

**SEGMENT-1 (REVISION)**

**CONFIRMATION OF MINUTES OF  
92<sup>nd</sup> MEETING OF J&K SLBC HELD ON 10<sup>th</sup> MARCH 2014**

The minutes of 92<sup>nd</sup> meeting of J&K SLBC held on 10<sup>th</sup> March 2014 at Jammu to review the performance / achievements of the banks / financial institutions operating in the State as at the end of December 2013 were webcast on the website of J&K SLBC [www.jkslbc.com](http://www.jkslbc.com) and also circulated among the members vide J&K SLBC office reference No. LBD/SLBC-92/2014-017 dated April 9, 2014. The actionable points have been indicated for desired action at the concerned level.

**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
<p><b>73 (b) 18.06.2008</b></p>	<p><b>Removal of legal hurdles to enforce SARFAESI Act in J&amp;K State</b></p>	<p>In the Special SLBC meeting held on 8<sup>th</sup> May 2013 at Srinagar, on the eve of visit of Hon'ble Governor, RBI to J&amp;K State, the Hon'ble Chief Minister J&amp;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 expressed that discussions have 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 89<sup>th</sup> SLBC meeting held on 6<sup>th</sup> June 2013 the Hon'ble Finance Minister expressed optimism that the issue would be sorted out by the State Government very soon.</p> <p><b>The issue came up for discussions continuously in 90<sup>th</sup>, 91<sup>st</sup> and 92<sup>nd</sup> meeting of J&amp;K SLBC with Principal Secretary (Finance) reiterating the stand that State Government is committed to provide comfort to the banks and lending institutions in the State by way of SARFAESI ACT.</b></p> <p><b>Finance Department, J&amp;K Government vide letter No. CFC/FD/2014-15/07 dated 06.05.2014 addressed to President (SLBC, J&amp;K Bank) has informed that the State Government is in the process of making appropriate amendments in the J&amp;K State Transfer of Property ACT, 1977 by way of incorporating provisions similar to the provisions of Section 13 (4) of the SARFAESI Act. The Exercise to identify the areas that require amendments has already been completed for carrying out appropriate modifications in the State laws. The matter will be processed further on these lines once the Model Code of Conduct in operation presently, is over.</b></p>

**The house is requested to 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><b>Special SLBC meeting dated 8.5.2013</b></p>	<p>In the Special SLBC meeting held on 8.5.2013 at Srinagar, the Hon'ble Chief Minister of J&amp;K State pointed out that J&amp;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 89<sup>th</sup> SLBC meeting held on 6.6.2013 and then in 91<sup>st</sup> SLBC meeting held on 16<sup>th</sup> December 2013 wherein after threadbare discussions on the issue it was decided as under:</p> <ul style="list-style-type: none"> <li>• <b>All the Commercial Banks, except those having very small number of branches in J&amp;K State, shall immediately prepare the CSR plans for J&amp;K State for the Current Financial Year, with focus on skill development activities, and submit the same to Convenor, J&amp;K SLBC forthwith.</b></li> <li>• <b>Convenor, SLBC shall consolidate the said CSR plans and submit the consolidated CSR Plan of J&amp;K State to Reserve Bank of India to comply with the directives of Governor, Reserve Bank of India.</b></li> <li>• <b>The House approved a Sub-Committee under the Convenorship of NABARD with members from three banks viz J&amp;K BANK, SBI and PNB. The Committee should come up with concrete and viable ideas on the CSR issue before the next SLBC.</b></li> </ul>	<p>The 1<sup>st</sup> meeting of the Sub-Committee of SLBC to monitor CSR initiatives taken by banks in J&amp;K State was convened by NABARD on 10<sup>th</sup> February 2014. The Committee was of the view that CSR in its present form is a scattered attempt without any uniform strategy. It was decided that individual banks should disclose their allocations under CSR programme for the State so that Sub-Committee will get a fair view of the total budget earmarked under CSR to chalk out CSR strategy for the State as a whole.</p> <p>The observations made by Sub-Committee of SLBC on CSR were placed before the house in 92<sup>nd</sup> meeting of SLBC held on 10<sup>th</sup> March 2014 and after threadbare discussions it was decided as under:</p> <ul style="list-style-type: none"> <li>• <b>All the Commercial Banks, except those having very small network of branches in J&amp;K State, shall immediately prepare the CSR plans for J&amp;K State and disclose their allocations under CSR in physical and financial terms to Sub-Committee of SLBC on CSR.</b></li> </ul>

**NABARD to inform progress in this regard and house may deliberate the issue.**

**SEGMENT – 2 (FINANCIAL INCLUSION / THRUST AREAS)**

**AGENDA ITEM NO: 93.01**

**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**

The Swabhimaan Campaign/ Financial Inclusion Plan Phase-1, has been successfully accomplished by providing coverage to all the 795 villages with population above 2000 by Financial Inclusion Plan(FIP) participating banks.

The Bank-wise achievement under Phase-I of Financial Inclusion Plan and No. of Financial Inclusion Accounts opened upto 31<sup>st</sup> March 2014 is tabulated below:

S. No	Name of Bank to which allocated	Target		Progress	
		Number of Villages allocated by J&K SLBC	No. of house-holds to be covered	No. of villages which stands already covered by 31 <sup>st</sup> December 2013	No. of F.I. A/Cs opened upto 31 <sup>st</sup> March 2014
1	J&K Bank	536	347237	536	281020
2	SBI	95	42750	95	36846
3	PNB	34	22436	34	11681
4	JKGB	95	34288	95	58427
5	EDB	35	17286	35	29567
	<b>TOTAL</b>	<b>795</b>	<b>463997</b>	<b>795</b>	<b>417541</b>

In 91<sup>st</sup> meeting of J&K SLBC the issue of providing banking services to the village Malikote Tehsil Mahore District Reasi and coverage of some other left out villages during the Swabhimaan Campaign/ Financial Inclusion Plan Phase-1, of district Kargil in the population segment of >2000 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

**J&K Bank has provided coverage to the allocated 5 villages tabulated above.**

**SBI has informed that the said allocated villages have not been covered yet due to the inclement weather conditions prevailing in the areas.**

**The representative of State Bank of India to inform the latest status of coverage of three allocated 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 March 2014 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 <sup>st</sup> March 2013	Ach. Upto 31 March 2014 (FY 2013-14)	Cumulative Target upto 31 <sup>st</sup> March 2014	Cumulative Progress upto 31 <sup>st</sup> March 2014
			31 <sup>st</sup> Mar. 2013	31 <sup>st</sup> Mar. 2014	31 <sup>st</sup> Mar. 2015	Beyond March 2015				
1	J&K Bank	3271	1103	497	800	871	987	709	1600	1696
2	SBI	753	111	196	215	231	94	296	307	390
3	PNB	294	6	137	81	70	2	106	143	108
4	JKGB	1026	54	350	329	293	65	352	404	417
5	EDB	238	40	79	79	40	40	83	119	123
	<b>TOTAL</b>	<b>5582</b>	<b>1314</b>	<b>1259</b>	<b>1504</b>	<b>1505</b>	<b>1188</b>	<b>1546</b>	<b>2573</b>	<b>2734</b>

Against the target of 1259 villages set for financial year 2013-14, 1546 villages were covered by the FIP Participating banks upto 31<sup>st</sup> March 2014 constituting **123%** of the allocated target for the year.

All Banks had a cumulative target of **(1314+1259) = 2573** villages to be accomplished by the end of March 2014, against which the banks have covered **2734** villages upto 31<sup>st</sup> March 2014, which is **106%** of the target.

From the table given above, it is observed that all the banks have surpassed the respective allocated targets as on 31<sup>st</sup> March 2014 except **Punjab National Bank which shows a shortfall of 35 centers/ villages** to achieve the target of 143 centers as at the end of the FY 2013-14 under review. The detailed district-wise/ bank-wise progress as on 31.03.2014 is given in [Annexure-A](#).

**The House may record the performance and deliberate.**

**AGENDA ITEM NO: 93.02**

**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 25<sup>th</sup> 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 31<sup>st</sup> 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 26<sup>th</sup> 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.

The Electronic Benefit Transfer (EBT) Scheme which envisages direct transfer of benefits under various Social Security Schemes and State Subsidies directly into the accounts of beneficiaries without any manual intervention came up for discussions in 92<sup>nd</sup> meeting of J&K SLBC held on 10<sup>th</sup> March 2014 wherein the house was informed that the scheme has been implemented in six pilot districts of the State i.e Srinagar, Ganderbal, Jammu, Rajouri, Kargil & Leh in the first Phase and benefits under IGNOAPS have been transferred into the accounts of 25000 beneficiaries successfully.

Both J&K bank and Finance Department, J&K Government expressed optimism that the remaining 16 districts shall be covered under the EBT Scheme very soon and three more schemes of Social Welfare Department shall also be covered under the scheme.

J&K bank being the Leader Bank in all the 22 districts for implementation of EBT Scheme in the State has informed that the data validation in respect of remaining 16 Districts is under process. It has also been informed that the bank has till date validated **70,049** beneficiary accounts out of the total **92, 565** accounts in respect of 11 districts.

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

**House may deliberate the issue**



**AGENDA ITEM NO: 93.03**

**100% coverage of farmers in J&K State under Kissan Credit Card (KCC) Scheme**

In terms of GoI, MoF guidelines dated 19.08.2011 the common format of application form for KCC was approved by the Steering Sub-Committee of SLBC to monitor flow of credit to Agriculture in its first meeting held on 13.12.2011 and pursuant to decision taken in 83<sup>rd</sup> meeting of J&K SLBC held on 14.12.2011, 17,00,000 printed application forms for issuance of KCC arranged by J&K Bank/ J&K SLBC were delivered to the Director Agriculture Kashmir and Director Agriculture, Jammu (designated by J&K Govt. for the purpose) for distribution amongst the farmers.

