

SEGMENT-1 (REVISION)

**CONFIRMATION OF MINUTES OF
93rd MEETING OF J&K SLBC HELD ON 22nd MAY 2014**

The minutes of 93rd meeting of J&K SLBC held on 22nd May 2014 at Srinagar to review the performance / achievements of the banks / financial institutions, operating in the State for the financial year 2013-14, were webcast on the website of J&K SLBC www.jkslbc.com and also circulated among the members vide J&K SLBC office reference No. LBD/SLBC-93/2014-123 dated June 12, 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>73 (b) 18.06.2008</p>	<p>Removal of legal hurdles to enforce SARFAESI Act in J&K State</p>	<p>In the Special SLBC meeting held on 8th May 2013 at Srinagar, on the eve of visit of Hon'ble Governor, RBI to J&K State, the Hon'ble Chief Minister J&K State, emphasized upon the need for providing adequate comfort and protection to the lending institutions by way of necessary legislative backup against loan defaults. He 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>The issue came up for discussions continuously in 89th, 90th, 91st, 92nd and 93rd meeting of J&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.</p> <p>In the previous 93rd meeting of J&K SLBC, the minutes whereof stands already circulated among the members, the Principal Secretary Finance Mr. B. B. Vyas informed the house that the State Government is in the process of making appropriate amendments in the J&K State Transfer of Property ACT, 1977 by way of incorporating provisions similar to the provisions of Section 13 (4) of the SARFAESI Act. He stated that exercise to identify the areas that require amendments has already been completed for carrying out appropriate modifications in the State laws. He further informed that State Government is in the process of giving final shape to the proposal for making specific amendments in the existing law in consultation with the Law/Revenue Departments, keeping in view the interests of all the stake holders.</p>

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

2) Plans for Corporate Social Responsibility of Banks:

Agenda Item/ Date of SLBC	Summary of decisions/ Action points.	Action taken / Status
<p>Special SLBC meeting dated 8.5.2013</p>	<p>In the Special SLBC meeting held on 8.5.2013 at Srinagar, the Hon'ble Chief Minister of J&K State pointed out that J&K Bank has taken up a number of projects under their Corporate Social Responsibility (CSR) commitment in the State. He desired that other banks operating in the State should follow the suit and chalk out their CSR plans by the time the next SLBC meeting is convened and present the same in the meeting. The plans should include proposals of skill development of people of the State, which will have a very positive impact over the general population of the State and will also reiterate commitment of these banks in the State as well.</p> <p>The issue again came up for discussion in the 89th SLBC meeting held on 6.6.2013 and then in 91st SLBC meeting held on 16th December 2013 wherein after threadbare discussions on the issue it was decided as under:</p> <ul style="list-style-type: none"> • All the Commercial Banks, except those having very small number of branches in J&K State, shall immediately prepare the CSR plans for J&K State for the Current Financial Year, with focus on skill development activities, and submit the same to Convenor, J&K SLBC forthwith. • Convenor, SLBC shall consolidate the said CSR plans and submit the consolidated CSR Plan of J&K State to Reserve Bank of India to comply with the directives of Governor, Reserve Bank of India. • The House approved a Sub-Committee under the Convenorship of NABARD with members from three banks viz J&K BANK, SBI and PNB. The Committee should come up with concrete and viable ideas on the CSR issue before the next SLBC. 	<p>The 1st meeting of the Sub-Committee of SLBC to monitor CSR initiatives taken by banks in J&K State was convened by NABARD on 10th 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 92nd meeting of SLBC held on 10th March 2014 and after threadbare discussions it was decided as under:</p> <ul style="list-style-type: none"> • All the Commercial Banks, except those having very small network of branches in J&K State, shall immediately prepare the CSR plans for J&K State and disclose their allocations under CSR in physical and financial terms to Sub-Committee of SLBC on CSR. <p><u>LATEST UPDATE</u></p> <p>The Sub-Committee of SLBC on CSR held its 2nd meeting on 10th July 2014 under the Chairmanship of CGM NABARD. The Committee was of the view that:</p> <ul style="list-style-type: none"> • Pooling of resources was not feasible option because each bank wants to maintain separate identify on CSR front. • Banks could work on a few select themes each year for creating visible impact of CSR in the State, instead of spending resources on scattered activities. <p>The Minutes of the meeting were circulated among the members on August 5, 2014 and a copy of the same is enclosed for the information of the members</p>

The house may deliberate the issue.

Encl: minutes of meeting of Sub-Committee of CSR (2 Pages)

3) Annual Credit Plan 2014-15-Approval & Implementation

The Annual Credit Plan of `19,993.88 Crore for CFY (2014-15) envisaging total priority sector credit target of `12,464.10 Crore spread over 6,74,773 beneficiaries and Non-Priority Credit target of `7,529.78 Crore spread over 2,08,685 beneficiaries was approved by J&K SLBC in its 93rd meeting held on 22nd May 2014, for implementation in the State.

The approved District-wise Plan has been circulated among all the Lead District Managers for allocation of targets to individual banks operating in their respective districts. Given hereunder is the district-wise bifurcation of ACP 2014-15.

(Amt. in Crores of Rs)

S.NO	NAME OF DISTRICT	PRIORITY SECTOR		NON- PRIORITY SECTOR		TOTAL CREDIT PLAN PRIORITY + NON-PRIORITY SECTOR	
		TARGET		TARGET		TARGET	
		A/C	AMT.	A/C	AMT.	A/C	AMT.
1	SRINAGAR	75595	1977.94	39562	2020.56	115157	3998.50
2	GANDERBAL	17222	238.25	5306	195.44	22528	433.68
3	BARAMULLA	51395	1105.38	12004	387.99	63399	1493.37
4	BANDIPORA	8734	221.68	1180	45.05	9914	266.74
5	ANANTNAG	47695	682.55	8752	181.00	56447	863.55
6	KULGAM	19095	419.32	2072	60.45	21167	479.76
7	PULWAMA	38097	813.85	3465	89.90	41562	903.75
8	SHOPIAN	15540	440.45	7443	90.00	22983	530.45
9	BUDGAM	27358	365.72	4418	122.23	31776	487.95
10	KUPWARA	23347	400.68	11181	115.22	34528	515.90
SUB-TOTAL KASHMIR REGION		324078	6665.82	95383	3307.83	419461	9973.65
11	POONCH	13093	160.80	3886	125.72	16979	286.52
12	RAJOURI	31329	280.58	15171	247.33	46500	527.92
13	JAMMU	149489	3046.08	65416	2603.99	214905	5650.08
14	SAMBA	34659	673.01	3523	170.64	38182	843.65
15	UDHAMPUR	21387	358.87	2760	177.17	24147	536.05
16	REASI	22979	220.85	4101	105.31	27080	326.16
17	KATHUA	39499	471.55	4061	362.59	43560	834.14
18	DODA	9069	140.62	1610	87.30	10679	227.92
19	RAMBAN	6686	105.89	1948	64.16	8634	170.05
20	KISHTWAR	6185	116.87	3565	46.75	9750	163.62
SUB-TOTAL JAMMU REGION		334375	5575.13	106041	3990.98	440416	9566.11
21	LEH	10594	117.02	5168	186.87	15762	303.89
22	KARGIL	5726	106.14	2093	44.10	7819	150.24
SUB-TOTAL LADAKH REGION		16320	223.16	7261	230.97	23581	454.13
GRAND TOTAL(J&K STATE)		674773	12464.10	208685	7529.78	883458	19993.88

This is for the information of the house.

SEGMENT – 2 (FINANCIAL INCLUSION / THRUST AREAS)

AGENDA ITEM NO: 94.01

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**

Financial Inclusion Plan 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 Households Covered/ Financial Inclusion Accounts opened upto 30th June 2014 is tabulated below:

S. No	Name of FIP participating Bank	No. of Villages allocated by J&K SLBC	Progress of coverage position as on 30 th June 2014	No. of households to be covered	No. of House Holds covered upto 30 th June 2014	%age Ach.	No. of Addl. F.I. A/Cs opened upto 30 th June 2014	Total FI A/Cs opened in 795 villages upto 30 th June 2014
1	J&K Bank	536	536	347237	285660	82	0	285660
2	SBI	95	95	42750	36895	86	0	36895
3	PNB	34	34	22436	15759	70	0	15759
4	JKGB	95	95	34288	34288	100	25835	60123
5	EDB	35	35	17286	17286	100	12328	29614
	TOTAL	795	795	463997	389888	84	38163	428051

In 91st meeting of J&K SLBC, the issue of providing banking services to the village Malikote Tehsil Mahore District Reasi and coverage of some other 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	Status
01	Malikote	Reasi	J&K Bank	Covered
02	Tambis	Kargil	J&K Bank	Covered
03	YourBaltak	Kargil	J&K Bank	Covered
04	Thasgam Thevena	Kargil	J&K Bank	Covered
05	Lankerche	Kargil	J&K Bank	Covered
06	Minjee	Kargil	SBI	Not Covered
07	Choskore	Kargil	SBI	Not Covered
08	Pashkum	Kargil	SBI	Not Covered

While J&K Bank has provided coverage to the allocated 5 villages tabulated above SBI is yet to cover the allocated villages.

The representative of State Bank of India in the meeting of Steering Sub-Committee of J&K SLBC to monitor IT enabled Financial Inclusion, FLCCs and Credit Plus activities in J&K State held on 24th June 2014 at Reserve Bank of India, Office, Srinagar, informed that the issue of providing coverage to the villages, which were left out during Swabhimaan Campaign/ Financial Inclusion Plan Phase-I and allotted to SBI, is under the active consideration of Financial Inclusion Department of the Bank. It was assured to the forum that coverage to the said villages shall be provided by **15th July 2014**. The SLBC Secretariat has not received the progress report in the matter as yet.

