



Lead Bank/ SLBC (J&K)

Ref. No. LBD/SLBC-94/2014-210

**All Members of the
State Level Bankers' Committee (J&K)**

Dated: September 25, 2014

Sub: Minutes of the 94th Meeting of J&K SLBC – for necessary action on actionable points

Sir,

We forward herewith a copy of minutes of the 94th Meeting of J&K State Level Bankers' Committee (SLBC) held on 20th August, 2014 at SKICC Srinagar for your kind information.

You are requested to go through the same and initiate action on the decisions / actionable points pertaining to your Organization/ Department.

Desired compliance/ progress may kindly be reported to this office over email- convenorbank@jkbmail.com / Fax 0194-2481925 enabling us to place the same before the house in next SLBC Meeting for review.

Yours Faithfully
For Convenor, J&K SLBC

Assistant Vice President
(Lead Bank/J&K SLBC)

Encls: Minutes of 94th SLBC Meeting

MINUTES OF 94th MEETING OF SLBC (J&K) HELD ON 20th AUGUST 2014 AT SRINAGAR

The 94th meeting of J&K State Level Bankers' Committee (SLBC) was held on 20th August 2014 at SKICC Srinagar to review the progress of outstanding issues and performance of banks & financial Institutions operating in J&K State for the quarter ended June 2014 under Annual Credit Plan 2014-15.

Mr. M. I. Khanday, Chief Secretary, J&K Government presided over the meeting Chairman & CEO of J&K Bank (Convenor J&K SLBC) Mr. Mushtaq Ahmad steered the proceedings. Top dignitaries of the State/ Central Government, regulators and Banks who attended the meeting included Mr. Khursheed Ahmad Ganai, Financial Commissioner, Industries & Commerce Deptt., Mr, Asgar Hassan Samoon, Commissioner Secretary Agriculture Production Department, General Manager Reserve Bank of India, Mr. A. K. Mattu, Chief General Manager NABARD Mr. Shanker A. Pande, Dy. Secretary, DFS, MoF, Gol Mr. A. K. Dogra. List of the senior officers of the State Government, Reserve Bank of India, NABARD, various line Departments,, concerned developmental agencies and senior level representatives of major member banks and financial institutions operating in the State and other dignitaries who participated in the meeting is enclosed as **Annexure "A."** General Manager, BSNL Mr. D. K. Aggarwal was the special invitee on the occasion.

Keynote address by Chairman & CEO, J&K Bank (Convenor SLBC) Mr. Mushtaq Ahmad:

At the outset the Convenor, J&K SLBC (Chairman & CEO, J&K Bank) Mr. Mushtaq Ahmad extended a warm welcome to the Chief Secretary, J&K Government, Mr. Mohammad Iqbal Khanday, other dignitaries, members and participants. He expressed satisfaction that with the level of participation the deliberations in the meeting would be purposeful and result oriented.

Delivering the inaugural address Chairman & CEO, J&K Bank (Convenor J&K SLBC) Mr. Mushtaq Ahmad stated that J&K SLBC is making concerted efforts to implement the various initiatives taken by the Central and State Government for the overall economic development of the State. He stated that Financial Inclusion which is the prestigious project of Gol has always remained a high priority for promoting inclusive growth and bringing into the banking fold the people who live outside formal economy, whose daily struggle is still basic in nature and moves around the quest for survival. Despite significant progress made by the banks in both financial and non-financial sectors a large segment of the society continues to remain deprived of the benefits of the financial system, which is a matter of serious concern he stated.

Mr. Mushtaq Ahmad stated that objective of Financial Inclusion Programme is to bring every individual under formal economy but there are certain pockets within urban and semi-urban areas where people, particularly handicraft and handloom artisans, are not within the fold of the economic prosperity and the Financial Inclusion Programme therefore needs to be extended to such areas also so that these people do not remain financially excluded any more.

Convenor J&K SLBC, Mr. Mushtaq Ahmad stated that Hon'ble Prime Minister of India is going to launch a new Financial Inclusion Programme "**Pradhan Mantri Jan Dhan Yojana**" shortly across the nation with renewed focus on common man's economic welfare.

Regarding the progress in implementation of the initiatives taken in the State, he highlighted the following:

- Under the **'Swabhimaan' campaign of GoI**, the target of providing banking services to the identified 795 unbanked villages (having population over 2000) in J&K State in Phase-I of Financial Inclusion Plan (FIP) through various ICT-based banking outlets has been fully accomplished with coverage of all the 795 villages.
- Phase-II of Financial Inclusion Plan which envisages, providing banking facilities to 5582 identified villages having population below 2000 in J&K State, to be covered in a phased manner during the financial years 2012-13, 2013-14, 2014-15 and beyond is under implementation and against the target of 1504 villages set for the financial year 2014-15, banks have covered 458 villages upto the end of June 2014 constituting 30.45% of the target for the year. Against the cumulative target of covering 4077 villages for the FYs 2012-13, 2013-14 and 2014-15 banks have covered 3192 villages upto 30th June 2014 thereby achieving 78% of the cumulative target. Out of this J&K Bank has covered 1992 villages constituting 62% of total progress achieved while SBI with 442 villages (14%), PNB with 121 villages (4%), JK Grameen Bank with 508 villages (16%) and Ellaquai Dehati Bank with 129 villages (4%) are the other Participating banks. Of the total 3192 villages covered under Phase-II, banking facilities to 157 unbanked villages were provided by establishing regular brick and mortar bank branches, 2870 villages through BC Model and remaining 165 villages through other modes like mobile banking vans.
- Regarding the GoI, MoF initiative for 100% coverage of farmers under Kissan Credit Card Scheme, Mr. Mushtaq Ahmad stated that banks have been able to achieve 79% of target upto the end of June 2014 by sanctioning 7.73 lakh KCCs against the revised target to cover 9.81 lakh farm operating families in J&K State. Regarding non-achievement of 100% coverage of farmers under KCC Scheme upto the extended timeline i. e. 30th June 2014, he emphasized that banks and Agriculture Department should make serious efforts to cover the remaining eligible farmers under the Scheme. He stated that Chief Secretary has been emphasizing for 100% coverage under KCC Scheme for quite a long time but despite extended timelines 100% coverage could not be achieved which is a matter of serious concern.
- In compliance with the RBI directive the Financial Literacy Centres (FLCs) have been made operational in all the 22 districts of J&K State, which include 12 FLCs set up by J&K Bank and 10 FLCs established by SBI, as per their lead bank responsibility. All the FLCs are conducting Financial Literacy awareness camps in their respective area of operations using Standardized Financial Literacy Material.
- Similarly, the target of setting up of Rural Self Employment Training Institutes (RSETIs) in accordance with the GoI directive has been accomplished with RSETIs already functioning in all the 22 districts of the State. This includes 12 RSETIs set up by J&K Bank and 10 RSETIs set up by SBI. It is a matter of great satisfaction that all RSETIs are working smoothly and are facilitating credit linkages to entrepreneurs.