**Timelines for accomplishing the target of 100% coverage**

In 85<sup>th</sup> SLBC meeting the Hon'ble Chief Minister J&K State directed that 100% coverage of farmers under KCC should be accomplished **by end of Sept. 2012.** However, subsequently, in the 88<sup>th</sup> meeting of J&K SLBC held on 16.02.2013, Chairman informed the house that Hon'ble Union Finance Minister on observing that J&K State was lagging far behind in 100% coverage of farmers under KCC Scheme has extended the timeline to **30<sup>th</sup> of June 2013** . Again in 90<sup>th</sup> SLBC meeting held on August 29, 2013 the deadline was extended to **31<sup>st</sup> March 2014.**

However, on reviewing the performance of KCC Scheme in 92<sup>nd</sup> SLBC meeting held on 10<sup>th</sup> March 2014 the SLBC observed that 100% coverage under the scheme was unlikely to be achieved by 31<sup>st</sup> March 2014 given the huge gap between the achievements as on 31<sup>st</sup> December 2013 and targets for 31<sup>st</sup> March 2014 and accordingly the timeline for 100% achievement under KCC Scheme was extended to **30<sup>th</sup> June 2014.**

Agriculture Production Department vide 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:

<b>Particulars</b>	<b>Jammu</b>	<b>Kashmir</b>	<b>Total</b>
Total No. of existing farm operating families(FOF's)	546790	628268	<b>1175058</b>
No. of FOF's who have not opted for KCC	66471	91435	<b>157906</b>
Remaining FOF's targeted for 100% KCC Coverage	480319	536915	<b>1017152</b>

The position of KCC Sponsored/ Sanctioned/ disbursed/ rejected/ pending with banks as on 31<sup>st</sup> March 2014 is given hereunder

(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	646499	471533	338864	1543.50	148633	26333
Banks	272937	272937	247500	2175.18	0	0
<b>Total</b>	<b>919436</b>	<b>744470</b>	<b>586364</b>	<b>3718.68</b>	<b>148633</b>	<b>26333</b>

Upto the end of **March 2014**, banks have sanctioned a total number of **7, 44,470** KCCs in J&K State, against which **5,86,364** KCCs have been disbursed credit amounting to **` 3,718.68** Crore. This includes **6,46,499** KCC cases sponsored by Agriculture Department, J&K Govt. to various banks operating in the State and **2,72,937** KCC cases taken up by the banks directly. As per the data received 1,48,633 cases have been rejected while 26,333 cases are pending for sanction with banks. **Total No. of KCC cases sanctioned works out to an achievement of about 73% of the revised target of 10.17 lakh farm-operating families in the State.**

Contribution of individual banks is tabulated below:

Name of the Bank	KCCs Sanctioned	Total KCCs sanctioned by all banks	%age to total Sanctions	Cases rejected by banks
J&K Bank	385857	<b>7, 44,470</b>	<b>51.83</b>	<b>56381</b>
JKGB	102713		<b>13.80</b>	<b>63546</b>
SBI	64187		<b>8.62</b>	<b>6696</b>
EDB	58286		<b>7.83</b>	<b>9122</b>
PNB	42704		<b>5.74</b>	<b>3959</b>
JCC Bank	34784		<b>4.67</b>	<b>3399</b>
BCC Bank	23194		<b>3.12</b>	<b>974</b>
Other Banks/FIs	32745		<b>4.40</b>	<b>4556</b>
<b>Total</b>	<b>744470</b>			

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

The achievement cannot be considered as satisfactory keeping in view the 30<sup>th</sup> June 2014 deadline for accomplishment of 100% coverage of farmers under KCC Scheme.

**Quarterly progression in 100% coverage of farmers under KCC Scheme (as per reports received from banks)-During FY 2013-14:**

**Kissan Credit Cards issued-Cumulative position**

Source of Sponsorship	Position as on 31 <sup>st</sup> March 2013	FY 2013-14							
		Fresh KCCS issued during Q1	Q1 Position	Fresh KCCS issued during Q2	Q2 Position	Fresh KCCS issued during Q3	Q3 Position	Fresh KCCS issued during Q4	Q4 Position
Agriculture Deptt. Kashmir/Jammu	412621	28661	441282	23539	464821	-8695	456126	15407	471533
Banks	252334	4293	256627	3663	260290	5796	266086	6851	272937
<b>Total</b>	<b>664955</b>	<b>32954</b>	<b>697909</b>	<b>27202</b>	<b>725111</b>	<b>-2899</b>	<b>722212*</b>	<b>22258</b>	<b>744470</b>

\*The KCC figure shows a decline from Q2 to Q3. The reason being the rejection/return of 31,129 sanctioned cases by J&K Grameen bank during Q3 for the variety of reasons already place before the house in 92<sup>nd</sup> Meeting of SLBC. The Chairman JKGB however, informed the House that all the rejected cases shall be recalled and disposed off on merits.

**From the figures tabulated above it is observed that during FY 2013-14 a total of 79, 515 fresh KCCs have been issued which means an average of 19, 879 KCCs issued per quarter. Given the cumulative position of KCCs issued upto 31<sup>st</sup> March 2014 at 7,44,470, the banks have to sanction/ issue 2,72,682 fresh KCCs during quarter ended June 2014 of Current Financial Year to meet the deadline of 100% coverage of 10,17, 152 farm operating families in J&K State by 30<sup>th</sup> June 2014**

**Agriculture Department and banks have to redouble their efforts to cover all the 10.17 lakh farm operating families in J&K State under the ambit of the Scheme to meet the deadline of 100% coverage under KCC by 30<sup>th</sup> June 2014**

**Agriculture Production Deptt. J&K Govt. and banks may apprise the house the measures put in place for 100% coverage under KCC Scheme by 30<sup>th</sup> June 2014.**

**House is requested to deliberate the issue**

**AGENDA ITEM NO: 93.04**

**Branch Expansion Plans of Banks in J&K State:**

In terms of the decision taken in the 89<sup>th</sup> meeting of J&K SLBC held on 6<sup>th</sup> June 2013 SLBC Secretariat consolidated the Branch Expansion Plans (BEPs) of all the banks operating in J&K State for FY 2013-14. The BEP for FY 2013-14 and allocation of regular brick and mortar branches to identified rural unbanked (Tier 5 to Tier 6) centers by the banks and the progress made upto 31<sup>st</sup> March 2014 is given hereunder:

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 against the regulatory stipulation of 25% of total BEP for FY		Progress/ (No. of branches opened upto 31.03.2014) out of Col. No. (4)	Branches opened in unbanked villages having population <10000	Shortfall BEP 2013-14
					No.	%age			
	(1)	(2)	(3)	(4)	(5)		(6)	(7)	(8)
					No.	%age		No. / %age	
1	J&K Bank	57	89	146	70	48%	86	33 (38%)	60
2	State Bank of India	...	21	21	10	48%	2	2 (100%)	19
3	Punjab National Bank	2	6	8	2	25%	5	2 (40%)	3
4	J&K Grameen Bank	11	17	28	6	21%	4	2 (50%)	24
5	Ellaquai Dehati Bank	8	15	23	7	30%	11	3 (27%)	12
6	HDFC Bank	...	10	10	7	70%	5	3 (60%)	5
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	161	239	103	43%	114	45(39%)	125

Detailed Branch Expansion Plan alongwith progress achieved upto 31.03.2014 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: 93.05**

**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. SBI has also operationalized FLCs in all its 10 allocated districts. The achievements during FY 2013-14 are given hereunder:

Name of the Bank	Ach. For the quarter (FY 2013-14)	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)
<b>J&amp;K Bank</b>	Q1	137	1108	16996	18104	NA	NA
	Q2	158	2512	13980	16492	NA	NA
	Q3	207	3617	17914	21531	2063	1861
	Q4	131	2497	10243	12740	1895	1460
<b>Total</b>		<b>633</b>	<b>9734</b>	<b>59133</b>	<b>68867</b>	<b>3958</b>	<b>3321</b>
<b>SBI</b>	Q1	175	3444	5857	9301	NA	NA
	Q2	56	731	1956	2687	NA	NA
	Q3	76	1140	4761	5901	502	408
	Q4	59	816	3773	4589	118	80
<b>Total</b>		<b>366</b>	<b>6131</b>	<b>16347</b>	<b>22478</b>	<b>620</b>	<b>488</b>
<b>Grand Total</b>		<b>999</b>	<b>15865</b>	<b>75480</b>	<b>91345</b>	<b>4578</b>	<b>3809</b>

- A total of 91,345 persons have been provided indoor and outdoor services by 22 FLCs during the FY 2013-14.
- J&K Bank has provided indoor services to 9,734 persons during the FY 2013-14.
- SBI has provided indoor services to 6,131 persons during the said period.
- J&K Bank has provided outdoor services to 59,133 persons in 633 outdoor awareness camps conducted by it during the FY 2013-14.
- SBI has provided outdoor services to 16,347 persons in 366 outdoor awareness camps conducted by it during same period.
- The activities undertaken by all the 22 FLCs (both indoor and outdoor) during the **2<sup>nd</sup> half of FY 2013-14** have facilitated credit linkage to **4,578 entrepreneurs** out of which **3,809 entrepreneurs** have established their business ventures.

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

### **Financial Literacy initiative by rural branches of banks**

In the 89<sup>th</sup> meeting of J&K SLBC held on 6<sup>th</sup> 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. 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.

Six banks viz. J&K Bank, SBI, PNB, EDB, JKGB & ICICI Bank have submitted progress to the Convenor Bank in this regard.