The representative of State Bank of India to inform the latest status of coverage of three allocated unbanked villages.

The House may record the progress and deliberate.

(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 five 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 June 2014 is given below for information of the house:

S. No.	Name of the FIP Participating Bank	Total No. of villages allocated	Target/ Plan for coverage of villages				Cumulative Progress upto 31.03.2014	Q1 Ach. (FY 2014-15)	Cumulative Progress upto 30.06.2014	%age Ach. viz-a-viz Cumulative Targets upto 31.3.2015
			31 st Mar. 2013	31 st Mar. 2014	31 st Mar. 2015	Beyond March 2015				
1	J&K Bank	3271	1103	497	800	871	1696	296	1992	83
2	SBI	753	111	196	215	231	390	52	442	85
3	PNB	294	6	137	81	70	108	13	121	54
4	JKGB	1026	54	350	329	293	417	91	508	69
5	EDB	238	40	79	79	40	123	6	129	65
	TOTAL	5582	1314	1259	1504	1505	2734	458	3192	78

Against the target of 1504 villages set for financial year 2014-15, 458 villages were covered by the FIP Participating banks upto 30th June 2014 constituting 30% of the allocated target for the year.

Punjab National Bank needs to accelerate the progress.

All Banks had a cumulative target of **(1314+1259+1504) = 4077** villages to be accomplished by the end of March 2015, against which the banks have covered **3192** villages upto 30th June 2014, which is **78%** of the Cumulative target.

The detailed district-wise/ bank-wise progress as on 30.06.2014 is given in [Annexure-A](#).

The House may record the progress and deliberate.

AGENDA ITEM NO: 94.02

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 require that benefits and subsidies under various Government Schemes must be transferred electronically into the accounts of the beneficiaries and such basic banking accounts be opened by banks under Financial Inclusion to facilitate direct transfer of such benefits and subsidies.

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

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

- Mr. Ravi Magotra, Chief Financial Consultant in the Finance Department, J&K Government to henceforth look after the issue and work out basic modalities regarding implementation of EBT and Financial Inclusion.

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

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

Progress under the Project

The Electronic Benefit Transfer (EBT) Scheme which envisages direct transfer of benefits under various Social Security Schemes 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 beneficiaries successfully. The house, in 93rd meeting of J&K SLBC, was informed that the data validation in respect of remaining 16 Districts is under process and these districts shall be covered under the scheme very soon.

The Progress made under EBT Scheme was also reviewed in the meeting of Steering Sub-Committee of J&K SLBC to monitor IT enabled Financial Inclusion, FLCCs and Credit Plus activities in J&K State held on **24th June 2014** at Reserve Bank of India, Office, Srinagar wherein the representatives of J&K Bank, the Leader bank in all the 22 districts for implementation of the Scheme, informed that account validation in all

districts of J&K State is underway and till date **1,17,662** accounts have been received from various banks for validation. A total of **91,184** accounts have been validated out of **1,06,001** accounts received from J&K Bank whereas in respect of other banks, **2896** accounts have been validated out of **11,661** received accounts. **It was informed that overall account validation status is satisfactory but the progress in respect of banks other than J&K Bank is not up to the mark. It was further informed that State Bank of India and Punjab National Bank have not validated their accounts whereas the account validation of Grameen Bank has a high rate of rejection.** The representatives of these Banks were advised to expedite the account validation so that the process is completed positively by 15th of July, 2014.

The representative of J&K Bank, SBI, PNB and JKGB may inform the house the action taken in the matter

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

House may deliberate the issue

AGENDA ITEM NO: 94.03

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

Agriculture Production Department, Government of J&K, vide letter No: Agri/PC-100-II/2009-10 dated 17th July 2014 has forwarded the **revised targets** under KCC Scheme for J&K State which supersedes the earlier target of covering 10.17 lakh farm operating families (FOFs) who are interested to have KCCs.

The Division-wise revised targets under KCC scheme as forwarded by Agriculture Production Department vide above referred to letter are given below:

Particulars	Jammu	Kashmir	Total
Total No. of existing farm operating families(FOF's)	546790	605307	1152097
No. of FOF's who have not opted for KCC	87727	82921	170648
Remaining FOF's targeted for 100% KCC Coverage	459063	522386	981449

Progress viz-a-viz revised target

Timeline for 100% coverage of farmers in J&K State under Kissan Credit Card (KCC) Scheme	30th June 2014
Total farm operating families in J&K State who are interested in KCC Scheme as declared by Agriculture Department	981449
Progress upto 30th June 2014 (As reported by Banks)	773325
%age of Achievement	79%
Shortfall	208124

Extension in Timelines for accomplishing the target of 100% coverage under KCC Scheme in J&K State-Brief

In 85th 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.** Subsequently, in the 88th meeting of J&K SLBC held on 16.02.2013, Convenor SLBC

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 **30th of June 2013** . Again in 90th SLBC meeting held on August 29, 2013 the timeline was extended to **31st March 2014**.

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

The position of KCC Sponsored/ Sanctioned/ disbursed/ rejected/ pending with banks as on 30th June 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	666987	493406	363235	1676.49	156352	17229
KCC cases directly taken up by the Banks	279919	279919	257265	2370.14	0	0
Total	946906	773325	620500	4046.63	156352	17229

Upto the end of **June 2014**, banks have sanctioned a total number of **7, 73,325** KCCs in J&K State, against which **6,20,500** KCCs have been disbursed credit amounting to **`4,046.63** Crore. This includes **6,66,987** KCC cases sponsored by Agriculture Department, J&K Govt. to various banks operating in the State and **2,79,919** KCC cases taken up by the banks directly. As per the data received 1,56,352 cases have been rejected while 17,229 cases are pending for sanction with banks.

Total No. of KCC cases sanctioned works out to an achievement of about 79% of the revised target of 9.81 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	395061	773325	51	59256	
JKGB	116155		15	66714	
SBI	65361		8	6252	
EDB	59178		8	9525	
PNB	42812		6	4009	
JCC Bank	36437		5	5067	
BCC Bank	23799		3	974	
ACC Bank	14343		2	0	
Other Banks/FIs	20179		3	4555	
Total	773325				156352

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

Comparison of the data w. r. t. achievements under KCC Scheme at the end of June 2014, as submitted by Agriculture Production Department, J&K Government and Banks operating in J&K State

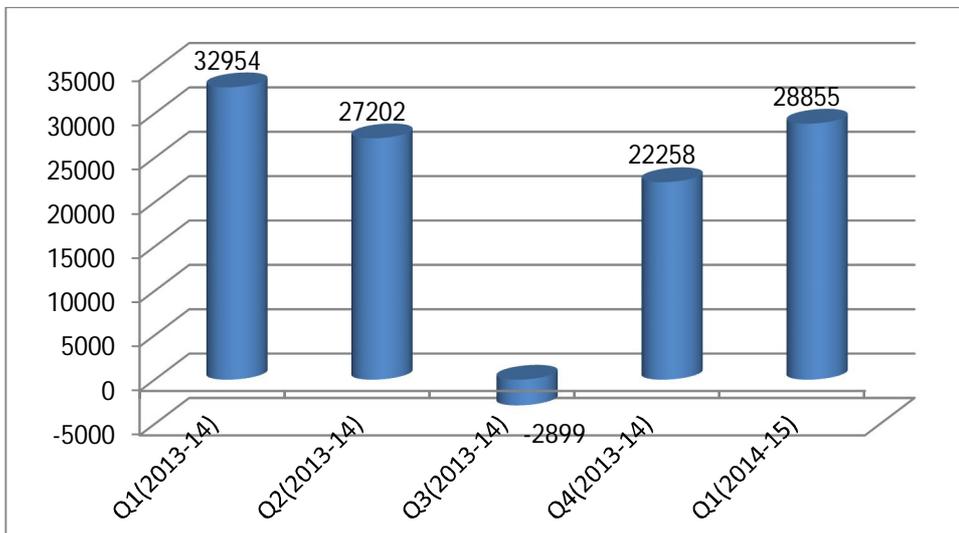
Particulars	Agriculture Deptt.	Banks		
		Progress against Sponsorship from Agri. Deptt.	Progress viz-a-viz KCC Cases directly taken up by Banks	Total
No. of KCC Cases Sponsored to Banks	830971	666987	279919	946906
No. of KCC Cases Sanctioned by the Banks	609728	493406	279919	773325
No. of KCC Cases Disbursed by the Banks	486620	363235	257265	620500
No. of KCC Cases rejected/ returned by the Banks	83880	156352	0	156352
No. of KCC Cases pending with the banks	137363	17229	0	17229

Quarterly progression under KCC Scheme (as per data received from banks)

Source Sponsorship of	Position as on 31 March 2013	FY 2013-14					FY 2014-15	
		KCCS issued during Q1	KCCS issued during Q2	KCCS issued during Q3	KCCS issued during Q4	Position as on 31 March 2014(Cumulative)	Fresh KCCS issued during Q1	Q1 Position Cumulative
Agriculture Deptt. Kashmir/Jammu	412621	28661	23539	-8695	15407	471533	21873	493406
Banks	252334	4293	3663	5796	6851	272937	6982	279919
Total	664955	32954	27202	-2899	22258	744470	28855	773325

*The KCC figure shows a decline from Q2 to Q3 of FY 2013-14. The reason being the rejection/return of 31,129 sanctioned cases by J&K Grameen bank during Q3 for the variety of reasons already placed before the house in 92nd Meeting of J&K SLBC. The Chairman JKGB informed the House that all the rejected cases were recalled and disposed off on merits.