- Convener, SLBC (Chairman & CEO, J&K Bank) stated that in terms of the guidelines of GoI, MoF the benefits under various Social Security Schemes and State Subsidies have to be transferred electronically to the accounts of beneficiaries without any manual intervention and J&K Bank has been designated as the Leader Bank in all the 22 districts of Jammu & Kashmir by the State Government and entrusted with the responsibility of ensuring transfer of benefits and Government entitlements under various schemes directly into the accounts of beneficiaries. He informed the house that in first phase the scheme has been implemented in six pilot districts of the State i.e Srinagar, Ganderbal, Jammu, Rajouri, Kargil & Leh and benefits under IGNOAPS have been transferred electronically into beneficiaries accounts. He further stated that data validation in respect of remaining 16 District is under process and the districts shall be covered under the scheme very soon.

Performance of banks under ACP for the FY 2014-15

Giving a brief account of the achievements made by banks in J&K State Mr. Mushtaq Ahmad stated that 42 Banks operating in the State through a network of 1863 branches as on 30th June 2014, have extended total credit of `2,570 Crore to 92,135 beneficiaries (both under Priority & Non-Priority Sectors) against Annual Credit Plan (ACP) target of Rs.19,993.88 Crore for 8,83,458 beneficiaries, registering an achievement of 13% of the ACP target in financial terms and 10.43% in physical terms. This includes Priority Sector Credit of Rs.1,340.95 Crore disbursed by the banks in favour of 63,985 beneficiaries (achieving 10.76% of the Annual Target in financial terms and 9.48% in physical terms) and Non-Priority Sector credit of Rs.1,229.07 Crore disbursed in favour of 28,150 beneficiaries (achieving 16.32% of the Annual target in financial terms & 13.49% in physical terms).

With credit disbursement of `841.11 Crore to the Priority Sector, J&K Bank is the major contributor (its share 63%) in financial terms followed by SBI with the contribution of Rs.154.24 Crore (11.50%), PNB with Rs.47.11 Crore (3.52%), RRBs with Rs.115.20 Crore (8.59%), other Commercial Banks with Rs.114.15 Crore (8.51%) and Co-operative Banks with `69.08 Crore (5.15%).

Institution-wise Credit Flow

Out of the total credit disbursement of Rs.**2,570.02** Crore disbursed by banks in the State during Q1 of FY 2014-15, J&K Bank alone has disbursed Rs.**1,707.13** Crore which accounts for a lion's share of **66.42%** of the total credit disbursed by all banks in the State. All other 41 banks/FIs operating in the State put together have disbursed Rs.**862.89** Crore, thereby contributing **33.58%** of the total credit disbursed in the State during the period under review. This includes SBI with disbursement of Rs.**317.75 Crore i. e 12.36%**, HDFC with Rs.**135.54 Crore** which constitutes **5.27%** of total credit, RRBs Rs.**147.16 Crore i. e 5.73%**, Cooperative Banks with disbursement of Rs.**84.92** Crore which constitutes **3.30%** while other commercial banks have contributed Rs.**177.52 Crore** which constitutes **6.91%** of total credit extended by all banks.

Sub-Sector-wise Credit dispensation under Priority Sector

Elaborating on Sub-Sector-wise flow of credit under Priority Sector, the Chairman, J&K Bank (Convenor J&K SLBC) stated that Under '**Agriculture Sector**' against annual target of Rs.4,004.55 Crore for 4,19,015 beneficiaries, banks have disbursed a total amount of Rs.478.59

Crore in favour of 35,725 beneficiaries upto 30th June 2014 registering an achievement of 12% in financial terms and 9% in physical terms.

Under '**Micro & Small Enterprise's Sector**' against the annual target of ₹4,195.14 Crore for 1,43,623 beneficiaries, banks have disbursed an amount of Rs.484.12 Crore in favour of 13,436 beneficiaries upto 30th June 2014, thereby registering achievement of 12% in financial terms and 9% in physical terms.

Under '**Education Sector**' against the annual target of Rs. 541.78 Crore in favour of 14,024 beneficiaries banks have disbursed an amount of Rs.16.09 Crore in favour of 666 beneficiaries during Q1 of Current financial year achieving just 3% of target in financial terms and 5% in physical terms.

Under '**Housing Sector**' against the annual target of Rs.2,450.83 Crore favouring 38,771 beneficiaries banks have disbursed total amount of Rs.196.59 Crore in favour of 6,482 beneficiaries upto 30th June 2014, achieving 8% in financial terms and 17% in physical terms.

Under '**Other Sectors**' against the annual target of Rs.1,271.80 Crore in favour of 59,340 beneficiaries banks have disbursed Rs.165.57 Crore in favour of 7,676 beneficiaries during Q1 of FY 2014-15 which works out to an achievement of 13% of the target in financial as well as physical terms.

Credit Disbursement under Non-Priority Sector

Under **Non-Priority Sector**, the Convenor SLBC stated that against the annual target of Rs.7,529.78 Crore favouring 2,08,685 beneficiaries, banks have disbursed Rs.1,229.07 Crore favouring 28,150 beneficiaries achieving 16% of target in financial terms & 13% in physical terms. J&K Bank's share at Rs.866.02 Crore favouring 16,154 beneficiaries, constitutes 70% of total credit to Non-Priority Sector in financial & 57% in physical terms. Other Banks operating in the State put together have disbursed Rs.363.05 Crore in favour of 11,996 beneficiaries (constituting 29.54% of total credit to the sector in financial & 42.62% in physical terms). These include SBI with disbursement of Rs.163.51 Crore (13%), PNB Rs.12.52 Crore (1%), RRBs Rs.31.95 Crore (2.60%) and Co-operative Banks Rs.15.85 Crore (1.29%).

Credit Deposit Ratio

The Convener, SLBC stated that against the National Benchmark of **60%**, the banks operating in J&K State have achieved CD Ratio of **42.23% as on 30.06.2014** against **39.40%** achieved during the corresponding period of previous financial year.