The issue also came up for discussions in the meeting of all Lead District Managers of J&K State taken by President (SLBC, J&K Bank) on 28<sup>th</sup> of April 2014 wherein the reluctance of the rural branches of the banks in holding at least one Financial Literacy Camp during a month in terms of RBI guidelines came up for a serious discussion. It was decided that the controlling offices of the banks should issue strict directions to all their rural branches operating in J&K State for compliance to the said regulatory guidelines.

SLBC Secretariat will be monitoring the performance and the progress.

The Bank-wise position of the Financial Literacy Camps conducted by their rural branches during Q4 of FY 2013-14 is given hereunder:

S. No	Name of the Bank	No. of Rural Branches as on 31.12.2013	NO. of FL Camps required to be conducted	Number of FL Camps Conducted during Q4 of FY 2013-14	Persons benefited
01	JK Bank	385	1155	388	16041
02	SBI	72	216	119	7451
03	PNB	32	96	113	3326
04	JKGB	163	489	105	8515
05	EDB	101	303	100	3265
06	ICICI Bank	05	15	09	56
	<b>Total</b>	<b>758</b>	<b>2274</b>	<b>834</b>	<b>38654</b>

**A total of 758 rural branches of six banks should have conducted 2274 Financial Literacy Camps during the quarter @ one camp per rural branch per month as per RBI guidelines. The progress is quite unsatisfactory and very low at 37% of the target.**

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

**The house may deliberate the issue**

### **Standardized Financial Literacy Material-Printing & Distribution**

Reserve Bank of India, Central Office, Mumbai vide Circular RPCD.FLC.No.7641/12.01.018/2012-13 dated January 31, 2013 advised Comprehensive Financial Literacy Material comprising of Financial Literacy Guide, Financial Diary and 16 No. of Financial Literacy Posters, to be used as a standard curriculum during Financial Literacy Camps to be organized at least once in a month by all the rural branches of banks and Financial Literacy Centres as also for other Financial literacy related activities. SLBC was directed to assess the requirement for banks and other organizations like schools, colleges, Training Colleges etc. and arrange for distribution of the same to all concerned. As per RBI guidelines, the expenses incurred towards printing and distribution of the above Financial Literacy Material has to be claimed from the Financial Inclusion Fund managed by NABARD.

Accordingly, in pursuance to the guidelines issues by Reserve Bank of India the Financial Literacy Material (i.e. Financial Literacy Guide, Financial Diary and Financial Literacy Posters) was printed in three languages viz English, Urdu and Hindi for use at Financial Literacy Camps being organized by Financial Literacy Centers and rural branches of the banks. The sufficient quantity of the said Literacy material has been distributed among the Financial Literacy Camps and rural branches of the banks through Lead District Managers.

**Banks/ Lead District Managers may inform progress in the matter**

**House is requested to deliberate the issue.**



**AGENDA ITEM NO: 93.06**

- 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 & Q4 of FY 2013-14					persons provided Credit Linkage		No. of persons who started their ventures	
					Q1	Q2	Q3	Q4	Total	Out of (7)	Out of (8)	Out of (10)	Out of (11)
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)	(10)	(11)	(12)	(13)
1	J&K Bank	12	12	2349	618	1063	1905	1913	5499	343	362	264	362
2	SBI	10	10	1705	422	331	439	597	1789	33	79	21	64
	<b>TOTAL</b>	<b>22</b>	<b>22</b>	<b>4054</b>	<b>1040</b>	<b>1394</b>	<b>2344</b>	<b>2510</b>	<b>7288</b>	<b>376</b>	<b>441</b>	<b>285</b>	<b>426</b>

- A total of 7,288 persons were trained in all the 22 RSETIs during FY 2013-14 against the 4,054 persons trained during FY 2012-13; YOY increase of 80%(3234 persons increase).
- J&K Bank has provided training to 5,499 persons in its 12 RSETIs during FY 2013-14 against the 2,349 persons trained during the FY 2012-13; YOY increase of 134%(3150 persons)
- SBI has provided training to 1,789 persons in its 10 RSETIs during FY 2013-14 against the 1705 persons trained during the FY 2012-13; YOY increase of 4.92%(84 persons).
- Number of persons trained per RSETI during FY under review in respect of J&K Bank comes to 458 persons and in case of SBI the same is 179 persons.

In 91<sup>st</sup> Meeting of J&K SLBC held on 16<sup>th</sup> December 2013 the House decided to put in place a proper tracking system for having a complete database on the number of persons, who after attending the training camps conducted by RSETIs actually avail financial assistance from banks to start their own business ventures.

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

- **J&K Bank has provided credit linkage to 705 persons out of 3,818 persons trained during Q3 and Q4 of FY 2013-14. Out of 705 persons to whom credit has been provided 626 have started own business establishments.**
- **SBI has provided credit linkage to 112 persons out of 1,036 persons trained during Q3 and Q4 of FY 2013-14. Out of 112 persons to whom credit have been provided 85 have started own business establishments.**

## ii) Status regarding allotment of land by State Government

### Status of land to J&K Bank RSETIs-Position as on 31.03.2014

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 RSETI	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 Shirmal, near army school, measuring 5 Kanals under survey no:330 Min. Formal allotment of land awaited.
6	Srinagar	Land Identified, formal allotment awaited	Land has been identified for institute at Iddgah Estate measuring 4 Kanals & 15 marlas. However, formal allotment of land is awaited.
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 is 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	No alternative site has been identified yet	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 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 31.03.2014

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 relative 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 Identified, formal allotment awaited	Land identified at village Tringla & Rakhgarog but due to the preoccupation of the administration with the holding of parliamentary elections the formal allotment of land to the concerned bank was not done
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	<b>Land Identified, formal allotment awaited</b>	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	<b>Land Identified, formal allotment awaited</b>	Land identified after joint visit of LDM Udhampur and Tehsildar and revenue official(patwari) settlement on 12.03.2014 and 19.3.2014. The relative papers for the allotment of Land has been sent to District Administration for authentication.

**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 16 districts but formal allotment has not been given to the concerned Sponsoring banks.
- Land has not been identified by Government in remaining 4 Districts viz Anantnag, Kupwara, Kishtwar and Kargil

**The net summarized position is given hereunder:**

<b>Land allotted and possession given to banks</b>	2 Districts
<b>Land identified but formal allotment awaited</b>	16 Districts
<b>Land not identified yet</b>	4 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: 93.07**

**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 March 2014.**

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 (details in the Annexures) that at the end of March 2014 **banks have extended total credit of ` 10,268.58 Crore in favour of 4,13,488 beneficiaries** (both under Priority as well as Non-priority Sector) against **target of ` 16,322.68 Crore for 7,81,234 beneficiaries** under Annual Credit Plan 2013-14, thereby registering achievement of **63%** in financial terms and **53%** in physical terms.

This includes Priority Sector credit of ` **5,701.15 Crore** disbursed by banks in favour of **3,06,919** beneficiaries against the target of ` **10,142.46** Crore for **6,13,489** beneficiaries (**56%** achievement in financial terms and **50%** in physical terms) and Non-priority sector credit of ` **4,567.43 Crore** in favour of **1,06,569** beneficiaries against target of ` **6,180.22** Crore for **1,67,745** beneficiaries (**74%** achievement in financial terms and **64%** in physical terms).

The comparative achievement of banks vis-à-vis their allocated annual targets at the end of FY 2013-14 with 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 (31.03.2013)	%age of Ach.	Target (Annual)	Achievement (31.03.2014)	%age of Ach.
J&K Bank	3123.22	3225.67	103	5891.03	3619.13	61
SBI	641.35	450.26	70	1026.90	563.36	55
PNB	433.93	289.90	67	642.17	233.87	36
Other Com. Banks	602.44	432.24	72	827.78	499.23	60
Coop. Banks	499.08	228.26	46	496.45	259.82	52
RRBs	792.13	290.72	37	1254.33	523.58	42
Other FIs	2.35	1.09	46	3.80	2.16	57
<b>TOTAL</b>	<b>6094.50</b>	<b>4918.14</b>	<b>81</b>	<b>10142.46</b>	<b>5701.15</b>	<b>56</b>

**Disbursement of credit to Non-Priority Sector**

(Amount in Crores of `)

Name of Bank	FY 2012-13			FY 2013-14		
	Target Annual)	Achievement (31.03.2013)	%age of Ach.	Target (Annual)	Achievement (31.03.2014)	%age of Ach.
J&K Bank	1361.87	2427.84	178	3643.76	3077.07	84
SBI	359.26	290.29	81	781.87	485.15	62
PNB	271.88	58.37	21	262.30	80.11	31
Other Com. Banks	390.71	375.06	96	1141.17	632.89	55
Coop. Banks	224.19	66.78	30	127.35	90.95	71
RRBs	292.45	124.18	42	223.77	200.92	90
Other FIs	0	0	0	0	0.34	0
<b>TOTAL</b>	<b>2900.37</b>	<b>3342.52</b>	<b>115</b>	<b>6180.22</b>	<b>4567.43</b>	<b>74</b>

**Consolidated achievement (Priority Sector + Non-Priority Sector)**

(Amount in Crores of `)

Name of Bank	FY 2012-13			FY 2013-14		
	Target (Annual)	Achievement (31.03.2013)	%age of Ach.	Target (Annual)	Achievement (31.03.2014)	%age of Ach.
J&K Bank	4485.09	5653.51	126	9534.79	6696.20	70
SBI	1000.61	740.55	74	1808.77	1048.51	58
PNB	705.81	348.27	49	904.47	313.98	35
Other Com. Banks	993.15	807.30	81	1968.95	1132.13	57
Coop. Banks	723.27	295.04	41	623.80	350.77	56
RRBs	1084.59	414.90	38	1478.10	724.50	49
Other FIs	2.35	1.09	46	3.80	2.49	66
<b>TOTAL</b>	<b>8994.87</b>	<b>8260.66</b>	<b>92</b>	<b>16322.68</b>	<b>10268.58</b>	<b>63</b>

- Banks have achieved 56% of the target under Priority Sector at the end of March 2014 against 81% achievement under this sector as on corresponding date of the previous financial year i. e 31.03.2013.
- Under Non-Priority Sector banks have achieved 74% of the allocated targets as compared to 115% achievement under this sector as on corresponding date of the previous financial year i. e 31.03.2013.