Quarterly issuance of KCC Cards (Graphics)



Agriculture Production Deptt. J&K Govt. and banks may apprise the house the latest position on 100% coverage under KCC Scheme the timeline for which has already expired i. e 30th June 2014.

House is requested to deliberate the issue

AGENDA ITEM NO: 94.04

Branch Expansion Plan of Banks in J&K State:

In terms of the decision taken in the 89th meeting of J&K SLBC held on 6th June 2013 SLBC Secretariat consolidated the Branch Expansion Plan (BEP) of individual banks operating in J&K State for FY 2014-15. The consolidated BEP for FY 2014-15 (which also includes the Backlog of Previous Years BEP) for J&K State 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 thereof during the first quarter of Current financial year is given hereunder:

BEP 2014-15-Progress upto 30th June 2014

S. No.	Name of the Bank	Previous years Backlog	Fresh BEP for FY 2014-15	Total BEP for FY 2014-15	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 30.06.2014) out of Col. No. (4)	Branches opened in unbanked villages having population <10000
					No.	%age		
	(1)	(2)	(3)	(4)	(5)		(6)	(7)
		No.	No.	No.	No.	%age	No.	No. / %age
1	J&K Bank	43	75	118	52	44.07	17	11 (65%)
2	State Bank of India	19	9	28	8	28.57	0	0(0%)
3	Punjab National Bank	3	5	8	2	25.00	0	0(0%)
4	J&K Grameen Bank	24	8	32	4	12.50	0	0(0%)
5	Ellaquai Dehati Bank	12	13	25	14	56.00	0	0(0%)
6	HDFC Bank	4	3	7	2	28.57	1	0(0%)
7	SBP	2	0	2	0	0.00	0	0(0%)
8	Andhra Bank	0	2	2	0	0.00	0	0(0%)
9	Axis Bank	0	7	7	0	0.00	0	0(0%)
10	ACC Bank	2	0	2	0	0.00	0	0(0%)
11	IDBI Bank	1	2	3	0	0.00	0	0(0%)
12	OBC	2	1	3	0	0.00	0	0(0%)
13	Corporation Bank	3	3	6	0	0.00	0	0(0%)
14	Dena Bank	0	1	1	0	0.00	0	0(0%)
15	ICICI Bank	0	8	8	0	0.00	0	0(0%)
16	IOB	0	4	4	0	0.00	0	0(0%)
17	Urban Coop. Bank	0	3	3	0	0.00	0	0(0%)
	TOTAL	115	144	259	82	31.66	18	11(61%)

Detailed Branch Expansion Plan alongwith progress achieved upto 30.6.2014 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: 94.05

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 under Financial Literacy initiatives during Q1 of FY 2014-15 are given hereunder as per the revised reporting format of RBI:

Name of the Sponsoring Bank	No. of Literacy Camps undertaken during the quarter as per RBI Guidelines using Standardized Financial Literacy Material of RBI	No. of Persons participated in Literacy Camps during the quarter	Out of (3)No. of persons already having bank A/C at the time of attending the camp	Out of (3)No. of persons opened bank A/C after attending the camp	Out of (3) persons provided Credit Linkage	Out of (6) persons who started their business venture.
(1)	(2)	(3)	(4)	(5)	(6)	(7)
J&K Bank	144	13069	3750	3011	1986	1421
SBI	60	2272	1232	720	265	185
Total	204	15341	4982	3731	2251	1606

- A total of 15,341 persons have participated in 204 Financial Literacy Camps undertaken by 22 FLCs during the quarter ended June 2014.
- J&K Bank has provided services to 13,069 persons in 144 camps undertaken by its 12 FLCs during the quarter.
- SBI has provided services to 2,272 persons in 60 camps undertaken by its 10 FLCs during the said period.

- The activities undertaken by all the 22 FLCs during the quarter ended June 2014 have facilitated credit linkage to **2,251 entrepreneurs** out of which **1,606 entrepreneurs** have established their business ventures.

Financial Literacy awareness Camps should be convened in such a manner so that all the people participating in these camps are brought under the banking ambit and no person is left without having a bank account.

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 89th meeting of J&K SLBC held on 6th June 2013 all the banks having rural branches operating in the State were advised to ensure that their rural branches hold at least one financial literacy programme every month in terms of RBI guidelines and submit the same to Convenor Bank for being placed in the SLBC meetings for review. 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.

The Progress in conducting the Financial Literacy Camps by the rural branches of the banks during the quarter ended June 2014 is given hereunder:

S. No	Name of the Bank	No. of Rural Branches as on 31.03.2014	NO. of FL Camps required to be conducted as per regulatory requirement during the Quarter @ one camp per rural branch per month	Number of FL Camps Conducted during the quarter ended June 2014 using Standardized Financial Literacy Material of RBI	No. of Persons participated
1	JK Bank	400	1200	482	19633
2	SBI	86	258	90	5558
3	PNB	32	96	30	558
4	P&SB	3	9	3	150
5	UBI	2	6	1	35
6	OBC	5	15	5	110
7	CBI	4	12	4	84
8	Canara Bank	4	12	1	75
9	ICICI Bank	5	15	14	140
10	JKGB	165	495	202	8590
11	EDB	102	306	23	840
	Total	808	2424	855	35773

From the perusal of the data, it has been observed that only 11 banks tabulated above out of 18 scheduled Commercial banks, having rural branches, have conducted Financial Literacy Camps.

A total of 808 rural branches of eleven banks tabulated above should have conducted 2424 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 35% of the target.

Distribution of Standardized Financial Literacy Material

A sufficient quantity of Standardized Financial Literacy Material (consisting of Financial Literacy Guide, Financial Diary and Financial Literacy Posters) printed in three languages viz English, Urdu and Hindi has been provided to Financial Literacy Centers and rural branches of Banks in all the districts of the State for use at Financial Literacy Camps.

The District-wise and Bank-wise consolidated position whereof is given in [Annexure D1](#) & [D2](#).

Banks/ Lead District Managers may inform progress in the matter

House may deliberate the issue.

AGENDA ITEM NO: 94.06

- 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 banks assigned with Lead Bank responsibility 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 FY 2013-14	Total No. of persons trained during Q1 of PFY 2013-14	FY 2014-15 Q1 Performance		
						Total No. of persons trained during Q1 of CFY 2014-15	Out of (5) No. of trained persons provided credit Linkage	Out of (6) No. of credit linked persons who started their business ventures
	(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)
1	J&K Bank	12	12	5499	618	1265	239	239
2	SBI	10	10	1789	422	612	148	140
	TOTAL	22	22	7288	1040	1877	387	379

- A total of 1,877 persons were trained in all the 22 RSETIs during quarter ended June 2014 against the 1,040 persons trained during Q1 of previous financial year; YOY increase of 80%(837 persons increase).
- J&K Bank has provided training to 1,265 persons in its 12 RSETIs during Q1 of FY 2014-15 against 618 persons trained during corresponding quarter of previous financial year; YoY increase of 105%(647 persons increase)
- SBI has provided training to 612 persons in its 10 RSETIs during Q1 of FY 2014-15 against 422 persons trained during corresponding quarter of previous financial year; YoY increase of 45%(190 persons increase).
- Number of persons trained per RSETI during quarter ended June 2014 in respect of J&K Bank comes to 105 persons and in case of SBI the same is 61 persons.

In 91st Meeting of J&K SLBC held on 16th 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 239 persons out of 1,265 persons trained during Q1 of CFY and all the 239 persons have started their business establishments.**
- **SBI has provided credit linkage to 148 persons out of 612 persons trained during Q1 of CFY. Out of 148 persons to whom credit have been provided 140 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 31.07.2014

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.
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 at Sindoo Shirmal for RSETI Shopian has been allotted to Rural Development for subsequent lease to JKB RSETI Society.
6	Srinagar	Land not identified, yet.	No Land has been identified for RSETI Srinagar so far
7	Ganderbal	Land Identified, formal allotment awaited	Land identified at Pandach Ganderbal has been allotted in favour of Rural Dev. Deptt. for the purpose of RSETI Ganderbal. Lease deed is awaited.
8	Budgam	Land Identified, formal allotment awaited	Land measuring 10 kanals has been identified at Soibugh by District Administration. Formal allotment of land is awaited.
9	Bandipora	Land allotted/Possession taken by concerned bank	Land measuring 6 kanals & 18 marlas under khasra no:776 min(2marlas) 807 min(6 kanals & 18 marlas) has been identified at Ayatmullah, Bandipora and allotted in favour of the Institute by the District Administration. Possession of the same taken by RSETI institute. Construction of building plan is under process.
10	Kupwara	No alternative site has been identified yet	Land measuring 11 kanals & 3 marlas has been identified by District Administration at Gulgam Kupwara and allotted in favour of RSETI Kupwara. However, on demarcation/possession of land locals objected and disallowed the same. No alternative site has been identified so far for the purpose.

11	Rajouri	Land Identified, Formal allotment awaited	Land measuring 7 Kanals has been identified at Kallar, Rajouri 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 is awaited.