During the period under review the CD Ratio of J&K Bank has improved by 3.81% YoY Basis (4.31% after including the Corporate Sector advances of Rs.218.14 Crore), SBI by 2.71% YoY (24.80% after including Corporate Sector advances of Rs.2,176.73 Crore) while CD Ratio of PNB has declined by 2.39% YoY basis (but after including the Corporate Sector advances of ₹637.74 Crore the CD Ratio of PNB shows increase of 11.52% YoY basis). The CD Ratio of RRBs has also improved by 1.36% from 43.16% as on 30.6.2013 to 44.52% as on 30.06.2014 while as in respect of Co-operative Banks it has improved by 1.18% from 34.39% as on 30.06.2013 to 35.57 % as on 30.06.2014.

CREDIT FLOW UNDER GOVERNMENT SPONSORED SCHEMES:

The Convener SLBC stated that Against Annual Action Plan (2014-15) target of Rs.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 to the order of Rs.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 abysmally poor achievements under Government Sponsored Schemes cannot be considered as satisfactory by any standards and the same has always remained an issue of concern for SLBC, he stated.

J&K Bank's share at Rs.34.04 Crore favouring 1,620 beneficiaries constitutes 80% of total credit under this segment in financial & 81% in physical terms. Other Banks/FIs operating in the State put together have disbursed Rs.8.59 Crore to 386 beneficiaries which constitutes 20% of total credit to the sector in financial & 19% in physical terms.

Mr. Mushtaq Ahmad stated that banks should do self introspection and put in extra efforts so that the targets fixed under Government Sponsored Schemes are achieved in the remaining three quarters of the current financial year.

Before concluding his address, Chairman J&K Bank (Convenor SLBC) Mr. Mushtaq Ahmad reminded banks about their role in shaping the economy of the State and the Country as a whole and emphasized to play a significant role in the economic development of the State.

Thereafter, the agenda of the meeting was taken up for deliberation as under:

SEGMENT- 1 (REVISION)

CONFIRMATION OF MINUTES OF 93rd MEETING OF J&K SLBC HELD ON 22nd May 2014:

As no amendments to the minutes of the 93rd Meeting of J&K SLBC held on 22nd May 2014 were received from any quarter, the house confirmed the minutes.

FOLLOW-UP OF ROLLED OVER ACTIONABLE POINTS OF PREVIOUS SLBC MEETINGS:

1) Legislating SARFAESI Act:

On enforcement of SARFAESI Act in J&K State, Convenor SLBC (Chairman, J&K Bank) stated that J&K SLBC is aware that State Government is quite serious in providing comfort to the banks and lending institutions in the State by way of SARFAESI Act and steps to remove the legal hurdles to enforce the said act in the State have already been initiated. He however, impressed upon the State Government to expedite the process so that the matter is taken to a logical conclusion.

(Action: State Government)

2) Plans for Corporate Social Responsibility of banks:

In light of the decisions taken by the Sub-Committee of J&K SLBC on CSR in its meeting dated 10th July 2014 the house observed that the idea of pooling of resources for carrying out the Joint CSR activities in the State was not viable option and it was decided that 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.

General Manager, RBI Mr. A. K. Mattu reiterated that the Banks are under obligation to allocate 2% of their profit (Profit after Tax) to CSR activities and Nationalized Banks having branches operating in the State should allocate reasonable portion of the funds provisioned for CSR to J&K State.

The Convenor, J&K SLBC, Mr. Mushtaq Ahmad stated that nationalized banks operating in the State, have to seek approval from their Corporate offices which are situated outside the State, for allocation of funds for carrying out CSR activities in the State which generally takes time and ultimately hampers the process.

The Chief Secretary, J&K Government Mr. M. I. Khanday while appreciating the CSR initiatives taken by J&K Bank in J&K State, urged upon other banks to follow the suit by preparing attractive CSR Plans for the State which would leave a lasting impact on the Socio-economic conditions of the people, particularly in the remote and in-accessible areas. He emphasized that nationalized banks in particular should come forward and play pivotal role in the Corporate Social responsibility programmes in the State.

The house

After threadbare discussions it was decided as under:

- **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.**

(Action: NABARD/All member banks of J&K SLBC)

- **All major banks operating in the state shall draw a reasonable CSR plan for the State for Current Financial year and submit the same to Convenor, J&K SLBC**
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(Action: All major banks)

2) Annual Credit Plan 2014-15-Approval & Implementation:

The house placed on record that Annual Credit Plan of **₹19,993.88 Crore** for CFY (2014-15) envisaging total priority sector credit target of **Rs.12,464.10 Crore** spread over 6,74,773 beneficiaries and Non-Priority Credit target of **Rs.7,529.78 Crore** spread over 2,08,685 beneficiaries was circulated among all the Lead District Managers for allocation of targets to individual banks operating in their respective districts.

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 above 2000**
- (II) Provision of banking services to villages with population below 2000:**

It was noted with satisfaction that the Swabhimaan Campaign/ Financial Inclusion Plan Phase-I, has been successfully accomplished with the coverage of all the 795 villages with population above 2000 by the concerned participating banks.

As regards providing banking services to village Malikote Tehsil Mahore District Reasi and coverage of some other left out villages under FIP Phase-1 in respect of district Kargil in the population segment of >2000 which were allocated to J&K Bank and SBI in the ratio of 5:3, the house noted with concern that SBI has yet to cover the allocated villages while as J&K Bank has provided coverage to all the allocated five villages through BC Model.

The house advised the representative of SBI to take immediate steps for providing coverage to the three allocated villages.

(Action: SBI)

The house while appreciating the FIP participating banks for having achieved the target of providing coverage to all the 795 villages with population above 2000 under Phase-I of FIP, advised them to bridge the gap between the total number of households to be covered and the number of financial accounts opened upto 30th June 2014 so that the purpose of bringing all under financial ambit is fulfilled.

Regarding Phase-II of FIP for coverage of villages having population less than 2000, the Convenor, SLBC (Chairman, J&K Bank) stated that providing banking services to 5582 identified villages having population below 2000 in J&K State, to be covered during 2012-13, 2013-14, 2014-15 and beyond 2015, has already been taken up for implementation and against the target of 1504 villages set for financial year 2014-15, 458 villages were covered upto 30th June 2014 constituting 30% of the target for the year. Banks have till date covered 3,192 villages against the cumulative target of 4077 for FYs 2012-13, 2013-14 and 2014-15 thereby achieving 78% of the cumulative target upto the end of June 2014. Of the total 3192 villages covered under Phase II, banking facilities to 157 unbanked villages were provided by establishing regular brick and mortar bank branches, 2870 villages through BC Model and remaining 165 villages through other modes like mobile banking vans.

