SBI	861722	95746	957468
03	PNB	545726	60636	606362
04	J&K Grameen Bank	306954	34105	341059
05	Jammu Central Coop. Bank	140962	15663	156625
06	Baramulla Central Coop. Bank	312000	35000	347000
	Total	3047517	338945	3386462

Concerned banks may apprise the house with regard to further progress in the matter.

The house is requested to deliberate on the issue

AGENDA ITEM NO: 92.20

Establishment of Dairy Units under National Mission on Protein Supplementation (NMPS):

The guidelines regarding Establishment of Dairy Units under National Mission on Protein Supplementation (NMPS) as were forwarded by Directorate of Animal Husbandry, Jammu vide letter bearing Ref. No. DAHJ/Tech-308 /5017-18 dated 12.07.2013, were approved by J&K SLBC in its 91st meeting held on 16th December 2013.

Under National Mission on Protein Supplementation (NMPS) Scheme Dairy units comprising of 5/10/15/20 animals can be established with maximum subsidy of ₹10000/- per animal.

The targets under the scheme have not been communicated by the Directorate of Animal Husbandry, Jammu to Convenor bank till date.

The representative of Animal Husbandry Department may apprise the house about the same.

The house is requested to deliberate on the issue.

AGENDA ITEM NO: 92.21

Constraint in obtaining Title investigation Report for properties proposed to be mortgaged in connection with fresh financing:

In 91st Meeting of J&K SLBC held on 16th December 2013 the representative of the State Bank of India informed the house that the banks are facing lot of problems in the State of J&K in obtaining Title Investigation Report (TIR) in respect of properties offered as collaterals for fresh loaning (particularly in case of Housing Loan/Collateral loans to Industry) from the revenue Department. It was informed that in view of various frauds detected by SBI across the Country on account of poor or fraudulent Title Investigation Reports it has become imperative for the banks to get the certified Title Investigation Report (TIR) in respect of properties offered as collaterals for fresh loaning from the Revenue Department which usually takes lot of time.

The house decided that State Revenue department would look into the difficulties faced by banks and find out a solution for issuance of Title Investigation Report (TIR) for the properties offered as collaterals.

The representative of State Revenue Department may apprise the house about the action taken in the matter.

The house is requested to deliberate on the issue.

AGENDA ITEM NO: 92.22

Providing banking services to Village Khokhyal, Tehsil & District Kathua

Department of Banking Operations and Development, RBI, Central Office Mumbai, vide communication No. DBOD.BAPD/11405/22.01.004/2013-14 dated December 13, 2013 has advised that the issue of providing banking services to the people of Village Khokhyal, Tehsil & District Kathua, having population of 1432 souls with 240 households as per census of 2001, be discussed in the SLBC meeting for exploring possibility of opening bank branch.

The viability survey of the said centre as conducted by J&K Bank for exploring the possibilities of opening of regular brick and mortar branch reveals that there are already three branches of J&K Bank operating within the radius of 1.5 Kms in the command areas of the Village Khokhyal and that the opening of new branch there is not a viable proposition.

Accordingly, the proposal has been forwarded to J&K Bank, Financial Inclusion Department for exploring the possibility of providing banking services to village Khokhyal by other means which obviously includes BC Model.

FI Department, J&K Bank vide its mail dated 31st March 2014 has informed that coverage to the village Khokhyal, Tehsil & District Kathua has been provided by J&K Bank through BC Model.

This is for the information of the House.

AGENDA ITEM NO: 92.23

Constitution of Sub –Committee of SLBC for State Rural Livelihood Mission (SRLM).

Commissioner/Secretary to Government, Rural Development & Panchayat Raj Department, Govt. of Jammu & Kashmir vide its commutation under No. RD/PC/18/2013-NRLM dated 6th February 2014 has requested for **constitution of Sub-Committee of SLBC for State Rural Livelihood Mission (SRLM).**

It is pertinent to mention here that Swarnjayanti Gram Swarozgar Yojna (SGSY) a Central Government Scheme **has been replaced by National Rural Livelihood Mission (NRLM) Scheme** having enhanced scope and coverage, by MoRD, GOI. The new scheme was implemented in a mission mode across the Country w.e.f. from 1st April 2013.