Status of land to SBI RSETIs-Position as on 31.07.2014

S. No.	RSETI Name	Status	Latest Position (Description)
1	Doda	Land Identified, formal allotment awaited	Land measuring 3 kanals, has been identified by Tehsildar for RSETI. The relative papers have been submitted by Tehsildar to Deputy Commissioner, Doda. The matter was discussed in DLRC meeting held on 30.12.2013 and Deputy Commissioner assured allotting the land at the earliest.
2	Jammu	Land Identified, formal allotment awaited	Director Rural Development Jammu vide their letter No: DRDJ/P&S/RSETI/571-14 dated 15.01.2014, has placed indent with AC (Revenue) Jammu. District Development Commissioner Jammu is monitoring the issue for immediate allotment of land to Director Rural Development so that they may hand over the land to RSETI. No further development has taken place.
3	Kathua	Alternative land not identified yet	Land identified earlier belonged to irrigation Department. DDC Kathua during the Local Advisory Committee meeting on RSETI has informed that PHE Department has refused to transfer the identified land to RSETI Kathua. No alternate land has been identified for RSETI Kathua.
4	Kargil	Land not Identified	Previously, the District administration sanctioned Land measuring 10 Kanals 1 Marla at Kumbathang, Kargil for the purpose and the same was 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	Land not yet identified yet. The ADC was requested for the identification of Land.
6	Leh	Land Identified, formal allotment awaited	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 the matter with the District Administration.
7	Ramban	Land Identified, formal allotment awaited	Land identified at village Tringla & Rakhgarog. No further development has taken place.
8	Reasi	Land Identified, formal allotment awaited	During the DLRC Meeting, DDC Reasi has issued instructions to Assistant Commissioner (Revenue) to issue possession letter for Site plan (Naksha) on priority basis for the land identified for the purpose. No further development has taken place.
9	Samba	Land Identified, formal allotment awaited	10 kanals of land under khasra no 676 at vill. Tapyal(Gagwal) has been identified for RSETI Samba and documents were submitted to Div. Commissioner Jammu by Addl. DC , Samba for further necessary action. Formal allotment of land is awaited.
10	Udhampur	Land Identified, formal allotment awaited	Land measuring 19 Kanals 11 Marla under Khasra no 724 min in villages Roun., Teh& Distt. Udhampur identified after joint visit of LDM Udhampur, concerned Tehsildar and revenue official (Patwari) settlement to the site. The relative papers for the allotment of Land have been sent to District Administration for authentication. Formal allotment is awaited.

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 14 districts but formal allotment has not been given to the concerned Sponsoring banks.
- Land has not been identified by Government in remaining 6 Districts viz Anantnag, Srinagar, Kupwara, Kathua, Kishtwar and Kargil

The net summarized position is given hereunder: Position as on 31.07.2014

Land allotted and possession given to banks	2 Districts
Land identified but formal allotment awaited	14 Districts
Land not identified yet	6 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: 94.07

Bank-wise/ Sector-wise/ Region-wise achievements in lending to Priority Sector/ Non-Priority Sector under Annual Credit Plan 2014-15 –Position as on 30th June 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 2014-15 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 2014-15 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.

As on 30th June 2014 **banks have extended total credit of ` 2,570.02 Crore in favour of 92,135 beneficiaries** (both under Priority as well as Non-priority Sector) against target of ` 19,993.88 Crore for 8,83,458 beneficiaries under Annual Credit Plan 2014-15, thereby registering achievement of **12.85%** in financial terms and **10.43%** in physical terms.

This includes Priority Sector credit of ` 1,340.95 Crore disbursed by banks in favour of **63,985** beneficiaries against the target of ` 12,464.10 Crore for **6,74,773** beneficiaries (**10.76%** achievement in financial terms and **9.48%** in physical terms) and Non-priority sector credit of ` 1,229.07 Crore in favour of **28,150** beneficiaries against target of

₹ 7,529.78 Crore for 2,08,685 beneficiaries (16.32% achievement in financial terms and 13.49% in physical terms).

The comparative statement of achievement of banks vis-à-vis their allocated annual targets at the end of Q1 of FY 2014-15 with Q1 of FY 2013-14 (YoY) is given hereunder:

Disbursement of credit to Priority Sector

(Amount in Crores of ₹)

Name of Bank	FY 2013-14			FY 2014-15		
	Target Annual)	Achievement (30.06.2013)	%age of Ach.	Target (Annual)	Achievement (30.06.2014)	%age of Ach.
J&K Bank	5891.03	1223.94	21	7036.58	841.11	12
SBI	1026.90	180.57	18	1266.50	154.24	12
PNB	642.17	67.85	11	816.86	47.17	6
Other Com. Banks	827.78	90.62	11	1139.26	114.15	10
Coop. Banks	496.45	68.45	14	670.01	69.08	10
RRBs	1254.33	88.93	7	1530.79	115.20	8
Other FIs	3.80	0.30	8	4.10	0.00	0
TOTAL	10142.46	1720.67	17	12464.10	1340.95	11

Disbursement of credit to Non-Priority Sector

(Amount in Crores of ₹)

Name of Bank	FY 2013-14			FY 2014-15		
	Target Annual)	Achievement (30.06.2013)	%age of Ach.	Target (Annual)	Achievement (30.06.2014)	%age of Ach.
J&K Bank	3643.76	689.13	19	4399.09	866.02	20
SBI	781.87	230.60	29	955.18	163.51	17
PNB	262.30	26.18	10	328.05	12.52	4
Other Com. Banks	1141.17	137.12	12	1430.91	139.22	10
Coop. Banks	127.35	15.42	12	155.98	15.85	10
RRBs	223.77	40.11	18	260.31	31.95	12
Other FIs	0	0	0	0.26	0.00	0
TOTAL	6180.22	1138.56	18	7529.78	1229.07	16

Consolidated achievement (Priority Sector + Non-Priority Sector)

(Amount in Crores of ₹)

Name of Bank	FY 2013-14			FY 2014-15		
	Target (Annual)	Achievement (30.06.2013)	%age of Ach.	Target (Annual)	Achievement (30.06.2014)	%age of Ach.
J&K Bank	9534.79	1913.06	20.06	11435.66	1707.13	14.93
SBI	1808.77	411.18	22.73	2221.68	317.75	14.30
PNB	904.48	94.03	10.40	1144.91	59.69	5.21
Other Com. Banks	1968.95	227.74	11.57	2570.17	253.37	9.86
Coop. Banks	623.80	83.87	13.45	826.00	84.92	10.28
RRBs	1478.10	129.05	8.73	1791.10	147.16	8.22
Other FIs	3.80	0.30	7.89	4.36	0.00	0.00
TOTAL	16322.69	2859.23	17.52	19993.88	2570.02	12.85

- Banks have achieved 11% of the target under Priority Sector at the end of June 2014 against 17% achievement under this sector as on corresponding date of the previous financial year i. e 30.06.2013.

- Under Non-Priority Sector banks have achieved 16% of the allocated targets as on 30.06.2014 as compared to 18% achievement under this sector as on corresponding date of the previous financial year i. e 30.06.2013.
- Though the percentage of achievement under Non-Priority sector is higher than percentage of achievement under Priority Sector, the disbursements during the Q1 of CFY under Priority Sector exceeded the disbursements made under Non-Priority Sector during the same period by ` 111.88 Crore.

SUB-SECTOR-WISE ANALYSIS OF PRIORITY SECTOR CREDIT:

Sub-Sector-wise credit dispensation under Priority Sector during Q1 of CFY i. e Position as on 30.06.2014

(Amount in Crores of `)

Name of the Sub-Sector	Target	Ach.	%age of Ach.	%age to total Ach.
Agriculture	4004.55	478.59	12	36
Micro & Small Enterprises	4195.14	484.12	12	36
Education	541.78	16.09	3	1
Housing	2450.83	196.59	8	15
Others	1271.80	165.57	13	12
Total	12464.10	1340.96	11	

- Out of total credit of ` 1,340.96 Crore disbursed by the banks during Q1 of the FY 2014-15 under Priority- Sector major share (` 962.71 Crore i.e. 72% of total disbursement) has gone to Agriculture & MSE sectors.
- Education Sector showing achievement of just 3% viz-a-viz allocated targets as on 30th June 2014 continues to receive the least share of 1% of the total credit disbursed under Priority Sector.

I) AGRICULTURE SECTOR:

Against the annual target of ` 4,004.55 Crore for 4,19,015 beneficiaries, banks have disbursed a total amount of ` 478.59 Crore in favour of 35,725 beneficiaries under Agriculture Sector upto 30th June 2014 thereby registering an achievement of 12% in financial terms and 8.53% in physical terms.

Out of this, an amount of ` 253.57 Crore has been disbursed in favour of 25,142 agriculturists under Crop Loan against target of ` 2187.36 Crore for 2,91,355

beneficiaries, thereby registering achievement of 11.60% in financial & 8.63% in physical terms.

The contribution of individual banks under Agriculture Sector 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	311.94	478.59	65.18
JK Grameen Bank	46.42		9.70
HDFC Bank	35.44		7.41
SBI	19.11		3.99
EDB	17.21		3.60
PNB	16.31		3.41
Other banks/FIs	32.16		6.72

(II) MICRO & SMALL ENTERPRISES SECTOR:

Against annual target of ` 4,195.14 Crore for 1,43,623 beneficiaries, banks have disbursed an amount of ` 484.12 Crore in favour of 13,436 beneficiaries upto the end of June 2014, thereby registering an achievement of 12% of the target in financial terms and 9.36% 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	239.63	484.12	49.50
SBI	85.46		17.65
EDB	30.14		6.23
PNB	24.27		5.01
HDFC Bank	17.84		3.69
JK Grameen Bank	17.22		3.56
ICICI Bank	11.63		2.40
JCC Bank	11.05		2.28
Other banks/FIs	46.88		9.68

(III) EDUCATION:

Against annual target of ` 541.78 Crore in favour of 14,024 beneficiaries banks have disbursed total amount of ` 16.09 Crore in favour of 666 beneficiaries during the quarter under review. This works out to just 3% achievement in financial terms and 4.75% 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	8.61	16.09	53.51
SBI	3.37		20.94
PNB	2.16		13.42
Other banks/FIs	1.95		12.12

(IV) HOUSING:

Against annual target of ` 2,450.83 Crore in favour of 38,771 beneficiaries banks have disbursed total amount of ` 196.59 Crore in favour of 6,482 beneficiaries upto 30th June 2014. This works out to an achievement of just 8% in financial terms and 17% 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	160.05	196.59	81.41
SBI	16.39		8.34
Other banks/FIs	20.15		10.25

(V) OTHER SECTOR

Against annual target of ` 1,271.80 Crore in favour of 59,340 beneficiaries banks have disbursed total amount of ` 165.57 Crore in favour of 7,676 beneficiaries during Q1 of CFY. This works out to an achievement of 13% in financial as well as 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	120.88	165.57	73.01
SBI	29.92		18.07
Other banks/FIs	14.77		8.92

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

Sub-Sector-wise credit dispensation under Non-Priority Sector during Q1 of CFY– Position as on 30.06.2014.