Chief Secretary, J&K Government, Mr. M. I. Khanday expressed satisfaction over the progress made by the banks under Phase-II of Financial Inclusion Plan but advised to maintain the tempo so that the target of covering 5582 villages by March 2016 is realised.

The house placed on record that all the FIP participating banks have achieved a good percentage of achievement as on 30th June 2014 viz-a-viz cumulative targets upto 31st March 2015 except Punjab National Bank which is at 54% only. The performance of PNB was viewed seriously by the house and representative of PNB was advised to make concerted efforts so that 100% target is achieved by the end of current financial year.

(Action: concerned FI Banks)

AGENDA ITEM NO: 94.02

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

The Convenor, SLBC (Chairman, J&K Bank) informed the house that MOU was signed between the State Government and J&K Bank on 26th November 2013 with regard to implementation of the Electronic Benefit Transfer (EBT) Scheme which envisages direct transfer of benefits under various Social Security Schemes and State Subsidies into the accounts of beneficiaries without any manual intervention. He stated that in the first phase the scheme has been implemented in six pilot districts of the State i.e Srinagar, Ganderbal, Jammu, Rajouri, Kargil & Leh and benefits under IGNOAPS have been transferred into the accounts of beneficiaries successfully. As regards implementation of EBT Scheme in other districts of the State and coverage of other social security schemes under EBT Scheme, the Convenor SLBC stated that the data validation in respect of remaining 16 Districts is under process and these districts shall be covered under the scheme very soon.

Chief Secretary, J&K Government while expressing satisfaction over the smooth implementation of EBT Scheme in the State of Jammu & Kashmir advised the representatives of Banks to expedite validation of beneficiaries accounts in respect of the remaining 16 districts so that the EBT project is taken to its logical conclusion in a seamless manner.

(Action: J&K Bank/ Finance Department, J&K Govt./LDMs & other banks)

AGENDA ITEM NO: 94.03

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

Regarding GoI, MoF initiative for 100% coverage of farmers under Kissan Credit Card Scheme, Chairman, J&K Bank Mr. Mushtaq Ahmad stated that upto the end of June 2014, banks have sanctioned **7,73,325 KCCs** in J&K State, out of which **6,20,500 KCC** cases have been disbursed credit to the tune of Rs.**4,046.63** Crore. As per the data available **6,66,987 KCC** cases have been sponsored by Agriculture Department, J&K Govt. to various banks operating in the State and 2,79,919 KCC cases have been taken up by the banks directly. Out of the total KCC cases sponsored 1,56,352 cases have been rejected while 17,229 cases are pending with banks. This translates into achievement of 79% of the revised target of 9,81,449 farm-operating families in the State, he stated.

Out of the total KCC cases sanctioned by banks, the Chairman, J&K Bank (Convenor, SLBC) stated that 51% contribution has come from J&K Bank alone having sanctioned 3,95,061 KCCs. Other major contributors have been JKGB with 1,16,155 KCCs(15%), SBI with 65,361 KCCs(8%), EDB with 59,178 KCCs(8%), PNB with 42,812 KCCs(6%) & JCC Bank with 36,437 KCCs(5%).

Regarding non-achievement of 100% coverage of farmers under KCC Scheme, Convenor SLBC stated that despite concerted efforts by all the stake holders the target of 100% coverage of farmers under KCC Scheme could not be achieved upto the extended timeline i.e 30th June 2014, which is a matter of serious concern.

Chief Secretary, J&K Government, Mr. M. I. Khanday reminded the house that before commencement of the campaign for 100% coverage under KCC the number of KCCs issued in J&K State was hardly about 1.25 lakh, which indicates that the special efforts were put in by banks

and other stakeholders but after crossing the 7 lakh mark the progress under the scheme has suddenly come to a halt. He expressed his displeasure over the huge gap between the achievements and target under KCC Scheme as on 30th June 2014 and advised that all the stakeholders to explore ways and means for covering the remaining 21% farmers under KCC scheme so that the objective of 100% coverage of farmers under the Scheme is achieved. The rejection of the substantial number of KCC cases sponsored is a cause of concern, he stated.

The house decided that the individual banks should make concerted efforts for covering the remaining farm operating families under KCC Scheme upto 31st December 2014 which was fixed as the final timeline for 100% coverage under the Scheme.

Commissioner/ Secretary Agriculture Production Department, Dr. Asgar H. Samoon stated that data consolidated by SLBC Secretariat regarding KCC Cases sponsored, sanctioned and disbursed by the banks is not correct. He stated that Agriculture Production Department conducted series of interactions and meeting & data checking with all the stakeholders at district level and the KCC data consolidated is at variance with that of SLBC.

The house observed that the mismatch in KCC data regarding sponsorships by the Directorates of Agriculture Kashmir/Jammu and the data submitted by the banks was persisting for quite a long time and despite committees formed for the purpose the issue could not be resolved so far.

In order to remove the chaos, Chief Secretary, J&K Government, Mr. M. I. Khanday, suggested that Agriculture Production Department should devise a uniform format as per their requirement so that the banks would be able to submit the duly certified information/data strictly as per the prescribed format.

On the mismatch of figures reported under KCC Scheme, Chairman, J&K Bank (Convenor SLBC) stated that though SLBC has always been advising for reconciliation of figures under KCC, the process of reconciliation needs to be revisited so that the figures are reconciled once for all.

After threadbare deliberations, it was decided that:

- **All the stakeholders involved in the process, viz. Agriculture Production Department, Revenue Department, Banks operating in the State, etc. to make necessary efforts in order to ensure that 100% coverage of farmers under KCCs in J&K State is achieved by 31st December 2014 which shall be the last timeline for 100% coverage under the Scheme.**

**(Action: Director, Agriculture Department (Kashmir/Jammu)/
Revenue Deptt./All member banks/SLBC Secretariat)**

- **Commissioner/Secretary, Agriculture Production Department, J&K Government shall supervise the process of reconciliation of figures under KCC Scheme.**

(Action: Commissioner Secretary Agriculture Production Department)

- **All the stakeholders, viz. Agriculture Department, Revenue Department and banks will ensure that pendency of cases is cleared expeditiously.**

**(Action: Director, Agriculture Department (Kashmir/Jammu)/
Revenue Deptt./All member banks/SLBC Secretariat)**

Agenda Item No. 94.04

Branch Expansion Plan:

The Chairman, J&K Bank (Convenor, SLBC) stated that the Branch Expansion Plan for J&K State for the FY 2014-15 stood at 259 branches which included backlog of 115 branches. The BEP 2014-15 included J&K Bank=118 branches, SBI=28 branches, PNB=8 branches, JKGB=32 branches, EDB=25 branches, HDFC Bank=7 branches, SBP=2 branches, Andhra Bank=2 branch; Axis Bank=7 branches, IDBI Bank=3 branches, OBC=3 branches, Corporation Bank= 6 branches, ICICI Bank=8 branches, IOB=4 branches, Dena Bank=1 branch, Urban Coop. bank=3 branches and Anantnag Central Co-operative Bank=2 branches. Mr. Mushtaq Ahmed stated that out of the BEP of 259 branches, 82 branches were to be opened in the identified unbanked rural centers, which works out to 31.66% of the total branches planned to be opened in the financial year against the regulatory requirement of 25%.