- Though disbursements during the FY 2013-14 under Priority Sector exceeded the disbursements made under Non-Priority Sector by ₹ 1,133.72 Crore the %age of achievement viz-a-viz Annual targets in case of Non-Priority Sector is substantially higher than the Priority Sector.
- Against substantial increase of 81% in ACP targets set for FY 2013-14 (at ₹ 16,322.68 Crore) over the ACP targets of FY 2012-13 (at ₹ 8,994.87 Crore), the disbursements have increased by 24% from ₹ 8,260.66 Crore during FY 2012-13 to ₹ 10,268.58 Crore during previous FY 2013-14.

#### Achievement of Quarterly Targets under ACP 2013-14

Type of Sector	Quarterly Targets FY 2013-14	Q1		Q2		Q3		Q4	
		Ach.	%age Ach.	Ach.	%age Ach.	Ach.	%age Ach.	Ach.	%age Ach.
Priority Sector	2535.62	1720.67	68	1530.05	60	1157.12	46	1293.31	51
Non-Priority Sector	1545.06	1138.56	74	1218.21	79	907.45	59	1303.21	84

- Under Priority Sector the banks have achieved 68%, 60%, 46% and 51% of the targets set for the quarter Q1, Q2, Q3 and Q4 respectively of FY 2013-14. While as first two quarters remained comparatively better the banks have abysmally performed in third and fourth quarter, achieving just 46% and 51% of the quarterly targets respectively. The overall achievement for the financial year comes to 56%.
- Under Non-Priority Sector the banks have achieved 74%, 79%, 59% and 84% of the targets set for the quarter Q1, Q2, Q3 and Q4 respectively of FY 2013-14. The overall achievement of targets for the financial year is 74%.

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

**Sub-Sector-wise credit dispensation under Priority Sector –Position as on 31.03.2014**

(Amount in Crores of `)

Name of the Sub-Sector	Target	Ach.	%age of Ach.	%age to total Ach.
<b>Agriculture</b>	3212.98	2033.93	<b>63</b>	<b>35.68</b>
<b>Micro &amp; Small Enterprises</b>	3572.86	2080.51	<b>58</b>	<b>36.48</b>
<b>Education</b>	417.52	80.02	<b>19</b>	<b>1.40</b>
<b>Housing</b>	2040.33	972.27	<b>48</b>	<b>17.06</b>
<b>Others</b>	898.77	534.42	<b>59</b>	<b>9.37</b>
<b>Total</b>	<b>10142.46</b>	<b>5701.15</b>	<b>56</b>	

- Out of total credit of ` 5,701.15 Crore disbursed by the banks during the FY 2013-14 under Priority- Sector major share (` 4,114.44 Crore i.e. 72% of total disbursement) has gone to Agriculture & MSE sectors.
- Education Sector showing achievement of just 19% viz-a-viz allocated targets as on 31<sup>st</sup> March 2014 continues to receive the least share of 1.40% 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 ` 2,033.93 Crore in favour of 1,68,209 beneficiaries under Agriculture Sector during FY 2013-14 thereby registering an achievement of 63% in financial terms and 43% in physical terms.

Out of this, an amount of ` 1,132.74 Crore has been disbursed in favour of 1,17,404 agriculturists under Crop Loan against target of ` 1,899.18 Crore for 2,86,174 beneficiaries, thereby registering achievement of 60% in financial & 41% in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
<b>J&amp;K Bank</b>	<b>1298.64</b>	<b>2033.93</b>	<b>63.85</b>
<b>JK Grameen Bank</b>	<b>217.27</b>		<b>10.68</b>
<b>SBI</b>	<b>121.13</b>		<b>5.96</b>
<b>HDFC Bank</b>	<b>119.57</b>		<b>5.88</b>
<b>PNB</b>	<b>101.35</b>		<b>4.98</b>
<b>EDB</b>	<b>69.08</b>		<b>3.40</b>
<b>Other banks/FIs</b>	<b>106.89</b>		<b>5.25</b>



**(II) MICRO & SMALL ENTERPRISES SECTOR:**

Against annual target of ` 3,572.86 Crore for 1, 34,362 beneficiaries, banks have disbursed an amount of ` 2,080.51 Crore in favour of 69,748 beneficiaries during the financial year under review, thereby registering an achievement of 58% of the target in financial terms and 52% in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	1067.01	2080.51	51.28
SBI	290.04		13.94
HDFC Bank	145.25		6.98
PNB	108.12		5.19
JK Grameen Bank	106.64		5.12
EDB	93.98		4.51
JCC Bank	45.95		2.20
Other banks/FIs	223.52		10.74

**(III) EDUCATION:**

Against annual target of ` 417.52 Crore in favour of 10,916 beneficiaries banks have disbursed total amount of ` 80.02 Crore in favour of 4,358 beneficiaries during FY 2013-14. This works out to just 19% achievement in financial terms and 40% in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	53.02	80.02	66.25
SBI	11.62		14.52
PNB	5.67		7.08
Other banks/FIs	9.71		12.13

**(IV) HOUSING:**

Against annual target of ` 2,040.33 Crore in favour of 33,124 beneficiaries banks have disbursed total amount of ` 972.27 Crore in favour of 33,642 beneficiaries during the previous financial year. This works out to an achievement of 48% in financial terms and 102% in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	820.61	972.27	84.40
SBI	75.13		7.72
Other banks/FIs	31.53		3.24

#### (V) OTHER SECTOR

Against annual target of ` 898.77 Crore in favour of 43,314 beneficiaries banks have disbursed total amount of ` 534.41 Crore in favour of 30,962 beneficiaries during FY 2013-14. This works out to 59% achievement in financial terms and 71% in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	379.86	534.41	71
SBI	65.44		12
JK Grameen Bank	27.11		5
Other banks/FIs	62.00		12

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

Sub-Sector-wise credit dispensation under Non-Priority Sector – Position as on 31.03.2014.

(Amount in Crores of `)

Name of the Sub-Sector	Target	Ach.	%age of Ach.	%age to total Ach.
Heavy Industries	829.60	450.66	54	9.87
Medium Industry	566.27	205.35	36	4.50
Education	310.64	5.35	2	0.12
Housing	858.93	103.72	12	2.27
Others	3614.78	3802.35	105	83.25
<b>Total</b>	<b>6180.22</b>	<b>4567.43</b>	<b>74</b>	

- Out of total Credit of ` 4,567.43 Crore disbursed by the banks during FY 2013-14 under Non-Priority- Sector major share (83.25%) has gone to other Sectors followed by Heavy Industries (9.87%) and Medium Industry (4.50%).

- Education Sector showing meager achievement of 2% viz-a-viz the allocated target as on 31<sup>st</sup> March 2014 has received the least share of 0.12% of the total credit disbursed under Non-Priority Sector.

#### I) HEAVY INDUSTRIES SECTOR:

Against annual target of ` 829.60 Crore for 2,639 beneficiaries, banks have disbursed a total amount of ` 450.66 Crore in favour of 94 beneficiaries under Heavy Industries Sector during the financial year under review thereby registering an achievement of 54% in financial terms and 3.56% in physical terms. **Out of total disbursement of ` 450.66 Crore, the contribution of J&K Bank alone is to the tune of ` 419.91 Crore, which constitutes 93% 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	419.91	450.66	93.17
Other Banks/FIs	30.75		6.83

#### II) MEDIUM INDUSTRIES SECTOR:

Against annual target of ` 566.28 Crore for 11,516 beneficiaries, banks have disbursed a total amount of ` 205.35 Crore in favour of 881 beneficiaries under Medium Industries Sector during FY 2013-14 thereby registering an achievement of 36% in financial terms and 7.65% in physical terms. **Out of total disbursement of ` 205.35 Crore, the contribution of J&K Bank alone is to the tune of ` 146.92 Crore, which constitutes 71.54% of total credit disbursed under this sector.**

The contribution of individual banks is tabulated below

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	146.92	205.35	71.54
SBI	46.73		22.75
Other banks/FIs	11.70		5.69

#### (III) EDUCATION:

Against annual target of ` 310.64 Crore in favour of 2,912 beneficiaries banks have disbursed a meager amount of ` 5.35 Crore in favour of 154 beneficiaries during the

financial year under review. This works out to a meager achievement of 1.72% in financial terms and 5.28% in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	3.48	5.35	65.05
SBI	0.99		18.50
Central Bank of India	0.65		12.15
Other Banks/FIs	0.23		4.30

#### (IV) HOUSING:

Against annual target of ` 858.93 Crore in favour of 4,355 beneficiaries banks have disbursed a paltry amount of ` 103.72 Crore in favour of 1,618 beneficiaries upto 31<sup>st</sup> March 2014. This works out to an achievement of 12% in financial terms and 37% in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	55.50	103.72	53.51
AXIS Bank	15.65		15.09
SBI	11.86		11.43
Punjab & Sindh Bank	9.85		9.50
Central Bank of India	6.57		6.33
Other Banks/ FIs	4.29		4.14