The J&K State Government has constituted J&K State Rural Livelihood Mission (SRLM) which is being run by the J&K State Rural Livelihood Society under the name “**Umeed**” and Commissioner/Secretary to Government, Rural Development & Panchayat Raj Department, Govt. of J&K is holding the charge of State Mission Director for SRLM Scheme with two Additional Mission Directors one each for Jammu & Kashmir. In compliance to MoRD, GOI, guidelines the Rural Development Department, J&K Government **has forwarded the request to J&K SLBC for constitution of the Sub-Committee of SLBC for State Rural Livelihood Mission (SRLM)** with inclusion of below mentioned three officers from State Mission in the proposed Sub-Committee.

- | | | |
|-------|------------------------|---|
| (I) | Mr. Farooq Ahmad Peer | State Mission Director |
| (II) | Dr. Arun Manhas | Additional Mission Director for Jammu |
| (III) | Mr. Tariq Ahmad Zargar | Additional Mission Director for Kashmir |

Accordingly, the Sub-Committee of SLBC for SRLM with the following composition is proposed for approval of the house.

S. No	Designation/Address	
I	CGM NABARD Regional Office Jammu	Chairman
II	Comm/ Secy. to Govt. Rural Dev. & Panchayati Raj Deptt. /State Mission Director	To Co Chair
III	President (LBD/SLBC), J&K Bank	Convenor
IV	President (A&AP),J&K Bank, Corporate Headquarters, Srinagar	Member
V	State Bank of India, Z. O. Rail Head Complex,Jammu.	Member
VI	Punjab National Bank,Circle office, Jammu.	Member
VII	Chairman, J&K Grameen Bank	Member
VIII	Chairman, Ellaqai Dehati Bank	Member
IX	Additional Mission Director for Jammu	Member
X	Additional Mission Director for Kashmir	Member

The house is requested to approve the Sub-Committee of SLBC for SRLM with the above composition.

AGENDA ITEM NO: 92.24

Bank-wise review of Key Banking Business parameters-5 years Trajectory

As desired by the house in 91st meeting of J&K SLBC held on 16th December 2013 the growth in key business banking parameters viz Deposits, Advances, Credit Deposit Ratio, Priority sector lending and advances to Agriculture Sector for a sample period of last five years has been prepared and is given hereunder:

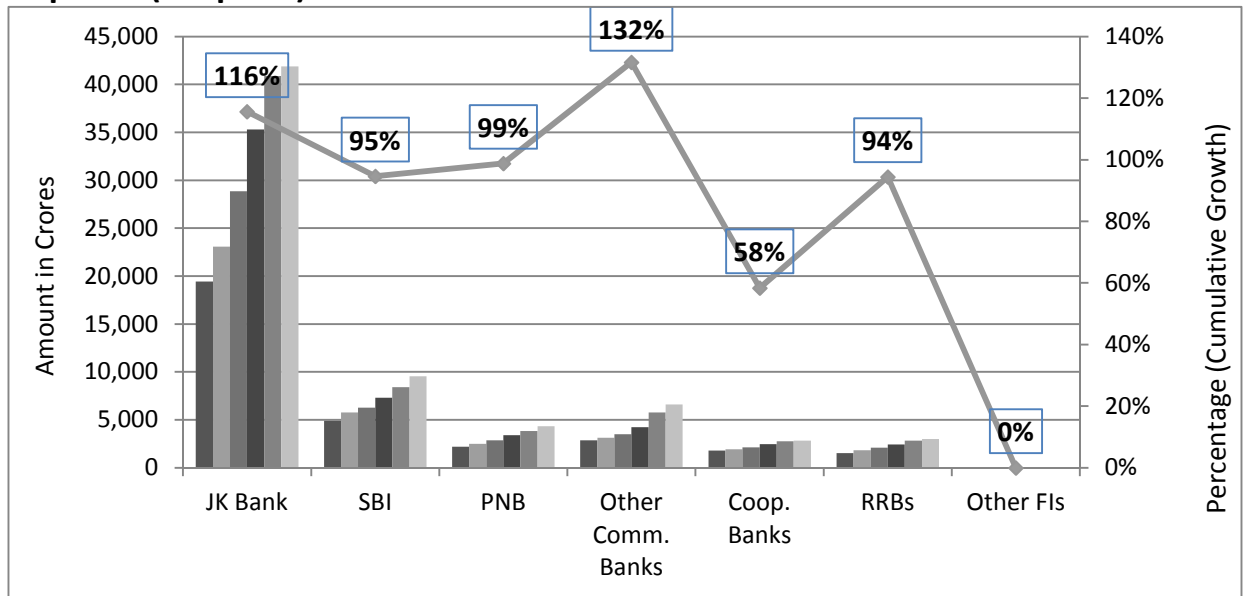
(I) Deposits

(Amt. in Crores of ₹)

Deposits- Growth Trend							
Name of the Bank	31-Mar-09	31-Mar-10	31-Mar-11	31-Mar-12	31-Mar-13	31-Dec-13	Cumulative Growth (%)
JK Bank	19420.59	23090.69	28842.05	35308.34	40870.19	41874.29	116
SBI	4902.24	5773.68	6286.02	7321.26	8396.01	9543.61	95
PNB	2180.92	2496.50	2862.69	3407.91	3848.24	4335.37	99
Other Comm. Banks	2852.36	3137.67	3484.41	4221.92	5763.63	6608.81	132
Coop. Banks	1779.23	1921.32	2127.59	2450.87	2756.23	2818.63	58
RRBs	1542.26	1819.98	2091.87	2433.30	2845.40	2999.38	94
Other FIs	0.00	0.00	0.00	0.00	0.00	0.00	0
Total	32677.60	38239.84	45694.63	55143.60	64479.70	68180.09	109
Share of JK Bank Deposits to aggregate deposits of all banks	59	60	63	64	63	61	

- Deposits of J&K Bank have grown by 116% from ₹19,420.59 Crore as on 31st March 2009 to ₹41, 874.29 Crore as on 31st December 2013 (A period of about 5 years).
- Deposits of SBI have grown by 95% from ₹4,902.24 Crore to ₹9,543.61Crore during same Period.
- PNB has shown a growth of 99% in deposits which have increased from ₹2,180.92 as on 31st March 2009 to ₹4,335.37 Crore as on 31st December 2013.
- Other 26 Commercial Banks put together have shown a growth of 132% by increasing their deposits from ₹ 2,852.36 Crore as on 31st March 2009 to ₹6,608.81 Crore as on 31st December 2013.
- 10 Cooperative Banks put together have shown a growth of 58% by increasing their deposits by ₹1,039.40 Crore during the same period.
- 2 RRBs put together have shown a growth of 94% by increasing their deposits by ₹1,457.12 Crore during the period of about 5 years.
- The Share of Deposits of J&K bank to total deposits of all Banks operating in the State has remained around 60% during the period of about 5 years.

Deposits (Graphics)