The house placed on record that against the BEP of 259 branches, the banks have opened 18 branches during the first quarter of FY 2014-15 thereby registering achievement of 7%.

The house noted with concern that out of 18 branches, 17 branches are opened by J&K Bank alone and one branch by HDFC Bank. None of the other banks have opened any branch during Q1 of CFY.

- **The member banks were advised to ensure that their BEPs are accomplished well before the completion of the Current financial year.**

(Action: All member banks)

AGENDA ITEM NO: 94.05

Setting up of Financial Literacy Centres (FLCs) in J&K State – progress achieved as on 30.06.2014:

It was noted that Financial Literacy Centres (FLCs) have been operationalized in all the districts of the State by the concerned banks, viz. J&K Bank in 12 districts and SBI in 10 districts as per their Lead Bank responsibility. All the FLCs are organizing Financial Literacy Camps smoothly and during Q1 of FY 2014-15, a total of 204 Financial Literacy Camps were organized in which 15, 341 persons have participated.

In pursuance to the decision taken in the 89th meeting of J&K SLBC held on 6th June 2013 that all rural branches of banks operating in the State, should hold at least one financial literacy programme every month in terms of RBI guidelines, the house placed on record that 855 financial literacy camps have been conducted by 808 rural branches of eleven major banks during the Q1 of FY 2014-15 which is not satisfactory based on RBI guidelines which stipulates holding of at least one camp per rural branch per month. The non-compliance of RBI guidelines by the banks operating in the State was viewed seriously and the house decided that controlling offices of the banks should issue suitable directions to all their rural branches operating in J&K State for strict compliance of the said regulatory guidelines.

The house noted with satisfaction that the activities undertaken by all the FLCs during the quarter ended June 2014 have facilitated credit linkage to 2,251 entrepreneurs of which 1,606 entrepreneurs have established their income generating ventures..

(Action: All member banks / All LDMs/ SLBC Secretariat)

Standardized Financial Literacy Material

The house noted with satisfaction that in pursuance to the guidelines issued by Reserve Bank of India the Financial Literacy Guide, Financial Diary and Financial Literacy Posters are being used as a **Standardized Financial Literacy Material** in the Financial Literacy Camps organized by Financial Literacy Centers and rural branches of Banks in all the districts of the State

AGENDA ITEM NO: 93.06

Setting up of Rural Self-Employment Training Institutes (RSETIs):

The house noted that J&K Bank and SBI have operationalized RSETIs in their all respective Lead districts in J&K State.

The house placed on record that 1,877 persons were trained by the 22 RSETIs during Q1 of FY 2014-15 against 1,040 persons trained during the corresponding period of the previous year: YoY increase of 837 persons (80%)

The house placed on record that activities undertaken by all the 22 RSETIs during the quarter ended June 2014 facilitated credit linkage to 387 entrepreneurs out of which 379 entrepreneurs have established their income generating ventures.

(Action: JKBL/SBI/SLBC Secretariat)

Status regarding allotment of land by State Government to RSETIs

It was noted that State Government has identified land for RSETIs in 21 Districts and legal formalities for allotment of same to the concerned sponsoring banks are under process. In District Ramban, where land for RSETI Ramban has not been identified as yet, the State Government has issued instructions for identification of same at Banihal or Ramssoo.

The Chief Secretary, Mr. M. I. Khanday stated that State Government is committed to provide land to the concerned sponsoring banks for raising permanent structures for housing RSETIs. He expressed the hope that the hurdles on the issue of allotment of land to the concerned banks shall be resolved soon.

Chairman J&K Bank (Convenor SLBC) expressed gratitude to Chief Secretary, Mr. M. I. Khanday for his personal efforts in expediting the process of allotment of land for RSETIs in J&K State. The RSETIs shall be functioning from their own premises very soon with the keen efforts taken by the State Government, he stated.

(Action: J&K State Government)

SEGMENT- 3 (PERFORMANCE REVIEW OF BANKING SECTOR)

AGENDA ITEM NO: 94.07

CREDIT FLOW TO PRIORITY SECTOR:

Bank-wise/ Sector-wise/ Region-wise achievements in lending to Priority Sector under Annual Credit Plan 2014-15 as at end of June 2014

The house recorded that as on 30th June 2014 banks have extended total credit of Rs.**2,570 Crore** in favour of **92,135 beneficiaries** (both under Priority and Non-priority Sectors) against aggregate target of Rs.**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.

Aggregate credit disbursement as on 30th June 2014 under ACP 2014-15 includes Priority Sector credit of Rs.**1,340.95 Crore** disbursed by banks in favour of **63,985** beneficiaries against the target of Rs.**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 Rs.**1,229.07 Crore** in favour of **28,150** beneficiaries against the target of Rs.**7,529.78** Crore for **2,08,685** beneficiaries (**16.32%** achievement in financial terms and **13.49%** in physical terms).

Analyzing the bank-wise figures, the house placed on record that under Priority Sector none of the banks have achieved the proportionate ACP target upto end of Q1 of FY 2014-15. J&K Bank & SBI have recorded 12% achievement of their respective ACP targets, PNB= just 6%, Other Commercial Banks=10%, Coop. Banks=10% and RRBs 8% of the respective individual ACP targets, which is not satisfactory when compared to achievements made by these banks during the corresponding period of the previous year.

With credit disbursement of Rs.841.11 Crore to the Priority Sector Credit, J&K Bank has been the major contributor (its share 63%) in financial terms followed by SBI with the contribution of Rs.154.24 Crore (11.50%), PNB with Rs.47.17 Crore (3.52%), RRBs with Rs.115.20 Crore (8.59%) and Co-operative Banks with Rs.69.08 Crore (5.15%).