#### (V) OTHER SECTOR

Against annual target of ` 3,614.78 Crore in favour of 1, 46,323 beneficiaries banks have disbursed total amount of ` 3802.35 Crore in favour of 1,03,822 beneficiaries during FY 2013-14. This works out to 105% achievement in financial and 71% in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
J&K Bank	2451.26	3802.35	64.47
SBI	395.26		10.40
HDFC Bank	188.50		4.96
JK Grameen Bank	166.58		4.38
Other Banks/ Fls	600.75		15.80

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

The Region-wise/ Sector-wise achievements upto 31<sup>st</sup> March 2014 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 (%age)
Kashmir	Priority Sector	5454.57	3115.66	57
	Non-Priority Sector	2796.37	2020.34	72
	<b>Total</b>	<b>8250.94</b>	<b>5136.00</b>	<b>62</b>
Jammu	Priority Sector	4506.86	2441.31	54
	Non-Priority Sector	3184.03	2430.95	76
	<b>Total</b>	<b>7690.89</b>	<b>4872.26</b>	<b>63</b>
Ladakh	Priority Sector	181.03	144.19	80
	Non-Priority Sector	199.82	116.14	58
	<b>Total</b>	<b>380.86</b>	<b>260.32</b>	<b>68</b>
<b>TOTAL</b>		<b>16322.69</b>	<b>10268.58</b>	<b>63</b>

- Kashmir region has received a total credit of `5,136.00 Crore against target of `8,250.94 Crore, registering achievement of 62% as on 31.03.2014.
- In Jammu region an amount of `4,872.26 Crore has been disbursed during FY 2013-14 against the target of `7,690.89 Crore (63% achievement) for the financial year ended 31.03.2014.
- In Ladakh region an amount of `260.32 Crore has been disbursed against the target of `380.85 Crore (68%).

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.

**AGENDA ITEM NO: 93.08**

**CREDIT UNDER GOVERNMENT SPONSORED SCHEMES**

**Region-wise / District-wise / Scheme-wise and Bank-wise performance of various Banks under Government Sponsored Schemes upto 31<sup>st</sup> March 2014:**

Against Annual Action Plan 2013-14 revised target of `407.33 for 30,712 beneficiaries for all banks operating in the State, the achievement at the end of March 2014 under five major Government Sponsored Schemes, viz. NRLM (SGSY), PMEGP, SJSRY, JKSES and SC/ST/OBC is of the order of `242.33 Crore spread over 10,389 beneficiaries in all the three regions of the State thereby registering a performance of 59% of the target in financial and 34% in physical terms against 50% and 46% 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 25<sup>th</sup> 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	6304	139.43	33	50
Jammu	10355	104.59	3455	77.16	33	74
Ladakh	1073	23.91	630	25.74	59	108
<b>Total 3 regions</b>	<b>30712</b>	<b>407.33</b>	<b>10389</b>	<b>242.33</b>	<b>34</b>	<b>59</b>

**i) KASHMIR REGION:**

Banks have disbursed a total amount of `139.43 Crore to 6,304 beneficiaries at the end of FY 2013-14 under five major Government Sponsored Schemes against annual target of `278.83 Crore for 19,284 beneficiaries, thereby achieving 50% in financial

terms and **33%** in physical terms against achievement at `133.51 Crore to 8,483 beneficiaries (being 46% in financial & 48% in physical terms) for the corresponding period of the previous year.

**ii) JAMMU REGION**

Banks have disbursed an amount of ` **77.16 Crore** in favour of **3,455 beneficiaries** upto the end of FY 2013-14 under five major Government Sponsored Schemes against annual target of ` **104.59 Crore** to **10,355 beneficiaries** which accounts for **74%** and **33%** achievement in financial and physical terms respectively, against achievement of banks at ` 59.07 Crore to 3,753 beneficiaries (53% in financial and 42% physical terms) as on 31<sup>st</sup> March 2013.

**iii) LADAKH REGION**

Banks have disbursed a total amount of ` **25.74 Crore** in favour of **630 beneficiaries** during FY 2013-14 under five major Government Sponsored Schemes against annual target of ` **23.91 Crore** for **1,073 beneficiaries**, which works out to **108%** achievement in financial and **59%** in physical terms, against achievement of banks at ` 12.70 Crore for 521 beneficiaries (120% in financial and 65% 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 31<sup>st</sup> March 2014 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.
<b>NRLM</b>	12983	68.62	2423	14.35	19	21
<b>PMEGP</b>	3314	80.55	2473	103.24	75	128
<b>JKSES</b>	10514	234.50	3991	109.05	38	47
<b>SJSRY</b>	1125	11.25	825	11.49	73	102
<b>SC/ST/OBC</b>	2776	12.41	677	4.20	24	34
<b>Total</b>	<b>30712</b>	<b>407.33</b>	<b>10389</b>	<b>242.33</b>	<b>34</b>	<b>59</b>

### NATIONAL RURAL LIVELIHOOD MISSION (NRLM)

Under NRLM against a target of ` **68.62 Crore** for **12,983 beneficiaries**, banks have disbursed an amount of ` **14.35 Crore** to **2,423 beneficiaries** (which includes 706 pending sanctioned cases of previous year) at the end of FY 2013-14, which works out to achievement of **21%** in financial and **19%** in physical terms.

The contribution of individual banks is tabulated below:

(Amount in Crores of `)

Name of the Bank	Ach. FY 2013-14		Total Ach. Under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	1083	6.78	2423	14.35	45	47
SBI	245	1.84			10	13
JK Grameen Bank	341	1.83			14	13
BCC Bank	228	1.18			9	8
JCC Bank	140	0.79			6	6
EDB	157	0.72			6	5
Other Banks/FIs	229	1.21			9	8

From the data in **Annexure G2** it is observed that **3,283 cases were sponsored to banks against the target of 12,983 cases**, out of which **2,122 cases** were sanctioned, **986 cases** were rejected/ returned and **175 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 during FY ended March 2014 have disbursed an amount of ` **103.24 Crore** to **2,473 beneficiaries** (which includes 234 sanctioned pending cases of previous year) for setting up of employment generating units thereby achieving **128%** and **75%** of target in financial and physical terms respectively.

The contribution of individual banks is tabulated below:

(Amount in Crores of `)

Name of the Bank	Ach. FY 2013-14		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	1764	76.23	2473	103.24	71	74
SBI	125	7.25			5	7
JK Grameen Bank	222	6.70			9	6
JK SCB	69	2.98			3	3
PNB	62	2.60			3	3
Other Banks/FIs	231	7.48			9	7

From the data in **Annexure G3** it is observed that **4,403 cases were sponsored to banks against target of 3,314 cases**, out of which **2,668 cases** were sanctioned,



1451 cases were rejected/ returned and 284 cases are pending for sanction with banks.

### JAMMU & KASHMIR SELF EMPLOYMENT SCHEME (JKSES)

Under JKSES, banks have disbursed an amount of ` **109.05 Crore** (including ` 49.25 Crore of previous year's pending cases) to **3,991 beneficiaries** at the end of FY 2013-14 against annual target of ` **234.50 Crore** for **10,514 beneficiaries**, thus registering an achievement of **47%** in financial terms and **38%** of the physical target.

The contribution of individual banks is tabulated below:

(Amount in Crores of `)

Name of the Bank	Ach. FY 2013-14		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	2918	79.75	3991	109.05	73	73
SBI	381	10.46			10	10
PNB	193	5.35			5	5
EDB	141	4.81			4	4
JKGB	167	4.16			4	4
Other Banks/FIs	191	4.52			5	4

From the available data it is observed that **7,522 cases were sponsored to banks against the target of 10,514 cases** out of which 4,731 cases were sanctioned, 2,375 cases were rejected/ returned and 416 Cases are pending with banks.

### SWARAN JAYANTI SHEHRI ROZGAR YOJNA (SJSRY)

Under SJSRY, banks have disbursed an amount of ` **11.49 Crore** to **825 beneficiaries** (which includes ` 4.83 Crore of previous year's 293 sanctioned cases disbursed during FY 2013-14) upto 31<sup>st</sup> March 2014 against annual target of ` **11.25 Crore** for **1,125 beneficiaries**, thus registering an achievement of **102%** & **73%** in financial and physical terms respectively.

Major contributors are:

(Amount in Crores of `)

Name of the Bank	Ach. FY 2013-14		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	590	8.22	825	11.49	72	72
Other Banks/FIs	235	3.27			28	28

From the available data it is observed that **1,248** cases were sponsored to banks against target of **1,125** cases out of which **829** cases were sanctioned, **335** cases were rejected/ returned and **84** Cases are pending with banks.

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

Under SC/ST/OBC banks have disbursed an amount of ` **4.20 Crore** to **677 beneficiaries** (which includes ` 0.84 Crore of previous year's 150 pending cases) upto 31<sup>st</sup> March 2014 against annual target of ` **12.41 Crore** for **2,776 beneficiaries** thereby registering an achievement of **34% & 24%** in financial and physical terms respectively.

The contribution of individual banks is tabulated below:

(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	394	2.22	677	4.20	58	53
BOI	15	0.52			2	12
JKGB	113	0.38			17	9
Axis Bank	15	0.29			2	7
SBI	43	0.26			6	6
Other Banks/ FIs	97	0.53			14	13

Against physical target of **2,776 units**, **1,361 cases** have been sponsored, out of which **882** cases were sanctioned by Banks, **400** cases were rejected and **79** cases are pending with the banks.