(Amount in Crores of `)

Name of the Sub-Sector	Target	Ach.	%age of Ach.	%age to total Ach.
Heavy Industries	979.37	189.21	19.32	15.39
Medium Industries	711.81	28.69	4.03	2.33
Education	404.12	1.28	0.32	0.10
Housing	1047.30	24.51	2.34	1.99
Others	4387.18	985.38	22.46	80.17
Total	7529.78	1229.07	16.32	

- Out of total Credit of `1,229.07 Crore disbursed by the banks during Q1 of CFY under Non-Priority- Sector major share (80.17%) has gone to other Sectors followed by Heavy Industries (15.39%) and Medium Industries (2.33%).
- Education Sector showing meager achievement of 0.32% as on 30th June 2014 viz-a-viz allocated target, has received the negligible share of 0.10% of the total credit disbursed under Non-Priority Sector.

I) HEAVY INDUSTRIES SECTOR:

Against annual target of `979.37Crore for 2,980 beneficiaries, banks have disbursed an amount of `189.21 Crore in favour of 9 beneficiaries under Heavy Industries Sector during the quarter under review thereby registering an achievement of 19.32% in financial terms and 0.30% in physical terms. The credit disbursement of `189.21 Crore under the sector has been made by J&K Bank alone.

II) MEDIUM INDUSTRIES SECTOR:

Against annual target of `711.81 Crore for 14,288 beneficiaries, banks have disbursed an amount of `28.69 Crore in favour of 37 beneficiaries under Medium Industries Sector upto 30th June 2014 thereby registering an achievement of 4.03% in financial terms and 0.26% in physical terms.

The major contributors are:

(Amt. in Crores of `)

Name of the Bank	Amount Disbursed	Total Disbursement under the Sector	%age to total disbursement
SBI	19.99	28.69	69.68
J&K Bank	8.55		29.80
Other banks/FIs	0.15		0.52

(III) EDUCATION:

Against annual target of ` 404.12 Crore in favour of 3,709 beneficiaries banks have disbursed a meager amount of ` 1.28 Crore in favour of 20 beneficiaries during the quarter under review. This works out to a dismal achievement of 0.32% in financial terms and 0.54% in physical terms. The disbursement of ` 1.28 Crore under the sector has been made by only two banks viz SBI (` 0.70 Crore) and J&K Bank (` 0.58 Crore)

(IV) HOUSING:

Against annual target of ` 1,047.30 Crore in favour of 5,239 beneficiaries banks have disbursed a paltry amount of ` 24.51 Crore in favour of 190 beneficiaries upto 30th June 2014. This works out to an achievement of 2.34% in financial terms and 3.63% 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	14.52	24.51	59.24
SBI	7.49		30.56
ICICI Bank	1.80		7.34
Other Banks/ FIs	0.70		2.86

(V) OTHER SECTOR

Against annual target of ` 4,387.18 Crore in favour of 1,82,469 beneficiaries banks have disbursed total amount of ` 985.38 Crore in favour of 27,894 beneficiaries upto 30th June 2014. This works out to 22.46% achievement in financial and 15.29% 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	653.16	985.38	66.29
SBI	135.34		13.73
HDFC Bank	81.09		8.23
JK Grameen Bank	26.03		2.64
Other Banks/ FIs	89.76		9.11

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

The Region-wise/ Sector-wise achievements upto 30th June 2014 vis-à-vis commitments for lending to Priority/Non-Priority Sectors under Annual Credit Plan 2014-15 are summarized below:

(Amount in Crores of `)

Region	Sector	Targets	Achievements	Achievement (%age)
Kashmir	Priority Sector	6665.81	704.36	10.57
	Non-Priority Sector	3307.83	548.92	16.59
	Total	9973.64	1253.28	12.57
Jammu	Priority Sector	5575.13	609.43	10.93
	Non-Priority Sector	3990.98	645.89	16.18
	Total	9566.11	1255.32	13.12
Ladakh	Priority Sector	223.16	27.16	12.17
	Non-Priority Sector	230.97	34.26	14.83
	Total	454.13	61.42	13.52
	Grand Total for the State	19993.88	2570.02	12.85

- Kashmir region has received a total credit of `1,253.28 Crore against target of `9,973.64 Crore, registering achievement of 12.57% as on 30.06.2014.
- In Jammu region an amount of `1,255.32 Crore has been disbursed during Q1 of CFY against the target of `9,566.11 Crore (13.12% achievement) as on 30.06.2014.
- In Ladakh region an amount of `61.42 Crore has been disbursed against the target of `454.13 Crore (13.52%) during the quarter under review.

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: 94.08

CREDIT UNDER GOVERNMENT SPONSORED SCHEMES

Region-wise / District-wise / Scheme-wise and Bank-wise performance of various Banks under Government Sponsored Schemes upto 30th June 2014:

Against Annual Action Plan 2014-15 target of ` **412.27 Crore** for **21,280 beneficiaries** for all banks operating in the State, the achievement at the end of June 2014 under five major Government Sponsored Schemes, viz. NRLM (SGSY), PMEGP, NULM (SJSRY), JKSES and SC/ST/OBC is of the order of ` **42.63 Crore** spread over **2,006 beneficiaries** in all the three regions of the State thereby registering a performance of **10%** of the target in financial and **9%** in physical terms against **8%** achievement in both financial & Physical terms as on corresponding date of the previous financial year.

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

1) REGION-WISE ANALYSIS OF ACHIEVEMENTS

(Amount in Crores of `)

Name of the Region	Target		Achievement		%age Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
Kashmir	14544	305.35	1397	30.98	10	10
Jammu	6039	88.68	593	11.00	10	12
Ladakh	697	18.24	16	0.65	2	4
Total 3 regions	21280	412.27	2006	42.63	9	10

i) KASHMIR REGION:

Banks have disbursed an amount of ` **30.98 Crore** to **1,397 beneficiaries** during the quarter ended June 2014 under five major Government Sponsored Schemes against annual target of ` **305.35 Crore** for **14,544 beneficiaries**, thereby achieving **10%** of the target in both financial and physical terms against achievement at `27.53 Crore to 1,781 beneficiaries (being achievement of 8% in financial & 9% in physical terms) for the corresponding period of the previous year.

ii) JAMMU REGION

Banks have disbursed an amount of ` **11.00 Crore** in favour of **593 beneficiaries** upto the end of June 2014 under five major Government Sponsored Schemes against annual target of ` **88.68 Crore** to **6,039 beneficiaries** which accounts for **12%** and **10%** achievement in financial and physical terms respectively, against achievement of ` 8.62 Crore to 560 beneficiaries (8% in financial and 6% physical terms) for the corresponding period of the previous financial year.

iii) LADAKH REGION

Banks have disbursed an amount of ` **0.65 Crore** in favour of **16 beneficiaries** during Q1 of CFY under five major Government Sponsored Schemes against annual target of ` **18.24 Crore** for **697 beneficiaries**, which works out to **4%** achievement in financial and **2%** in physical terms, against achievement of ` 3.19 Crore for 125 beneficiaries (Achievement of 23% in financial and 19% in physical terms) for the corresponding period of the last year.

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

The Bank-wise achievements in five major Central/ State Government Sponsored Schemes as on 30th June 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.	Physical Terms	Financial Terms
NRLM (SGSY)	3582	16.71	485	2.57	14	15
PMEGP	3209	115.81	316	13.85	10	12
JKSES	10146	240.63	991	24.18	10	10
NULM (SJSRY)	1382	21.25	132	1.60	10	8
SC/ST/OBC	2961	17.87	82	0.43	3	2
Total	21280	412.27	2006	42.63	9	10

NATIONAL RURAL LIVELIHOOD MISSION (NRLM)

Under NRLM against a target of ` **16.71 Crore** for **3,582 beneficiaries**, banks have disbursed an amount of ` **2.57 Crore** to **485 beneficiaries** (which includes 16 pending sanctioned cases of previous year) at the end of June 2014, which works out to achievement of **15%** in financial and **14%** in physical terms.

The contribution of individual banks is tabulated below:

(Amount in Crores of `)

Name of the Bank	Ach. Q1 (FY 2014-15)		Total Ach. Under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	408	2.16	485	2.57	84.12	84.05
SBI	60	0.31			12.37	12.06
EDB	9	0.04			1.86	1.56
PNB	4	0.03			0.82	1.17
BCCB	3	0.02			0.62	0.78
Syndicate Bank	1	0.01			0.21	0.39

From the data in Annexure G2 it is observed that 561 cases were sponsored to banks during Q1 of CFY viz-viz annual target of 3,582 cases, out of which 506 cases were sanctioned, 34 cases were rejected/ returned and 21 cases are pending for sanction with banks.