(II) Advances

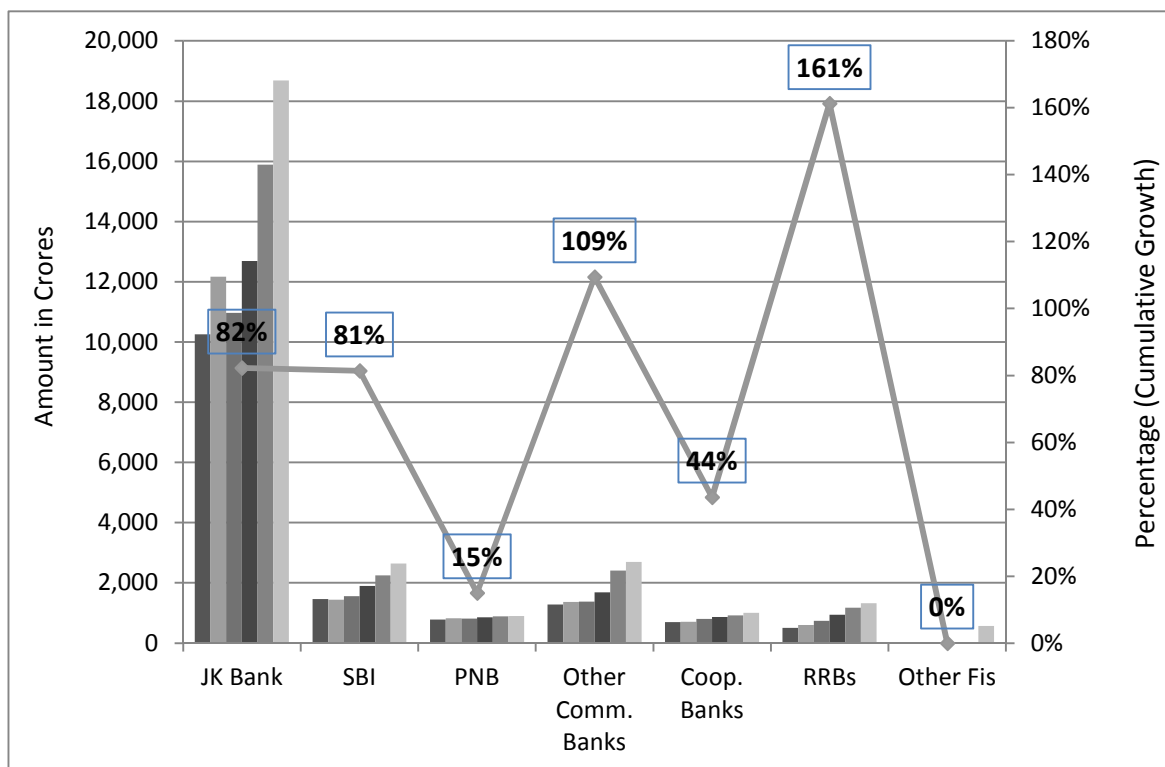
(Amt. in Crores of ₹)

Advances- Growth Trend							
Name of the Bank	31-Mar-09	31-Mar-10	31-Mar-11	31-Mar-12	31-Mar-13	31-Dec-13	Cumulative Growth (%)
JK Bank	10256.24	12173.65	10964.60	12692.04	15888.65	18687.73	82
SBI	1458.21	1439.17	1553.63	1899.16	2247.13	2644.46	81
PNB	777.07	823.78	818.74	858.39	887.70	893.85	15
Other Comm. Banks	1286.75	1367.00	1374.89	1689.82	2410.42	2694.94	109
Coop. Banks	698.99	707.82	804.15	865.66	920.81	1003.98	44
RRBs	505.39	606.24	736.03	943.87	1172.38	1320.34	161
Other FIs	0.00	0.00			15.23	574.33	0
Total	14982.65	17117.66	16252.04	18948.94	23542.32	27819.63	86
Share of JK Bank advances to aggregate advances of all banks	68	71	67	67	67	67	

- Advances of J&K Bank have grown by 82% from ₹10,256.24 Crore as on 31st March 2009 to ₹18,687.73 Crore as on 31 December 2013 (A period of about 5 years).
- Advances of SBI have grown by 81% from ₹1,458.21 Crore to ₹2,644.46 Crore during same Period
- PNB has shown a sluggish growth of just 15% in advances which have increased by ₹116.79 Crore during the period of about 5 years.