**In light of above mentioned figures and details provided in Annexures, the house is requested to deliberate the issue.**

**AGENDA ITEM NO: 93.09**

**Performance under Handicrafts / Handloom/Artisan Credit Card as on 31<sup>st</sup> March 2014:**

The Bank-wise achievement as on 31.03.2014 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 ` **52.52 Crore** to **5,892 beneficiaries** upto the end of Q4 of FY 2013-14, which includes 275 sanctioned cases of previous financial year, indicating an achievement of **109% in financial terms and 121% in physical terms**. Against physical target of **4,867 cases** **8,425 cases** have been sponsored to various banks, out of which **6,035 cases** were sanctioned, **1,917 cases** were rejected and **473 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 ` **13.75 Crore** to **1,648 beneficiaries** upto the end of Q4 of FY 2013-14, which includes **160** sanctioned cases of previous year indicating an achievement of **44%** in financial terms and **52%** in physical terms. Against physical target of **3,195 cases**, **2,691 cases** have been sponsored to various banks, out of which the banks have sanctioned **1,759 cases**, **275 cases** are pending for sanction and **657 cases** rejected/ returned due to various reasons.

**Artisans' Credit Card (ACC) Scheme**

An amount of ` **159.88 Crore** has been disbursed by banks under Artisans Credit Card Scheme in favour of **18,108 Artisans** (against the Financial & Physical target of ` **175.59 Crore** & **18,143** respectively) indicating an achievement of **91%** in financial terms and **100%** in physical terms. Under Artisans' Credit Card Scheme **21,170 cases** were sponsored to banks, against which **14,795 cases** have been sanctioned by the banks, **3,597** returned/ rejected and **2,778 cases** are pending with various banks. **Out of total disbursement of ` 159.88 Crore the contribution of J&K Bank alone is to the tune of ` 152.87 Crore which constitutes 96% of total credit disbursed under the Scheme.**

**The house is requested to deliberate.**

**AGENDA ITEM NO: 93.10**

**Monitoring of flow of credit for livestock and fisheries sector:**

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

The issue was deliberated in the 90<sup>th</sup> SLBC meeting held on 29<sup>th</sup> August, 2013, wherein the house observed that flow of credit to various sub-sectors of Agriculture 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 GoI, Ministry of Agriculture as well as for being placed in the SLBC meetings henceforth.

The data received from LDMs as at the end of March 2014, is enclosed for information of the members as [Annexure-I](#), [Annexure-I\(1\)](#), [Annexure-I\(2\)](#), [Annexure-I\(3\)](#) & [Annexure-I\(4\)](#)

Also, on the request of Animal Husbandry Department, Govt. of J&K, the house in 92<sup>nd</sup> meeting of J&K SLBC approved constitution of a Steering Sub-Committee of J&K SLBC under the Chairmanship of Secretary to Government, Animal/ Sheep Husbandry Department with all other stake holders on board, to monitor and review flow of credit to Animal Husbandry, Dairy and Fisheries Sectors on quarterly basis prior to SLBC meetings.

**Animal Husbandry Department may inform the house the outcome of the above mentioned Steering Sub-Committee.**

**House is requested to deliberate the issue in light of the Annexures.**

**AGENDA ITEM NO: 93.11**

**ACHIEVEMENT UNDER SELF HELP GROUP (SHG) AS ON 31<sup>st</sup> MARCH 2014:**

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 alternate 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 March 2014 is summarized as under:

- Total SHGs formed ... 10,808
- SHGs Savings linked ... 9,207
- SHGs Credit linked ... 7,222
- Total loans disbursed by banks ... ` 51.11 Crore

**Major contributors are:**

(Amt. in Crores of `)

Name of Bank	SHGs formed	SHGs savings linked	SHGs Credit linked	Credit disbursed
J&K Bank	4049	3214	1488	9.64
SBI	3147	2413	2345	18.03
JKGB	1253	1253	1253	7.55
JKSCB	730	730	721	2.34
EDB	653	653	540	9.08
PNB	419	419	376	1.46
JCCB	333	333	333	1.21

The detailed Bank-wise performance as of 31<sup>st</sup> March 2014 is submitted as per [Annexure-J](#)

**The house is requested to deliberate on the issue**

**AGENDA ITEM NO: 93.12**

**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 91<sup>st</sup> Meeting held on 16<sup>th</sup> 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 Scheme will close on March 31, 2017, the last year of the 12<sup>th</sup> Five Year Plan Period (2012-2017)

The district-wise targets under the Scheme as incorporated in ACP 2013-14 and achievements as on 31<sup>st</sup> March 2014 are given hereunder:

S. No	Area/District	Sponsoring Agency	Target 2013-14 (A/Cs)	Cases sponsored	Cases rejected out of sponsored lot	Cases pending with banks for sanction/disbursement
1	Srinagar	Srinagar Municipal Corporation	300	0	0	0
2	Ganderbal	Urban Dev. Agency Kashmir	100	0	0	0
3	Anantnag	District Urban Dev. Agency Anantnag	100	0	0	0
4	Kulgam	District Urban Dev. Agency Anantnag	50	0	0	0
5	Pulwama	District Urban Dev. Agency Pulwama	75	0	0	0
6	Shopian	District Urban Dev. Agency Pulwama	25	0	0	0
7	Baramulla	District Urban Dev. Agency Baramulla	100	0	0	0
8	Bandipora	District Urban Dev. Agency Baramulla	50	0	0	0
9	Kupwara	District Urban Dev. Agency Kupwara	100	101	0	101
10	Budgam	District Urban Dev. Agency Budgam	100	0	0	0
11	Leh	M. C. Leh	50	0	0	0
12	Kargil	M. C. Kargil	50	0	0	0
		<b>Total Kashmir</b>	<b>1100</b>	<b>101</b>	<b>0</b>	<b>101</b>
13	Jammu	Jammu Municipal Corporation	300	0	0	0
14	Samba	District Urban Dev. Agency Jammu	100	0	0	0
15	Doda	District Urban Dev. Agency Doda	50	0	0	0
16	Kishtwar	District Urban Dev. Agency Doda	25	0	0	0
17	Ramban	District Urban Dev. Agency Doda	25	0	0	0
18	Udhampur	District Urban Dev. Agency Udhampur	75	0	0	0
19	Reasi	District Urban Dev. Agency Udhampur	25	0	0	0
20	Kathua	District Urban Dev. Agency Kathua	100	6	0	6
21	Rajouri	District Urban Dev. Agency Rajouri	100	2	2	0
22	Poonch	District Urban Dev. Agency Poonch	100	0	0	0
		<b>Total Jammu</b>	<b>900</b>	<b>8</b>	<b>2</b>	<b>0</b>
		<b>G. Total</b>	<b>2000</b>	<b>109</b>	<b>2</b>	<b>107</b>

**The house is requested to deliberate on the issue.**

**AGENDA ITEM NO: 93.13**

**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 March 2014:**

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 reveals some specific issues like low CDR, low credit appetite and lack of entrepreneurship etc. which call for discussion for the purpose of having some understanding as also to address such issues, the statistical data of various banks functioning in the J&K State is provided for the perusal of the house:

As per standing instructions of RBI circulated vide letter No.RPCD.LBS.BC.NO.47/01.13.03/2005-06 dated November 9, 2005 the Credit Deposit Ratio of Banks is to be monitored at different levels on the basis of the following parameters:

Institution/ Level	Indicator
Individual Banks at Head Office	Cu+RIDF
State Level (SLBC)	Cu+RIDF
District Level	Cs

**Cu=Credit as per place of utilization**

**Cs=Credit as per place of Sanction**

**RIDF=Total Resource support provided to States under RIDF**

In light of above RBI instructions J&K SLBC has included the Corporate advances made by the outside State branches of J&K Bank, SBI and PNB for financing the projects in J&K State in their respective outstanding advances for the purpose of computing their Credit Deposit Ratio at **State Level**.

The inclusion of said advances and its impact on CD Ratio of the individual banks and on overall CD Ratio of the State is tabulated hereunder:

**(Amt. in Crores of Rupees)**

S. No	Name of the Bank	Total advances outstanding as on 31 <sup>st</sup> March 2014	Mid-Corporate Advances out of total advances outstanding	CD Ratio without inclusion of Mid-Corporate Advances	CD Ratio after inclusion of Mid-Corporate Advances
01	JKB	19845.32	220.34	43.43	43.92
02	SBI	4811.42	2079.43	29.01	51.09
03	PNB	1563.65	637.74	20.53	34.66

	without inclusion of Mid-Corporate Advances as on 31.03.2014	with inclusion of Mid-Corporate Advances as on 31.03.2014
Overall CD Ratio in the State	40.52	44.58

1. **Comparative Statement of Bank-wise deposits and advances with Credit Deposit Ratio and Credit + Investment to Deposit Ratio and NPAs outstanding as on March 2013 and March 2014.** [Annexure-K](#)
  - Total advances of all banks operating in the State as on 31<sup>st</sup> March 2014 stood at `32,196.43 Crore against `23,542.32 Crore at the corresponding period of previous year. The total deposits of the banking sector stood at `72,214.22 Crore as on 31.03.2014 as compared to `64,479.70 Crore as on 31.03.2013.
  - YoY growth in Deposits = 12% and YOY growth in advances = 36.75%.
  - The C. D. Ratio of all banks operating in the State stood at 44.58% as on 31<sup>st</sup> March 2014 against 36.51% as on 31<sup>st</sup> March 2013.
2. **Statement of Bank-wise / Sector-wise advances outstanding against Priority Sector/ Weaker Sections of the society at the end of March 2014.** [Annexure- K1](#)

Out of the aggregate advances of `32,196.43 Crore outstanding as on 31<sup>st</sup> March 2014 an amount of `16,545.46 Crore (51.39%) has gone to Priority Sector and `15,650.97Crore (48.62%) has gone to Non-Priority Sector. `4,391.89 Crore out of the priority sector has gone to weaker sections of the society constituting 13.64% of total Advance (Bench Mark 10%). The contribution of J&K Bank alone to Weaker Sections of the society has been `3,479.07 Crore, constituting 17.53% 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 contribution of individual banks to advances outstanding as on 31<sup>st</sup> March 2014 is tabulated 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	<b>32196.43</b>	19845.32	61.64
SBI		4811.42	14.94
PNB		1563.65	4.86
JKGB		1030.66	3.20
HDFC Bank		693.20	2.15
Other Banks/FIs		4252.18	13.20

J&K Bank has the largest share of `19,845.32 Crore comprising 61.64% of the aggregate outstanding credit of banking sector of `32,196.43 Crore in the State at



**the end of March 2014.** The share of SBI is ₹4,811.42 Crore (14.94%), PNB is ₹1,563.65 Crore (4.86%), JKGB is ₹1,030.66 Crore (3.20%) and that of HDFC Bank is ₹693.20 Crore (2.15%).