PRIME MINISTERS EMPLOYMENT GENERATION PROGRAMME (PMEGP)

Under PMEGP Scheme against the annual target of `115.81 Crore for 3,209 beneficiaries, banks during the quarter ended June 2014 have disbursed an amount of `13.85 Crore to 316 beneficiaries (which includes 244 sanctioned pending cases of previous year) for setting up of employment generating units thereby achieving 12% and 10% 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. Q1 (FY 2014-15)		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	217	9.78	316	13.85	68.67	70.61
JK Grameen Bank	26	1.20			8.23	8.66
SBI	14	1.04			4.43	7.51
PNB	24	0.98			7.59	7.08
ACC Bank	14	0.48			4.43	3.47
EDB	13	0.21			4.11	1.52
Other Banks/FIs	8	0.16			2.53	1.16

From the data in Annexure G3 it is observed that 328 cases were sponsored to banks during Q1 of CFY viz-viz annual target of 3,209 cases, out of which 111 cases were

sanctioned, 54 cases were rejected/ returned and 163 cases are pending for sanction with banks.

JAMMU & KASHMIR SELF EMPLOYMENT SCHEME (JKSES)

Under JKSES, banks have disbursed an amount of ` **24.18 Crore** (including ` **20.04 Crore** of previous year's pending cases) to **991 beneficiaries** at the end of June 2014 against annual target of ` **240.63 Crore** for **10,146 beneficiaries**, thus registering an achievement of **10%** in both financial and physical terms.

The contribution of individual banks is tabulated below:

(Amount in Crores of `)

Name of the Bank	Ach. Q1 (FY 2014-15)		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	834	20.51	991	24.18	84.16	84.82
SBI	41	0.99			4.14	4.09
EDB	20	0.73			2.02	3.02
JKGB	33	0.67			3.33	2.77
PNB	29	0.57			2.93	2.36
Other Banks/FIs	34	0.71			3.43	2.94

From the available data it is observed that **1,205** cases were sponsored to banks during Q1 of CFY viz-viz annual target of 10,146 cases out of which 350 cases were sanctioned, 78 cases were rejected/ returned and 777 Cases are pending with banks.

NATIONAL URBAN LIVELIHOOD MISSION (NULM)

Under NULM (modified form of the erstwhile SJSRY Scheme), banks have disbursed an amount of ` **1.60 Crore** to **132 beneficiaries** (which includes ` 1.26 Crore of previous year's 107 sanctioned cases) upto 30th June 2014 against annual target of ` **21.25 Crore** for **1,382 beneficiaries**, thus registering an achievement of **8% & 10%** in financial and physical terms respectively.

Major contributors are:

(Amount in Crores of `)

Name of the Bank	Ach. Q1 (FY 2014-15)		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	104	1.28	132	1.60	79	80
Other Banks/FIs	28	0.32			21	20

From the available data it is observed that 54 cases were sponsored to banks during Q1 of CFY viz-viz annual target of 1,382 cases, out of which 30 cases were sanctioned, 6 cases were rejected/ returned and 18 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 `0.43 Crore to 82 beneficiaries (which includes `0.26 Crore of previous year's 56 pending cases) upto 30th June 2014 against annual target of `17.87 Crore for 2,961 beneficiaries thereby registering an achievement of 2% & 3% in financial and physical terms respectively.

The contribution of individual banks is tabulated below:

(Amount in Crores of `)

Name of the Bank	Ach. Q1(FY 2014-15)		Total Ach. under the Sector		%age to total Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	57	0.30	82	0.43	70	70
Other Banks/ FIs	25	0.13			30	30

Against physical target of 2,961 units, 159 cases have been sponsored to banks during Q1 of CFY, out of which 61 cases were sanctioned, 8 cases were rejected and 90 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: 94.09

Performance under Handicrafts / Handlooms-Position as on 30th June 2014:

The Bank-wise achievement as on 30.06.2014 under these Schemes is given in the [Annexure-H](#), [Annexure-H1](#), [Annexure-H2](#) & [Annexure-H3](#).

Handicrafts/ Artisan Credit Card

Against target of ` **250.09 Crore** for **25,242 beneficiaries** set for banks under this sector for the FY 2014-15, banks have disbursed an amount of ` **22.59 Crore** to **2,585 beneficiaries** upto the end of Q1 of FY 2014-15, which includes 1,165 sanctioned cases of previous financial year, indicating an achievement of **9% in financial terms and 10% in physical terms**. Against physical target of **25,242** cases set for the FY 2014-15, **6,140** cases have been sponsored to various banks during the quarter under review, out of which **2,114** cases were sanctioned, **245** cases were rejected and **3,781** cases are pending with the banks for sanction.

Handlooms (Micro Credit Plan Scheme)

Against a target of ` **32.47 Crore** for **3,312 beneficiaries** set for banks for FY 2014-15, banks in J&K State have disbursed an amount of ` **2.40 Crore** to **307 beneficiaries** upto the end of Q1 of FY 2014-15, which includes **117** sanctioned cases of previous year indicating an achievement of 7% in financial terms and **9%** in physical terms. Against physical target of **3,312** cases set for the FY 2014-15, **726** cases have been sponsored to various banks during the quarter under review, out of which the banks have sanctioned **251** cases, **28** cases were rejected and **447** cases are pending with the banks for sanction.

Handlooms (weavers Credit Card Scheme)

An amount of ` **0.17 Crore** has been disbursed by banks under weavers Credit Card Scheme in favour of **17 weavers** (against the Financial & Physical target of ` **14.17 Crore** & **1,672** respectively) indicating an achievement of **1%** in both financial and physical terms. Under weavers Credit Card Scheme **75** cases were sponsored to banks during the quarter under review, against which **39** cases have been sanctioned by the banks, **2 case** returned/ rejected and **34** cases are pending with various banks.

The house is requested to deliberate.

AGENDA ITEM NO: 94.10

Monitoring of flow of credit for livestock and fisheries sector:

Animal/ Sheep Husbandry Department, Government of J&K, 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 and 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 90th SLBC meeting held on 29th 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 on regular basis.

The data received from LDMs upto 30th June 2014, is enclosed for information of the members as [Annexure-I](#), [Annexure-I\(1\)](#), [Annexure-I\(2\)](#), [Annexure-I\(3\)](#), [Annexure-I\(4\)](#) & [Annexure-I\(5\)](#)

Further, on the request of Animal Husbandry Department, Govt. of J&K, the house in 92nd 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: 94.11

ACHIEVEMENT UNDER SELF HELP GROUP (SHG) AS ON 30th JUNE 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 upto the end of June 2014 is summarized as under:

- Total SHGs formed ... 11,477
- SHGs Savings linked ... 9,858
- SHGs Credit linked ... 7,625
- Total loans disbursed by banks ... ₹ 53.36 Crore

Major contributors are:

(Amt. in Crores of `)

Name of Bank	SHGs formed	SHGs savings linked	SHGs Credit linked	Credit disbursed
J&K Bank	4423	3586	1679	10.43
SBI	3179	2445	2353	18.07
JKGB	1404	1388	1366	8.12
JKSCB	730	730	721	2.34
EDB	710	710	608	9.79
PNB	459	459	396	1.58
JCCB	333	333	333	1.21
Other Banks/FIS	239	207	169	1.82
Total	11477	9858	7625	53.36

The detailed Bank-wise performance as on 30th June 2014 is submitted as per [Annexure-J](#)

The house is requested to deliberate on the issue

AGENDA ITEM NO: 94.12

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

The Rajiv Rinn Yojna” which is the modified form of Interest Subsidy Scheme for Housing the Urban Poor (ISHUP) with enhanced scope and coverage for addressing the housing needs of the Economically Weaker Sections (EWS)/Lower Income Group (LIG) of the Society was adopted by the J&K SLBC in its 91st Meeting held on 16th December 2013. The tenure of ISHUP has expired on September 30, 2013 and modified Scheme Rajiv Rinn Yojna is effective from October 1, 2013. The Scheme will close on March 31, 2017, the last year of the 12th Five Year Plan Period (2012-2017)

The Bank-wise achievement under the Scheme as on 30th June 2014 is given as Annexure J (1)

The house is requested to deliberate on the issue.

AGENDA ITEM NO: 94.13

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

Statistical data of various Banks in J&K State –Position as on 30th June 2014:

Although SLBC is primarily assigned the role of facilitating and monitoring smooth flow of credit to priority sector yet overall credit scenario in J&K State reveals some specific issues like low CDR, low credit appetite and lack of entrepreneurship etc. which calls 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 Sector 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 30 th June 2014	Corporate Sector Advances out of total advances outstanding	CD Ratio without inclusion of Corporate Sector Advances	CD Ratio after inclusion of Corporate Sector Advances
01	JKB	20670.44	218.14	46.53	47.03
02	SBI	5003.16	2176.73	28.69	50.78
03	PNB	1530.52	637.74	19.47	33.38

(Corporate Sector Advances are the advances made by the outside State branches of the banks for financing the projects in J&K State)

	without inclusion of Corporate Sector Advances as on 30.06.2014	with inclusion of Corporate Sector Advances as on 30.06.2014
Overall CD Ratio in the State	42.23	46.47

1. **Comparative Statement of Bank-wise deposits and advances with Credit Deposit Ratio and Credit + Investment to Deposit Ratio and NPAs outstanding as on June 2013 and June 2014. [Annexure-K](#)**
 - Total advances of all banks operating in the State as on 30th June 2014 stood at `33,238.22 Crore against `25,461.11 Crore as at the corresponding period of previous year. The total deposits of the banking sector stood at `71,520.05 Crore as on 30.06.2014 as compared to `64,626.83 Crore as on 30.06.2013.
 - YoY growth in Deposits = 10.67% (Increase of `6,893.22 Crore) and YOY growth in advances = 30.55%(Increase of `7,777.11 Crore).
 - The C. D. Ratio of all banks operating in the State stood at 46.47% as on 30th June 2014 against 39.40% as on 30th June 2013.
2. **Statement of Bank-wise / Sector-wise advances outstanding against Priority Sector/ Weaker Sections of the society at the end of June 2014.**

[Annexure-K1](#)

Out of the aggregate advances of `33,238.22 Crore outstanding as on 30th June 2014 an amount of `16,972.71 Crore (51.06%) has gone to Priority Sector and `16,265.51 Crore (48.94%) has gone to Non-Priority Sector. `4,683.73 Crore out of the priority sector has gone to weaker sections of the society constituting 14.09% of total Advance (Bench Mark 10%). The contribution of J&K Bank alone to Weaker Sections of the society has been `3,789.24 Crore, constituting 18.33% 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 30th June 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	33238.22	20670.44	62
SBI		5003.16	15
PNB		1530.52	5
JKGB		1012.94	3
HDFC Bank		732.55	2
Other Banks/FIs		4288.61	13

J&K Bank has the largest share of ₹20,670.44 Crore comprising 62% of the aggregate outstanding credit of banking sector of ₹33,238.22 Crore in the State at the end of June 2014. The share of SBI is ₹5,003.16 Crore (15%), PNB is ₹1,530.52 Crore (5%), JKGB is ₹1,012.94 Crore (3%) and that of HDFC Bank is ₹732.55 Crore (2%).