- Other 26 Commercial Banks put together have shown a growth of 109% by growing their advances from ₹1,286.75 Crore as on 31st March 2009 to ₹ 2,694.94 Crore as on 31st December 2013.
- 10 Cooperative Banks put together have shown a growth of 44% by increasing their advances by ₹304.99 Crore during the same period.
- 2 RRBs together have shown highest growth of **161%** by increasing their advances by ₹814.95 Crore during the period of about 5 years.
- The Share of advances J&K bank to total advances of all Banks operating in the State has remained around 70% during the discussed/reported period.

Advances (Graphics)

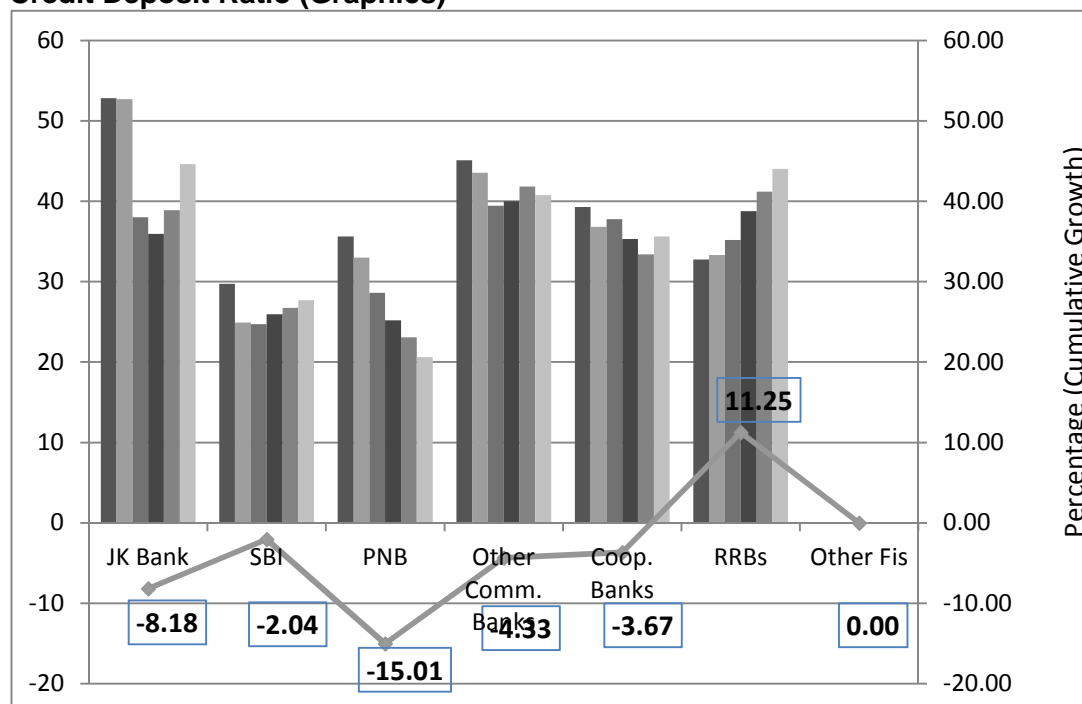


(III) Credit Deposit Ratio

Credit Deposit Ratio							
Name of the Bank	31-Mar-09	31-Mar-10	31-Mar-11	31-Mar-12	31-Mar-13	31-Dec-13	Cumulative Growth (%)
JK Bank	52.81	52.72	38.02	35.95	38.88	44.63	-8.18
SBI	29.75	24.93	24.72	25.94	26.76	27.71	-2.04
PNB	35.63	33.00	28.60	25.19	23.07	20.62	-15.01
Other Comm. Banks	45.11	43.57	39.46	40.02	41.82	40.78	-4.33
Coop. Banks	39.29	36.84	37.80	35.32	33.41	35.62	-3.67
RRBs	32.77	33.31	35.19	38.79	41.20	44.02	11.25
Other Fis	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Total	45.85	44.76	35.57	34.36	36.51	40.80	-5.05