It is also evident from **Annexure K1** that **J&K Bank has the largest share of ₹10,323.11 Crore aggregate outstanding credit under Priority Sector comprising 62.39% of the total Priority Sector Bank Credit of ₹16,545.46 Crore in the State at the end of March 2014.** The shares of SBI, PNB and JKGB in outstanding credit to Priority Sector are ₹1,811.78 Crore (10.95%), ₹765.47 Crore (4.62%) and ₹729.82 Crore (4.41%) respectively.

From the Annexures, it will be observed that **J&K Bank alone has made total advances of ₹19,845.32 Crore (including mid-corporate advances of ₹220.34 Crore) in J&K State as on 31.03.2014** against its total deposits of ₹45,187.18 Crore, thereby achieving a **C. D. Ratio of 43.92% (43.43% without including the mid-corporate advances of ₹220.34 Crore) and surpassing state level C.D. Ratio target of 40%.** This is against CD Ratio of 38.88% as on corresponding date of the previous year indicating remarkable increase of **5.04%** YoY basis ( **4.55% without including the mid-corporate advances of ₹220.34 Crore**). The other major Public Sector Banks, viz. SBI & PNB have made advances of ₹4,811.42 Crore (**including mid-corporate advances of ₹2,079.43 Crore**) and ₹1,563.65 (**including mid-corporate advances of ₹637.74Crore**) Crore respectively against their deposits of ₹9,416.28 Crore and ₹4,510.13 Crore, achieving a C.D. Ratio of 51.10% (**29.01% without including the mid-corporate advances of ₹2,079.43 Crore**) and 34.67%(**20.53% without including the mid-corporate advances of ₹637.74 Crore**), respectively, as on 31<sup>st</sup> March, 2014. The remaining 20 Public Sector Banks put together have advanced ₹2,043.22 Crore against their total deposits of ₹4,424.04 Crore, which works out to a C. D. Ratio of 46.18%.

The J&K Grameen Bank (JKGB) has made advances of ₹1,030.66 Crore as on 31.03.2014 against total deposits of ₹2,407.43 Crore, thereby achieving a C. D. Ratio of 42.81%. This is against CD Ratio of 39.67% on the corresponding date of the previous year indicating increase of 3.14% YoY basis. The Ellaquai Dehati Bank (EDB) has made advances of ₹370.04 Crore against total deposits of ₹795.64 Crore, thereby

achieving a CD Ratio of 46.51%. EDB has marginally improved its CD ratio by 0.43% on YoY basis **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 ₹1,400.70 Crore against their total deposits of ₹3,203.07Crore, which works out to a C.D. Ratio of 43.73% as on 31<sup>st</sup> March 2014.

The ten Cooperative Banks together have advanced ₹1,032.58 Crore against their total deposits of ₹2,969.24 Crore, thereby achieving C. D. Ratio of 34.78% as on 31<sup>st</sup> March 2014.

The Sub-Sector–wise share in total Priority Sector outstanding as on 31<sup>st</sup> March 2014. 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	4896.58	16545.46	29.59
2	Micro & Small Enterprises	8836.68		53.41
3	Education	257.89		1.56
4	Housing	1955.10		11.82
5	Others	599.21		3.62

While analyzing the Priority Sector advances it is observed that the Micro & Small Enterprises sector dominates other sectors by absorbing major share of ₹8,836.68 (53.41%) Crore followed by Agriculture, Housing, and Others sector with an amount of ₹4,896.58 Crore (29.59%), ₹1,955.10 Crore (11.82%), ₹599.21 Crore (3.62%) respectively and the lowest share of ₹257.89 (1.56%) 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 31.03.2014**

As desired by house in 91<sup>st</sup> Meeting of J&K SLBC held on 16<sup>th</sup> December 2013 the District-wise gross NPAs outstanding as on 31<sup>st</sup> March 2014 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	7834.32	353.73	4.52	JKB, PNB, SBI, BMC Bank, JKSCB, UCO Bank
2	Ganderbal	479.73	19.86	4.14	JKB, SBI
3	Baramulla	2061.60	72.78	3.53	JKB, BCC Bank, JKGB, SBI
4	Bandipora	410.05	13.30	3.24	JKB, SBI
5	Anantnag	1588.97	37.22	2.34	JKB, SBI, ACC Bank
6	Kulgam	495.82	7.24	1.46	ACC Bank, SBI, JKB
7	Pulwama	1182.17	28.49	2.41	JKB, SBI, SFC
8	Shopian	639.38	8.38	1.31	JKB, SBI
9	Budgam	1036.66	28.14	2.71	JKB, SBI, JKSCB
10	Kupwara	851.11	32.91	3.87	JKB, BCC Bank, SFC, SBI
11	Poonch	290.67	34.04	11.71	JCC Bank, JKGB, SBI, JKB
12	Rajouri	512.50	18.46	3.60	JCC Bank, JKGB, SBI, JKB
13	Jammu	7298.52	488.10	6.69	JKB, PNB, SBI, JKGB
14	Samba	1212.42	70.67	5.83	SBI, PNB, JKB
15	Udhampur	671.59	48.50	7.22	SBI, SBP, JCC Bank
16	Reasi	366.86	10.72	2.92	SBI, JCC Bank
17	Kathua	1180.03	57.83	4.90	PNB, SBI, JKGB, JKB
18	Doda	276.82	7.36	2.66	SBI, JKB
19	Ramban	181.06	9.00	4.97	JCC Bank, SBI
20	Kishtwar	167.08	6.57	3.93	JCC Bank, SBI, JKB
21	Leh	334.82	9.05	2.70	SBI, SFC, JKSCB
22	Kargil	186.74	6.63	3.55	SBI
	<b>Total</b>	<b>29258.92</b>	<b>1368.98</b>	<b>4.68</b>	

**District-wise Analysis(Quantum-wise)**

- The gross NPA ratio of all banks operating in state as on 31<sup>st</sup> March 2014 is 4.68%.
- From the figures tabulated above it is observed that Jammu District is badly hit having ` 488.10 Crore Gross NPA outstanding as on 31.03.2013 followed by Srinagar (` 353.73 Crore), Baramulla (` 72.78 Crore), Samba (` 70.67 Crore) and Kathua (` 57.35 Crore).
- All other districts have gross NPAs below ` 50.00 Crore with District Kishtwar having lowest ` 6.57 Crore of Gross NPAs outstanding as on 31.03.2014

**District-wise Analysis (%age wise)**

- Analyzing the position on the basis of %age of Gross NPAs to Gross Advances outstanding as on 31<sup>st</sup> March 2014, Poonch district has the highest 11.71% of gross

NPAs outstanding followed by Udhampur (7.22%), Jammu (6.69%) and Samba (5.83%). All other districts have Gross NPA %age less than 5% as on 31.03.2014.

**District Shopian has the lowest 1.31% of gross NPAs outstanding as on 31.03.2014**

**Bank-Wise Analysis(Quantum-wise)**

- JK Bank has the highest amount of gross NPAs outstanding as on 31<sup>st</sup> March 2014 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 31<sup>st</sup> March 2014 in 6 districts viz 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.
- In District Kulgam , ACC bank has the highest amount of gross NPAs outstanding as on 31<sup>st</sup> March 2014

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 `1,368.98 Crore in the State at the end of March 2014, the amount of three major banks, i.e. J&K Bank, SBI and PNB is to the tune of `417.31 Crore, `212.94 Crore and `154.40 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: 93.14**

**Credit delivery to Micro, Small and Medium Enterprises (MSMEs) as at the end of March 2014:**

In terms of GoI, MoF, DFS, letter F.No.21/01/09-Dev dated 12<sup>th</sup> 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 31<sup>st</sup> March 2014 is given hereunder:

- Banks have sanctioned working capital loans (new) to the extent of `2,933.09 Crore in favour of 62,342 beneficiaries and incremental working capital loans of `1,646.89 Crore in favour of 13,921 existing units.
- Banks in the State have so far restructured 6,930 MSMEs accounts involving an amount of `611.49 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 `2,246.49 Crore in favour of 48,693 beneficiaries.
- Auto loans have been sanctioned to the extent of `2,821.94 Crore in favour of 97,032 beneficiaries.

Details of bank-wise cumulative achievements under aforesaid MSMEs package as at the quarter ended of March 2014 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 31.03.2014**

Under the Credit Guarantee Fund Trust Scheme for MSMEs, the banks operating in J&K State have disbursed an amount of `**529.77** Crore in favour of **27,033** beneficiaries upto 31<sup>st</sup> March 2014, which includes `**246.41** Crore disbursed in favour of **16, 632** beneficiaries during FY 2013-14 as compared to cumulative amount of `**283.36 Crore** in favour of **10,401** beneficiaries disbursed up to corresponding date of the previous year thus registering YoY growth of **87%**.