It is also evident from **Annexure K1** that **J&K Bank has the largest share of ₹10,720.34 Crore aggregate outstanding credit under Priority Sector comprising 63.16% of the total Priority Sector Bank Credit of ₹16,972.71 Crore in the State at the end of June 2014.** The shares of SBI, PNB and JKGB in outstanding credit to Priority Sector are ₹1,817.32 Crore (10.71%), ₹730.57 Crore (4.30%) and ₹719.37 Crore (4.24%) respectively.

From the Annexures, it is observed that **J&K Bank alone has made total advances of ₹20,670.44 Crore (including Corporate Sector advances of ₹218.14 Crore) in J&K State as on 30.06.2014** against its total deposits of ₹43,953.44 Crore, thereby achieving a **C. D. Ratio of 47.03% (46.53% without including the Corporate Sector advances of ₹218.14 Crore).** This is against CD Ratio of 42.72% as on corresponding date of the previous year indicating remarkable increase of **4.31% YoY basis (3.81% without including the Corporate Sector advances of ₹218.14 Crore).** The other major Public Sector Banks, viz. SBI & PNB have made advances of ₹5,003.16 Crore **(including Corporate Sector advances of ₹2,176.73 Crore)** and ₹1,530.52 Crore **(including Corporate Sector advances of ₹637.74 Crore)** respectively against their deposits of ₹9,852.76 Crore and ₹4,584.77 Crore, achieving a C.D. Ratio of 50.78% **(28.69% without including the Corporate Sector advances)** and 33.38%**(19.47% without including the Corporate Sector advances),** respectively, as on 30th June, 2014. The remaining 20 Public Sector Banks put together have advanced ₹2,013.30 Crore against their total deposits of ₹4,473.99 Crore, which works out a C. D. Ratio of 45%.

The J&K Grameen Bank (JKGB) has made advances of ₹1,012.94 Crore as on 30.06.2014 against total deposits of ₹2,334.18 Crore, thereby achieving a C. D. Ratio of 43.40%. This is against CD Ratio of 41.82% as on corresponding date of the previous year indicating increase of 1.58% YoY basis. The Ellaquai Dehati Bank (EDB)

has made advances of ₹ 377.01 Crore against total deposits of ₹ 788.14 Crore, thereby achieving a CD Ratio of 47.84%. EDB has marginally improved its CD ratio by 0.58% 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 ₹ 1,389.95 Crore against their total deposits of ₹ 3,122.32 Crore, which works out a C.D. Ratio of 44.52% as on 30th June 2014.

The ten Cooperative Banks together have advanced ₹ 1,049.21 Crore against their total deposits of ₹ 2,949.56 Crore, thereby achieving C. D. Ratio of 35.57% as on 30th June 2014.

The Sub-Sector-wise share in total Priority Sector outstanding as on 30th June 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	5192.39	16972.71	30.59
2	Micro & Small Enterprises	8935.90		52.65
3	Education	261.32		1.54
4	Housing	1993.77		11.75
5	Others	589.33		3.47

While analyzing the Priority Sector advances it is observed that Micro & Small Enterprises sector dominates other sectors, absorbing major share of ₹ 8,935.90 Crore (52.65%) followed by Agriculture, Housing, and Others sector with an amount of ₹ 5,192.39 Crore (30.59%), ₹ 1,993.77 Crore (11.75%), ₹ 589.33 Crore (3.47%) respectively and the lowest share of ₹ 261.32 Crore (1.54%) 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 30th June 2014

(Amt. in Crores of `)

S. No	District	Advances	Gross NPA outstanding	NPA %age	Major Share holders in Gross NPA outstanding(quantum-wise)
1	Srinagar	8121.88	374.26	4.61	JKB, PNB, SBI, Canara Bank, BMC Bank, JKSCB, UCO Bank
2	Ganderbal	489.97	21.80	4.45	JKB, SBI
3	Baramulla	2155.71	95.57	4.43	JKB, BCC Bank, JKGB, SBI
4	Bandipora	426.17	13.76	3.23	JKB, SBI, JKGB, BCC Bank
5	Anantnag	1674.99	38.61	2.31	JKB, SBI, ACC Bank, PNB, Canara Bank, HDFC Bank, EBD
6	Kulgam	544.13	8.92	1.64	ACC Bank, SBI, JKB, PNB
7	Pulwama	1244.37	27.46	2.21	JKB, SBI, PNB, EDB, ACC Bank, SFC
8	Shopian	661.22	7.94	1.20	JKB, SBI
9	Budgam	1120.52	29.70	2.65	JKB, SBI, PNB, JKSCB, SFC
10	Kupwara	893.77	43.60	4.88	JKB, BCC Bank, JKGB, SFC, SBI
11	Poonch	303.82	33.12	10.90	JCC Bank, JKGB, SBI, PNB, JKB
12	Rajouri	528.27	21.90	4.15	JCC Bank, JKGB, SBI, JKB, PNB
13	Jammu	7292.06	527.28	7.23	JKB, PNB, SBI, UCO Bank, CBI, Canara Bank, P&SB, BOB, SBP, Syndicate Bank, BOI, IOB, HDFC Bank, EDB, JKGB, CCB, SFC
14	Samba	1175.68	82.70	7.03	SBI, PNB, JKB, SBP, JKGB, CCB, JCCB
15	Udhampur	697.09	36.19	5.19	SBI, JCC Bank, PNB, JKB, EDB
16	Reasi	375.10	10.94	2.92	SBI, Allahabad Bank, JCC Bank
17	Kathua	1256.87	60.89	4.84	PNB, SBI, JKGB, JKB, JCC Bank, SFC
18	Doda	295.13	7.19	2.44	SBI, JKB
19	Ramban	186.72	8.89	4.76	JCC Bank, SBI
20	Kishtwar	175.91	6.21	3.53	JCC Bank, SBI, JKB
21	Leh	374.39	8.93	2.39	SBI, SFC, JKSCB
22	Kargil	211.84	6.12	2.89	SBI, JKSCB
	Total	30205.61	1471.98	4.87	

District-wise Analysis(Quantum-wise)

- The gross NPA ratio of all banks operating in state as on 30th June 2014 is 4.87%.
- From the figures tabulated above, in terms of amount the Jammu District is badly hit having ` 527.10 Crore Gross NPA outstanding as on 30.06.2014 followed by Srinagar (` 374.28 Crore), Baramulla (` 95.57 Crore), Samba (` 82.70 Crore) and Kathua (` 60.89 Crore).
- All other districts have gross NPAs below ` 50.00 Crore with District Kargil having lowest ` 6.12 Crore of Gross NPAs outstanding as on 30th June 2014.

District-wise Analysis (%age wise)

- In terms of %age of gross NPAs outstanding as on 30th June 2014, District Poonch tops the list with 10.90% gross NPAs outstanding followed by Jammu (7.23%), Samba (7.03%) and Udhampur (5.19%). All other districts have Gross NPA %age less than 5% as on 30.06.2014.

District Shopian has the lowest 1.20% of gross NPAs outstanding as on 30.06.2014.

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 ` 1,471.98 Crore in the State as on 30th June 2014, the amount of three major banks, i.e. J&K Bank, SBI and PNB is to the tune of ` 466.22 Crore, ` 185.65 Crore and ` 158.34 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: 94.14

Credit delivery to Micro, Small and Medium Enterprises (MSMEs) upto 30th June 2014:

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

The progress achieved by Banks on implementation of IBA package on MSMEs and other productive sectors (cumulative from the date of inception, i.e. Dec. 2008, upto 30th June 2014 is given hereunder:

- Banks have sanctioned working capital loans (new) to the extent of ` 3,142.29 Crore in favour of 67,127 beneficiaries and incremental working capital loans of ` 1,741.45 Crore in favour of 15,290 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 ` 14.27 Crore in favour of 672 entrepreneurs.
- Housing loans have been sanctioned by the Banks operating in the State to the extent of ` 2,365.46 Crore in favour of 49,722 beneficiaries.
- Auto loans have been sanctioned to the extent of ` 2,989.18 Crore in favour of 1,03,579 beneficiaries.