- The Credit Deposit Ratio of all the banks excluding RRBs has shown a decrease during the period of about five years.
- The CDR of J&K Bank has decreased by 8.18% during the said period **and the same is attributed to switching over of J&K Government to ways and means arrangement with RBI w.e.f 1st April 2011.**
- The CDR of other two major banks viz SBI and PNB has decreased by 2.04% and 15.01% respectively during the same period
- Other 26 Commercial Banks put together and 10 Cooperative banks have also shown a decrease of 4.33% and 3.67% respectively in their aggregate CDRs.
- 2 RRBs put together have shown an increase of **11.25%** in their aggregate CDR during the period under focus.
- The CDR of the banking Industry as a whole in J&K State has however, shown a remarkable improvement during the last three years.

Credit Deposit Ratio (Graphics)



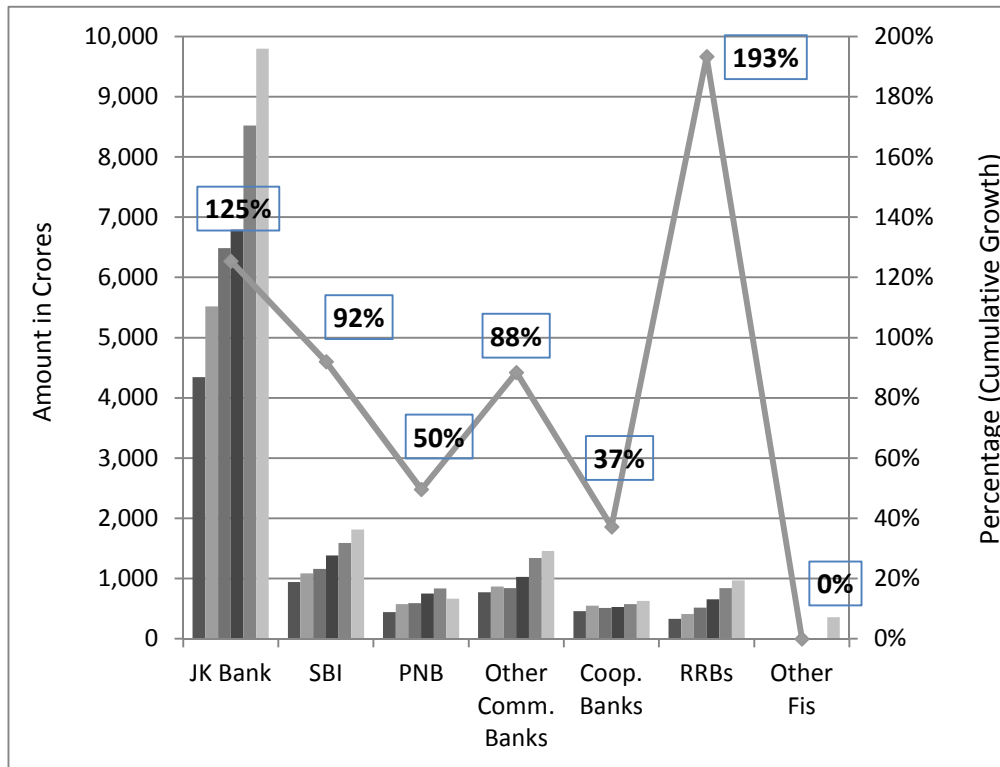
(IV) Priority Sector Advances-Outstanding

(Amt in Crores of ₹)