**Major contributors are J&K Bank `245.29 Crore (46%) and State Bank of India `145.55 Crore (27%), PNB `75.15(14%)**

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

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

**AGENDA ITEM NO: 93.15**

**A) Opening of specialized branches in MSME clusters:**

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

A) The 15<sup>th</sup> 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 RPCD (JMU) No.397/03.01.24/2013-14 dated October 8, 2013 have conveyed that the 15<sup>th</sup> Standing Advisory Committee on flow of Credit to MSME, in the meeting held on August 06, 2013, 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 units. 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.**

**SLBC has already uploaded the list of MSME Clusters and SFURTI clusters of KVIC on its website. The banking services to five SFURTI Clusters have already been provided by J&K Bank by designated branches.**

**Banks may inform the house the progress made in providing banking services to the six MSME clusters as identified by Ministry of Micro & Small & Medium enterprises, GOI by opening of specialized branches in these clusters.**

**House may deliberate the issue**

**AGENDA ITEM NO: 93.16**

**Flow of Credit in Minority Concentrated Districts:**

In terms of Reserve Bank of India guidelines issued under 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 ` **219.99** Crore spread over **9,784** accounts as on 31<sup>st</sup> March 2014 as compared to amount outstanding of ` **194.88** Crore in favour of **8,437** beneficiaries for the corresponding period 31.03.2013 indicating an increase of **13%** YoY basis in financial terms.

**Break up is given below:**

(Amount in Crores of `)

Serial	Name of community	No. of Accounts		Amount outstanding	
		31.03.2013	31.03.2014	31.03.2013	31.03.2014
	<b>Christians</b>	3	3	0.10	0.06
	<b>Muslims</b>	1377	1760	38.53	37.95
	<b>Buddhists</b>	5420	7122	140.67	150.68
	<b>Sikhs</b>	9	11	0.42	0.51
	<b>Zoroastrians</b>	0	0	0	0
<b>A</b>	<b>TOTAL</b>	<b>6809</b>	<b>8896</b>	<b>179.72</b>	<b>189.20</b>
<b>B</b>	<b>Others</b>	<b>1628</b>	<b>888</b>	<b>15.16</b>	<b>30.79</b>
<b>C</b>	<b>Total Priority Sector Advances (A+B)=C</b>	<b>8437</b>	<b>9784</b>	<b>194.88</b>	<b>219.99</b>
<b>D</b>	<b>Share of A out of C (in %)</b>	<b>80.70</b>	<b>90.92</b>	<b>92.22</b>	<b>86.00</b>

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

**AGENDA ITEM NO: 93.17**

**Performance review of LDMs/ DLRCs & DCCs**

The High Level Committee (HLC) of RBI to review Lead Bank Scheme has recommended that “various foras 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 86<sup>th</sup> 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 all the 22 LDMs. The detailed statement of DLRC / DCC meetings conducted during the quarter ended 31<sup>st</sup> March 2014 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 31<sup>st</sup> March 2014 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
<b>Lead Districts of J&amp;K Bank</b>				<b>Lead Districts of SBI</b>			
1	Srinagar	44.75	...	13	Samba	54.35	...
2	Ganderbal	64.39	...	14	<b>Jammu</b>	<b>32.72</b>	Low CD Ratio
3	Baramulla	66.53	...	15	<b>Udhampur</b>	<b>28.85</b>	Low CD Ratio
4	Bandipora	54.34	...	16	<b>Reasi</b>	<b>26.02</b>	Low CD Ratio
5	Anantnag	54.22	...	17	<b>Kathua</b>	<b>39.40</b>	Low CD Ratio
6	Kulgam	62.61	...	18	<b>Doda</b>	<b>23.47</b>	Low CD Ratio
7	Pulwama	72.95	...	19	<b>Ramban</b>	<b>23.15</b>	Low CD Ratio
8	Shopian	107.69	...	20	<b>Kishtwar</b>	<b>19.97</b>	Low CD Ratio
9	Budgam	70.00	...	21	<b>Leh</b>	<b>21.02</b>	Low CD Ratio
10	Kupwara	57.18	...	22	<b>Kargil</b>	<b>23.76</b>	Low CD Ratio
11	<b>Poonch</b>	<b>18.86</b>	Low CD Ratio				
12	<b>Rajouri</b>	<b>24.17</b>	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 the 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: 93.18

#### **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 91<sup>st</sup> Meeting held on 16<sup>th</sup> 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 and also impart them skill development 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:

<b>J&amp;K Bank</b> <b>Allocated region Kashmir</b>	<b>SBI</b> <b>Allocated region Ladakh</b>	<b>PNB</b> <b>Allocated region Jammu</b>
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. Bank has also taken the matter of allotment of land for housing FTC in Ladakh with Commissioner/ Secretary Agriculture Production Deptt., J&K Government.	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: 93.19**

**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 27<sup>th</sup> September, 2013, was deliberated and approved for implementation by J&K SLBC in its 91<sup>st</sup> Meeting held on 16<sup>th</sup> 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, Ministry of Textiles (MoT) and NABARD on 28<sup>th</sup> September 2013 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, JCC Bank and BCC Bank, to Gol, Ministry of Textiles (MoT) through NABARD. The said claim stands sanctioned by Gol 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	<b>880153</b>	<b>97795</b>	<b>977948</b>
02	SBI	<b>861722</b>	<b>95746</b>	<b>957468</b>
03	PNB	<b>545726</b>	<b>60636</b>	<b>606362</b>
04	J&K Grameen Bank	<b>306954</b>	<b>34105</b>	<b>341059</b>
05	Jammu Central Coop. Bank	<b>140962</b>	<b>15663</b>	<b>156625</b>
06	Baramulla Central Coop. Bank	<b>312000</b>	<b>35000</b>	<b>347000</b>
	<b>Total</b>	<b>3047517</b>	<b>338945</b>	<b>3386462</b>

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: 93.20**

**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 No. DAHJ/Tech-308 /5017-18 dated 12.07.2013, were approved by J&K SLBC in its 91<sup>st</sup> meeting held on 16<sup>th</sup> 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: 93.21**

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

The J&K SLBC in its 92<sup>nd</sup> meeting held on 10<sup>th</sup> March 2014 approved Constitution of Sub-Committee of SLBC for State Rural Livelihood Mission (SRLM) with the following members on its board:

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

The Sub-Committee could not meet till date due to the pre-occupation of State Government functionaries with the parliamentary elections. However, the first meeting of the Sub-Committee is expected to be held immediately after SLBC meeting.

**This is for the information of the house.**

**AGENDA ITEM NO: 93.22**

**ANNUAL CREDIT PLAN FOR CFY (2014-15)**

In adherence to the time-schedule for preparation and launch of ACP as envisaged in the relevant RBI guidelines to ensure that District Credit Plans are prepared on time enabling the banks to make it a part of their respective business plans, the District Credit Plans (DCPs) for the Financial Year 2014-15 have already been received from the Lead Districts offices of J&K State.

On the basis of the DCPs the consolidated Annual Credit Plan for J&K State for the FY 2014-15 for all banks operating in the State has been arrived at ` **19,993.88** Crore for **8,82,801** beneficiaries, which is ` **3,671.19** Crore more than the ACP target for FY 2013-14 (envisaging an increase of **22.49%** over previous years ACP target).

The Sector-wise description of the same is given below for information of the house:

(No. in Actuals & Amount in Rs. Crores)

Sector	S. No.	Sub-Sector	Previous year ACP 2013-14		Achievements up to end of March 2014		% age	Proposed ACP - 2014-15		Financial Growth over last year's ACP (%)
			A/C	Amount	A/C	Amount		A/C	Amount	
Priority	1	Agriculture	391773	3212.99	168209	2033.93	63	418133	4004.55	25
	2	MSE	134362	3572.86	69748	2079.52	58	143623	4195.14	17
	3	Education	10916	417.53	4358	80.02	19	14024	541.78	30
	4	Housing	33124	2040.33	33642	972.27	48	38771	2450.83	20
	5	Others	43314	898.77	30962	534.41	59	59340	1271.80	42
		<b>Sub Total</b>	<b>613489</b>	<b>10142.46</b>	<b>306919</b>	<b>5700.15</b>	<b>56</b>	<b>673891</b>	<b>12464.10</b>	<b>23</b>
Non-Priority	6	Heavy Industries	2639	829.60	94	450.66	54	2980	979.37	18
	7	Medium Industries	11516	566.28	881	205.35	36	14288	711.81	26
	8	Education	2912	310.64	154	5.35	2	3709	404.12	30
	9	Housing	4355	858.93	1618	103.72	12	5239	1047.30	22
	10	Others	146323	3614.78	103822	3802.35	105	182694	4387.18	21
		<b>Sub-total</b>	<b>167745</b>	<b>6180.23</b>	<b>106569</b>	<b>4567.43</b>	<b>74</b>	<b>208910</b>	<b>7529.78</b>	<b>22</b>
<b>Grand Total</b>			<b>781234</b>	<b>16322.69</b>	<b>413488</b>	<b>10267.58</b>	<b>63</b>	<b>882801</b>	<b>19993.88</b>	<b>22</b>

The Annual Credit Plan 2014-15 has been prepared by SLBC Secretariat by consolidating District Credit Plans (DCPs) prepared by Lead District Managers after giving due consideration to Potential Linked Plan (PLP) prepared by NABARD.

The target for priority sector credit under ACP 2014-15 has been fixed at ` 12,464.10 Crore envisaging an increase of 23% of ACP 2013-14 under the said sector.

The target under Non-Priority Sector under ACP 2014-15 has been fixed at ` 7,529.78 Crore envisaging an increase of 22% of ACP 2013-14 under the said sector.

**LBS-MIS-I, District-wise and Bank-wise are enclosed as [Annexure-P](#), [Annexure-P1](#) and [Annexure-P2](#).**

**House is requested to adopt the ACP 2014-15 for implementation.**