Details of bank-wise cumulative achievements under aforesaid MSMEs package upto the quarter ended June 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 30.06.2014

Under the Credit Guarantee Fund Trust Scheme for MSMEs, the banks operating in J&K State have disbursed an amount of ` **632.10** Crore in favour of **33,006** beneficiaries upto 30th June 2014, which includes ` **102.34** Crore disbursed in favour of **5,973** beneficiaries during Q1 of FY 2014-15.

Major contributors are J&K Bank ` 320.01 Crore (51%) and State Bank of India ` 153.41 Crore (24.27%), PNB ` 83.66 (13%)

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

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

AGENDA ITEM NO: 94.15

A) Opening of specialized branches in MSME clusters:

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

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

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

B) RBI vide letter RPCD (JMU) No.397/03.01.24/2013-14 dated October 8, 2013 have conveyed that the 15th Standing Advisory Committee on flow of Credit to MSME, in 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 designated branches of J&K Bank.

Banks may inform the house 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: 94.16

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 flow of credit to minorities in 121 districts of the country notified as Minority Concentrated Districts by Gol 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 flow of credit to minorities in Leh District under priority sector has been to the tune of ` **280.74 Crore** spread over **9,790** accounts as on 30th June 2014 as compared to amount outstanding of ` **197.48 Crore** in favour of **9,710** beneficiaries for the corresponding period 30.06.2013 indicating an increase of 42% YoY basis in financial terms.

Break up is given below:

(Amount in Crores of `)

Serial	Name of community	No. of Accounts		Amount outstanding	
		30.06.2013	30.06.2014	30.06.2013	30.06.2014
	Christians	3	3	0.08	0.06
	Muslims	1749	1762	36.17	87.99
	Buddhists	6975	7125	130.99	161.23
	Sikhs	9	11	0.41	0.51
	Zoroastrians	0	0	0	0
A	TOTAL	8736	8901	167.65	249.79
B	Others	974	889	29.83	30.95
C	Total Priority Sector Advances (A+B)=C	9710	9790	197.48	280.74
D	Share of A out of C (in %)	89.97	90.92	84.89	88.98

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

AGENDA ITEM NO: 94.17

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

Conduct of DCCs and DLRCs meetings

It has been observed that periodicity of conducting DCC and DLRC meetings envisaged by RBI are 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 19 LDMs. However, the meetings for District Kupwara, Doda and Kishtwar could not be convened during the June quarter due to the preoccupations of the District Development Commissioners of the said Districts and the same were conducted in the month of July 2014. The detailed statement of DLRC / DCC meetings conducted during the quarter ended June 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 30th June 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
Lead Districts of J&K Bank				Lead Districts of SBI			
1	Srinagar	46.88	...	13	Samba	50.49	...
2	Ganderbal	67.35	...	14	Kathua	41.11	...
3	Baramulla	74.44	...	15	Udhampur	29.20	Low CD Ratio
4	Bandipora	61.15	...	16	Reasi	25.39	Low CD Ratio
5	Anantnag	59.05	...	17	Jammu	32.66	Low CD Ratio
6	Kulgam	76.10	...	18	Doda	25.49	Low CD Ratio
7	Pulwama	78.86	...	19	Ramban	24.79	Low CD Ratio
8	Shopian	139.49	...	20	Kishtwar	21.44	Low CD Ratio
9	Budgam	75.46	...	21	Leh	23.19	Low CD Ratio
10	Kupwara	65.79	...	22	Kargil	28.16	Low CD Ratio
11	Poonch	19.98	Low CD Ratio				
12	Rajouri	25.01	Low CD Ratio				

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

As is manifest, ten districts continue to have discouraging and subdued C.D.Ratio. These districts are: District Jammu, Udhampur, Reasi, 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 10 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: 94.18

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

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

The objective of the FTCs was to conduct programmes to disseminate the latest technological developments amongst the farmers for increasing production and productivity, apprise the farmers with banking schemes, motivate them to adopt modern cultivation, harvesting, storage and marketing practices 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.

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: 94.19

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, Ministry of Textiles (MoT), Office of Dev. Commissioner (Handlooms), New Delhi, vide communication No.6/2/99/DCH/2013-14/DHDS dated 27th September, 2013, was deliberated and approved for implementation by J&K SLBC in its 91st Meeting held on 16th December 2013.

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

SLBC Secretariat 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.

During the deliberations on the agenda item in 93rd meeting of J&K SLBC held on 22nd May 2014, NABARD, which is the implementing agency for the Scheme has informed that State bank of India has refunded subsidy amount in respect of 22 cases under reform package of Handloom which was viewed seriously by the house and representative of SBI was advised to communicate the reasons for refund of subsidy amount to SLBC Secretariat. SLBC secretariat has not received anything in the matter from State bank of India.

The representative of SBI may give the reasons for the refunded of subsidy amount in respect of 22 cases under reform package of Handloom.

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

(Amt. in `)

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

Concerned banks may apprise the house with regard to further progress regarding providing of finance to the weavers who have been benefited by the package.

The house is requested to deliberate on the issue

AGENDA ITEM NO: 94.20

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) 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 91st meeting held on 16th December 2013.

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

Directorate of Animal Husbandry Jammu has forwarded the District-wise targets under the scheme for Jammu Division vide its letter No. DAHJ/Tech-308/2014/3964 dated 21st July 2014 and the same have been percolated to Lead District offices in Jammu Division for fixation of targets under the scheme to the banks.

No targets under the scheme have been fixed for the districts falling in Kashmir Division.

The District –wise targets fixed under NMPS for induction of 15/10/15/20 cross bred female cows/graded buffalos for Jammu Division are given below:

S. No	District	Target
1	Jammu	100 Dairy Animals
2	Samba	100 Dairy Animals
3	Kathua	100 Dairy Animals
4	Reasi	100 Dairy Animals
5	Udhampur	100 Dairy Animals
6	Ramban	100 Dairy Animals
7	Doda	100 Dairy Animals
8	Kishtwar	100 Dairy Animals
9	Poonch	100 Dairy Animals
10	Rajouri	100 Dairy Animals
	Total	1000 Dairy Animals

The Directorate of Animal Husbandry Jammu is requested to forward the District-wise targets for Kashmir Division so that the same are disseminated to Lead District officers for onward fixation to banks.

The house is requested to deliberate on the issue.

AGENDA ITEM NO: 94.21

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

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

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

The first meeting of Sub-Committee of J&K SLBC for State Level Rural Livelihood Mission (SRLM) was held on 10th July 2014 at meeting Room, J&K Bank, Corporate Headquarters, Srinagar. The meeting was chaired by Chief General Manager, NABARD.

The Minutes of the meeting were circulated among the members of the Sub-Committee and member banks of J&K SLBC vide J&K SLBC office reference No. **LBD/SLBC/SRLM/2014-179 dated August 4, 2014** and a copy of the same is enclosed for the information of the members.

SLBC Secretariat is in receipt of a communication dated 7th June 2014 on Interest Subvention Scheme under NRLM in 150 Districts (Category I Districts) and other than 150 districts (Category II Districts) from MoF, GoI. The communication was addressed to all SLBC Convenors with advice to include the same as an Agenda Item in the ensuing SLBC meeting for information of the members. The said communication along with the operational guidelines have already been disseminated to member banks by SLBC Secretariat for necessary compliance.

As per the Guidelines:

- For 150 districts identified, interest subvention upto 5.5% will be provided to banks by Ministry of Rural Development (MoRD) for extending loan at 7% rate of interest per annum upto ₹3.00 lakhs to Women Self Help Groups (WSHGs).The WSHGs will get an additional subvention of 3%, if they repay in the time, reducing the effective rate of interest to 4%.
- In remaining districts, banks are free to charge SHGs as per their respective lending norms for SHGs and not to restrict the same at 7%. The difference between lending rate and 7% will be subvented in the loan account of the SHGs by the State Rural Livelihood Mission (SRLM)

This is for the information of the members.

Encl: 5 pages

AGENDA ITEM NO: 94.22

Introduction of National Crop Insurance Programme/ Rashtriya Fasal Bima Karyakaram-Weather Based Crop Insurance Scheme (WBCIS) in J&K State

Commissioner Secretary to Government, Agriculture Production Department vide letter No. Agri/B-Gen/297/2007-08-II dated 24th July 2014 has informed that **Crop Insurance** has been introduced in Jammu & Kashmir State as per the approval conveyed by Ministry of Agriculture, Government of India vide No. 13015/02/2012-Credit-II dated 1st November 2013 and the decision taken in a Crop Insurance meeting held by Agriculture Production Department on 21st July, 2014. Accordingly, **National Crop Insurance Programme/ Rashtriya Fasal Bima Karyakram- Weather Based Crop Insurance Scheme (WBCIS)** shall be operative in J&K State during 2014-15 as per guidelines and operational modalities fixed by Ministry of Agriculture, Gol vide their letter No. 13015/02/2012- Credit II dated 4th February, 2014.

Coverage of Crops under the Scheme

On pilot basis, insurance cover is to be extended to Paddy/ Basmati-Rice in Jammu, Samba and Kathua Districts and Saffron Crop in Pulwama District. The period of coverage for Paddy/ Basmati-Rice shall be from 1st of August, 2014 to November 30th, 2014 as per terms enclosed at Annexure "A" and for Saffron Crop from 15th August, 2014 to 31st of May, 2015 as per terms enclosed as Annexure "B".

The Notification has been issued with the concurrence of Finance Department conveyed vide U. O No.FD-VII-12(02)-NAIS dated 20.05.2014 and Planning & Development Deptt., J&K Government, conveyed vide their U.O. No. PD/DPA/Agri-94/2014-15 dated 24.07.2014. The Notification shall have immediate effect from its issuance i.e. 24-07-2014.

The comprehensive guidelines of the Scheme are enclosed for the information of the members.

The house is requested to adopt the scheme.