Commenting on the performance of the banks under ACP 2013-14 Convener SLBC (Chairman & CEO J&K Bank), Mr. Mushtaq Ahmad stated that the first quarter usually remains sluggish but strenuous efforts are required to be made by the banks to achieve at least **80%** of the Annual Credit Plan by **31st December 2014**. He further stated that despite constraints Cooperative Banks have performed better than PNB and RRBs. Convenor SLBC sought comments from the representatives of PNB for having performed poorly during the first quarter of the current financial year.

The representative of Punjab National Bank apprised the house that PNB has actually achieved 11% of allocated targets but probably due to late submission of the revised data to SLBC Secretariat the actual achievement does not figure in the agenda.

On reviewing the sub-sector wise achievement of targets under Priority sector lending as on 30th June 2014 the house observed that “**other sub-sector**” shows the highest achievement of 13% viz-a-viz annual targets followed by Agriculture & MSE (12% each), Housing (8%) and Education (3%).

The Chairman J&K Bank (Convenor J&K SLBC) cautioned the banks about the paltry credit disbursement in **Education Sector**. He stated that despite high appetite and zero rate of rejection of cases the education sector is not picking up and remains a cause of concern thus needs serious introspection. It was reiterated that the scheme be given more publicity in print and electronic

media so that the students become aware about the benefits of the scheme. It was also decided that the salient features of the scheme be displayed at every bank branch so as to provide first hand information to the beneficiaries (students).

The Convenor SLBC stated that if banks feel that the education loan scheme prevalent in the system is not viable then revival of the scheme becomes inevitable. He suggested for incorporation of certain student friendly features in the existing education loan scheme so as to make it more liberal.

Analyzing the bank-wise figures, the house placed on record that under Non-Priority Sector none of the banks have achieved the proportionate ACP target upto end of Q1 of FY 2014-15 with **J&K Bank having recorded 20% achievement**, SBI=17%, PNB= just 4%, Other Commercial Banks=10%, Coop. Banks=10% and RRBs=12% of their respective individual ACP targets.

On reviewing the sub-sector wise achievement of targets under **Non-Priority sector** as on 30th June 2014 the house observed that “**other sub-sector**” show the highest achievement of 22.46% viz-a-viz annual target followed by Heavy Industries (19.32%), Medium Industries (4.03%), Housing Sector (2.34%) and lowest in Education Sector (0.32%). The abysmally low achievement of targets in Education Sectors under Non-Priority Sector also was viewed with concern.

Out of the total disbursement of Rs.1,229.07Crore under Non-Priority sector, J&K Bank alone has disbursed Rs.866.02 Crore which accounts for 70.46% of the total disbursements made by all the banks. Other 41 banks/ FIs operating in the State put together have disbursed Rs.363.05 Crore which accounts for just 29.54% of the total disbursements made to non-priority sector as on 30th June 2014.

Again the poor performance of Punjab National Bank in respect of credit disbursement under Non-Priority sector was viewed seriously by the house and the bank was advised to accord priority to this issue as well.

Financial Commissioner, Industries & Commerce Dept., Mr. Khursheed Ahamad Ganai expressed his serious concern over the poor performance of the banks under MSME sector. He stated that despite great potential the performance of the banks under this sector is very discouraging and emphasized that banks should extend liberal finance to MSME sector which holds great promise for employment generation.

General Manager Reserve Bank of India, Mr. A. K. Mattu stated that poor performance of banks under ACP warrants serious introspection. In order to maintain the sanctity of the Annual Credit Plan and Credit commitment towards overall economic development of the State, banks should make painstaking efforts to achieve their respective targets set under ACP 2014-15, he emphasized.

- **After threadbare deliberations on the issue, the house observed that the overall achievement of 13% upto 30th June 2014 under ACP 2014-15 cannot be considered satisfactory by any standards. Banks/ FIs operating in the State were advised to take necessary steps to improve their position / performance during the remaining three quarters of current financial year and put in strenuous efforts to ensure achievement**

of at least 80% of the Annual Credit Plan by 31st December 2014. PNB in particular was advised to improve its performance in all the sectors.

(Action: All member banks)

- **Banks should fulfill their credit commitment towards important sectors i. e Education, Housing etc which otherwise have very low credit absorption.**

(Action: All member banks)

AGENDA ITEM NO: 94.08

CREDIT UNDER GOVERNMENT SPONSORED SCHEMES:

Against the target of Rs.412.27 Crore for 21,280 beneficiaries for all banks operating in the State under ACP 2014-15, the achievement at the end of June 2014 under five major Government Sponsored Schemes, viz. NRLM (SGSY), PMEGP, JKSES, NULM (SJSRY) and SC/ST/OBC has been of the order of Rs.42.63 Crore spread over 2,006 beneficiaries in all the three regions of the State, thereby registering an achievement of 10% in financial and 9% in physical terms. Observing that the achievement is not satisfactory by any standards all stake holders were called upon to put in best efforts to improve the position under this vital segment.

The achievement, as observed by Chairman J&K Bank (Convenor J&K SLBC), Mr. Mushtaq Ahmad has not been satisfactory by any standards. He observed that there was urgent need for the State Government to bestow special attention towards timely release of subsidy under Government Sponsored Schemes which he said is the major impediment in disbursement of loans under these schemes which ultimately results in poor achievements. Earlier in his inaugural address Mr. Mushtaq Ahmad stated that healthy credit dispensation under the Government sponsored schemes promises employment generation and poverty alleviation and banks should play an important role in this sacred task.

After threadbare deliberations on the impediments in way of achievements of targets under Government Sponsored Schemes the house observed that pendency of huge number of cases with banks, rejection of substantial number of cases by the banks, low sponsorship of the cases by the sponsoring agencies and delay in the release of the subsidy amount by the Government are squarely responsible for the low credit takeoff under Government Sponsored Schemes. The house emphasized to focus attention for resolving these issues for achievement of better results in future.

Mission Director, SRLM, Mr. F. A. Peer informed that NRLM scheme is going smoothly and not a single case of default has been reported under the scheme so far. While appreciating the unprecedented response received from the banks in smooth implementation of the Scheme, Mission Director stated that most of the banks look at the scheme as a social responsibility but still there are some banks which are not coming forward due to the lack of confidence in the project. He informed that not a single case out of 37 cases sponsored under NRLM, has been sanctioned by Punjab National Bank.