Priority Sector Advances-Outstanding							
Name of the Bank	31-Mar-09	31-Mar-10	31-Mar-11	31-Mar-12	31-Mar-13	31-Dec-13	Cumulative Growth (%)
JK Bank	4345.18	5520.98	6487.01	6792.83	8519.81	9795.79	125
SBI	943.86	1086.61	1159.49	1381.29	1591.59	1812.74	92
PNB	444.08	573.13	590.95	750.97	837.12	664.59	50
Other Comm. Banks	772.55	866.25	841.20	1026.56	1342.39	1456.23	88
Coop. Banks	455.63	547.99	512.52	524.60	573.34	625.28	37
RRBs	330.07	412.55	516.28	656.85	842.69	968.29	193
Other Fis	0.00	0.00	0.00	0.00	1.80	358.15	0
Total	7291.37	9007.51	10107.44	11133.11	13708.74	15681.07	115
Share of JK Bank PS-advances to aggregate PSA of all banks	60	61	64	61	62	62	

- Priority Sector Advances (PSA) of J&K Bank have grown by 125% from ₹4,345.18 Crore as on 31st March 2009 to ₹9,795.79 Crore as on 31st December 2013 (A period of about 5 years).
- Priority Sector Advances of SBI have grown by 92% from ₹943.86 Crore to ₹1,812.74 Crore during same Period.
- PNB has again shown a sluggish growth of just 50% in Priority Sector Advances which have increased by ₹220.51 Crore during the period of about 5 years.
- Other 26 Commercial Banks put together have shown a growth of 88% by growing their Priority Sector Advances from ₹772.55 Crore as on 31st March 2009 to ₹1,456.23 Crore as on 31st December 2013.
- 10 Cooperative Banks put together have shown a slow growth of just 37% by increasing their Priority Sector Advances by ₹169.65 Crore during the same period.
- 2 RRBs together have shown a growth of **193%** by increasing their Priority Sector Advances by ₹ 638.22 Crore during the period of about 5 years.
- J&K Bank contribution to total Priority Sector Advances continue to remain at around 62% during the discussed/reported period.

Priority Sector Advances-Outstanding (Graphics)



(V) Agriculture & Allied Activities-Outstanding

(Amt in Crores of ₹)

Agriculture & Allied Activities-Outstanding							
Name of the Bank	31-Mar-09	31-Mar-10	31-Mar-11	31-Mar-12	31-Mar-13	31-Dec-13	Cumulative Growth
JK Bank	1131.37	1393.47	1321.70	1665.90	2480.76	3379.64	199
SBI	66.04	95.92	102.79	44.16	124.55	208.53	216
PNB	101.06	128.65	133.38	160.30	141.50	136.16	35
Other Comm. Banks	136.99	162.23	104.04	201.47	222.68	222.77	63
Coop. Banks	94.63	88.82	116.37	120.77	144.34	159.16	68
RRBs	118.27	114.89	153.38	182.33	261.19	363.56	207
Other Fis	0.00	0.00	0.00	0.00	0.00	0.00	0
	1648.36	1983.97	1931.67	2374.93	3375.02	4469.82	171
Share of JK Bank Agriculture advances to aggregate Agriculture Advances of all banks	69	70	68	70	74	76	

- Agriculture Advances of J&K Bank have grown by 199% from ₹1,131.37 Crore as on 31st March 2009 to ₹3,379.64 Crore as on 31st December 2013 (A period of about 5 years).

- Agriculture Advances of SBI have grown by 216% from ₹ 66.04 Crore to ₹208.53 Crore during same Period.
- PNB has again shown a sluggish growth of just 35% in Agriculture Advances which have increased by ₹35.10 Crore during the period of about 5 years.
- Other 26 Commercial Banks put together have shown a growth of 63% by growing their Agriculture Advances from ₹136.99 Crore as on 31st March 2009 to ₹ 222.77 Crore as on 31st December 2013.
- 10 Cooperative Banks put together have shown a slow growth of just 68% by increasing their Agriculture Advances by ₹64.53 Crore during the same period.
- 2 RRBs together have shown a growth of 207% by increasing their Agriculture Advances by ₹ 245 Crore during the period of about 5 years.
- The Share of Agriculture Advances of J&K bank to total Agriculture Advances of all Banks operating in the State continue to remain around 71% during the period of about 5 years

Agriculture & Allied Activities-Outstanding (Graphics)