Secretary to Government, KVIC raised the issue of non-acceptance of agriculture land as mortgage by banks which he said is one of the major impediments coming in way of progress under PMEGP Scheme. He said that entrepreneurs are facing difficulties on this account and requested for relaxation in the norms for boosting the achievement in the sector.

Mr. Mushtaq Ahmad (Convenor SLBC) stated that though security cannot be enforced but the issue can be examined by legal experts.

- **After threadbare deliberations the house emphasized that all banks operating in the State and the concerned sponsoring agencies to consider the targets under Government Sponsored Schemes, which are largely aimed at poverty alleviation, as a mission and strive hard to fulfill the commitments under this vital segment.**

(Action: All member banks/Sponsoring agencies)

AGENDA ITEM: 94.09

Performance under Handicrafts / Handloom as on 30th June 2014:

The house recorded that banks have achieved 9% of target under Handicrafts/ACC, 7% of target under Handlooms (Micro Credit Plan Scheme) and merely 1% of target under Handlooms (Weavers Credit Card Scheme) upto the end of June 2014.

Chairman J&K Bank (Convenor J&K SLBC), Mr. Mushtaq Ahmad stated that Handicrafts/ Handlooms is a pivotal source of revenue generation of Jammu & Kashmir and holds great promise for economic upliftment of state in terms of revenue generation. He stated that despite putting in efforts by all the stake holders the scheme is not picking up and reasons for the same needs to be explored.

On the unsatisfactory achievement under Handicrafts Sector, Director Handicrafts informed that 1100 cases in valley and 200 cases in Jammu under Artisan Credit Card Scheme have been sponsored to various banks but not a single case has been sanctioned so far. He stated that MOU signed in this regard clearly says that banks shall not retain the sponsored cases for a long and should return the same to the sponsoring department if not sanctioned.

President, J&K Bank, Mr. Mohammad Amin informed the house that due to the non-release of subsidy by the State Government, J&K Bank, which has the major share of credit under the scheme, had to declare large amount as NPA under the scheme in the previous quarter. He stated that the banks are willing to provide hassle free credit under this vital sector but the non-release of subsidy by State Government impedes the process and makes bankers hesitant to extend liberal credit for the fear of becoming NPA's.

Mr. Mushtaq Ahmad (Convenor SLBC) stated that Handicraft/ Handloom schemes are the subsidy linked programmes and the timely release of subsidy under the sector needs to be regulated. He stated that there is urgent need for the State Government to bestow attention towards release of subsidy in respect of Artisan Scheme. He stated that despite requests in this regard to the concerned department of the State Government no positive response has been received till date which has hampered credit dispensation under the said schemes.

The house observed that delay in release of subsidy by the Government under Artisan schemes is one of the major road blocks coming in way of progress under the said Schemes.

Director Handlooms Department requested the banks to extend liberal finance to the Handloom sector which holds great promise for substantial employment generation. He emphasized that banks should give due support to the Handloom Scheme (Weavers Credit Card) and synchronize their activities with the Handlooms Department so as to envisage better results in future.

(Action: Directors of Handicraft/Handlooms/All LDMs/All member banks)

AGENDA ITEM: 94.10

Monitoring of flow of Credit for livestock and fisheries Sector:

Progress achieved by the Banks in delivering credit to livestock and fisheries Sector as at the end of June 2014 was taken on record.

AGENDA ITEM: 94.11

ACHIEVEMENT UNDER SELF HELP GROUP (SHG):

The house placed on record the cumulative position of SHGs formed in J&K State upto the end of June 2014 which stood at 11,477, out of which 7,625 SHGs were credit-linked involving an amount of Rs.53.36 Crore.

The house observed that the position is not satisfactory and advised all the member banks and concerned government agencies to take necessary measures in order to improve the progress during the ensuing quarters of Current Financial Year.

(Action: All member banks/Govt. Agencies)

AGENDA ITEM NO: 94.12

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

The house placed on record the fixation of district-wise targets under Rajiv Rinn Yojna (RRY) Scheme, the modified form of ISHUP adopted in 91st SLBC meeting.

The house advised the concerned sponsoring agency to sponsor the cases so as to register progress under the scheme which is due to close on 31st March 2017.

Giving the progress under the Scheme CEO (UDAK) informed the house that 450 cases were sponsored in Kashmir and equal number of cases in Jammu but not a single case has been sanctioned by the banks so far. He further informed that banks reject the cases for the want of Building Permission.

Mr. Mushtaq Ahmad (Convenor SLBC) stated that without proper Building permission Banks will not be in a position to sanction any case.

(Action: Housing & Urban Dev. Deptt., J&K Govt./ State Urban Development Agency (SUDA)/member banks/SLBC secretariat)

AGENDA ITEM: 94.13

BANK CREDIT AT A GLANCE (OVERVIEW OF CREDIT SCENARIO IN J&K STATE) STATISTICAL DATA OF VARIOUS BANKS IN J&K STATE AS AT END OF JUNE 2014:

The Chairman, J&K Bank (Convenor SLBC) informed the house that the total advances of all banks operating in the State as on 30th June 2014 stood at Rs.33,238.22 Crore against Rs.25,461.11 Crore as at the corresponding period of the previous year thereby recording YoY growth of 30.55% while as the total deposits in the State as on 30th June 2014 stood at ₹71,520.05 Crore against Rs.64,626.83 Crore as at the corresponding period of the previous year thereby indicating YoY growth of around 10.67%. As a result of this healthier credit growth the C. D. Ratio of the State has significantly improved from 39.40% as on 30th June 2013 to 46.47% as on 30th June 2014, which is encouraging.

Commenting on the credit sharing by major banks in the State, Chairman, J&K Bank highlighted that J&K Bank has the highest share of Rs.20,670.44 Crore comprising 62% of the total outstanding credit of Rs.33,238.22 Crore in the State as at the end of June 2014. The share of SBI is Rs.5,003.16 Crore comprising 15% and that of PNB is Rs.1,530.52 Crore comprising 5%. The share of all other banks put together is Rs.6,034.10 Crore which constitutes 18% of the total outstanding credit as on 30th June 2014.

The house also placed on record that an amount of Rs.2,176.73 Crore, Rs.637.74 & Rs.218.14 Crore disbursed by outside State branches of SBI, PNB and JKB respectively for financing the projects in J&K State, has been incorporated in their advances figure to determine their CD Ratio at State Level as per RBI directions issued vide circular No.RPCD.LBS.BC.NO.47/01.13.03/2005-06 dated November 9, 2005.

During the period under review the CD Ratio of J&K Bank has improved from 42.72% to 46.53% YoY Basis (from 42.72% to 47.03% after including the Corporate Sector advances of Rs.218.14 Crore made by outside State Branches), SBI from 25.98% to 28.69% YoY (from 25.98% to 50.78% after including the Corporate Sector advances of Rs.2,176.73 Crore made by outside State Branches) while CD Ratio of PNB has declined from 21.86% to 19.47% YoY basis(but after including the Corporate Sector advances of Rs.637.74 Crore made by outside State Branches the CD Ratio of PNB has improved from 21.86% to 33.38%). The CD Ratio of RRBs has also improved from 43.16% as on 30.06.2013 to 44.52% as on 30.06.2014 while as in respect of Co-operative Banks it has improved from 34.39% as on 30.06.2013 to 35.57 % as on 30.06.2014.

It was taken on record that out of the aggregate advances of Rs.33,238.22 Crore outstanding as on 30th June 2014 an amount of Rs.16,972.71 Crore (51.06%) has gone to Priority Sector and Rs.16,265.51 Crore (48.94%) has gone to Non-Priority Sector. Rs.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 Rs.3,789.24 Crore, constituting 18.33% of its total advances.

While analyzing the Priority Sector advances it was observed that Micro & Small Enterprises sector dominates other sectors, absorbing major share of Rs.8,935.90 Crore (52.65%) followed by Agriculture, Housing, and Others sector with an amount of Rs.5,192.39 Crore (30.59%), Rs.1,993.77 Crore (11.75%), Rs.589.33 Crore (3.47%) respectively and the lowest share of Rs.261.32 Crore (1.54%) Crore has gone to Education Sector.

- **After discussion on the issue banks operating in the State were advised to take suitable measures for improving their CD Ratio to ensure that the National benchmark of 60% Credit Deposit Ratio is achieved during the current financial year.**

(Action: All member banks)

AGENDA ITEM NO: 94.14

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

Progress achieved by the banking sector in J&K State as at the end of June 2014 was taken on record.

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.

The house impressed upon the banks to take immediate necessary steps for opening of branches in identified MSME clusters for providing banking services.

The house observed that the rehabilitation of Sick, Micro and Small Enterprises is being regularly monitored by Empowered Committee on MSMEs and also by Sub-Committee of State Level Inter-Institutional Committee (SLIIC) on MSMEs besides being monitored by High Level Committee on MSMEs.

(Action: Member banks/Directorate of Industries & Commerce Kashmir/Jammu)

AGENDA ITEM NO: 94.16

Flow of Credit in Minority Concentrated Districts:

The position was taken on record.

AGENDA ITEM NO: 94.17

Performance review of LDMs/ DLRCs & DCCs:

Conduct of DLRCs and DCCs meetings

The house observed that the periodicity of conducting DCC and DLRC meetings prescribed by RBI is being complied with by all the LDMs in J&K State and these meetings are being conducted regularly.

(Action: All LDMs)

District-wise Credit Deposit Ratio

The position was taken on record and the districts having low Credit Deposit ratio were advised to explore the potential for credit dispensation/ absorption in order to improve the CD Ratio to the desired level.

SEGMENT – 4 (RECENT DEVELOPMENTS)

AGENDA ITEM NO: 94.18

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

The progress made in setting up of Farmers Training Centers (FTCs) in Kashmir, Jammu and Ladakh regions by J&K Bank, PNB and SBI respectively was taken on record and concerned banks were advised to expedite the process.

(Action: JKB, SBI & PNB, NABARD)

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 claims as made in respect of individual weavers under Revival, Reform and Restructuring (RRR) Package for Handloom Sector and settlement thereof was taken on record by the house.

(Action: State Bank of India)

AGENDA ITEM NO: 94.20

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

The guidelines framed by Directorate of Animal Husbandry for establishment of Dairy Units under National Mission on Protein Supplementation (NMPS) were already approved and accepted by the house for implementation in the State in 91st SLBC meeting.

The house observed that while the Directorate of Animal Husbandry Department Jammu has conveyed District-wise targets for Jammu region under the scheme to SLBC Secretariat, the targets for Districts in Kashmir region have not been forwarded till date. The Directorate was advised to forward the District-wise targets for Kashmir region immediately to SLBC Secretariat for onward fixation of targets to the individual banks through the concerned Lead District Managers.

(Action : Animal Husbandry Deptt./ member Banks & LDMS)

AGENDA ITEM NO: 94.21

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

The house placed on record that Sub-Committee of J&K SLBC for State Rural Livelihood Mission (SRLM) which was constituted by the house in 92nd meeting of J&K SLBC held its first meeting on 10th July 2014.

(Action: Convenor Bank/NABARD/Rural Dev. Deptt.)

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

National Crop Insurance Programme/ Rashtriya Fasal Bima Karyakram- Weather Based Crop Insurance Scheme (WBCIS) which was approved by Ministry of Agriculture, Government of India for J&K State, was adopted by the house for implementation in J&K State.

The house decided that the guidelines and operational modalities of the programme as fixed by Ministry of Agriculture, GoI be disseminated to all the banks in the State for strict implementation

(Action: Convenor Bank/member banks)

Special session on Launching of Pradhan Mantri Jan Dhan Yojana (PMJDY)

A special session was held in the meeting to draw the roadmap for the nationwide launch of Pradhan Mantri Jan Dhan Yojana (PMJDY) which is an ambitious project of GoI. Dy. Secretary, Department of Financial services, MoF, GoI, Mr. A. K. Dogra gave a power point presentation of the plan which indicated the significance of the new programme. The presentation highlighted the important features of the **Pradhan Mantri Jan Dhan Yojana** and the necessary arrangements made by DFS for its successful launch.

The house was informed that the Central Government has declared the Financial Inclusion as a National Mission for implementation through special programme "Pradhan Mantri Jan Dhan Yojana".

The power point presentation highlighted the following features of the new programme viz, Pradhan Mantri Jan Dhan Yojana

- The campaign focus on coverage of full geography.
- The unit for coverage shall be households instead of villages.
- The plan shall focus on both rural as well as urban Financial Inclusion.
- There shall be Brand visibility for the programme and Business Correspondent.
- Telecom connectivity problems shall be resolved by mutual consultation with the stakeholders and banks shall work to use the National Optical Fiber Network (NOFN).
- Opening of at least 2 bank accounts per households with one account being that of the lady of the house in the villages, SSAs and Urban wards covered by the banks.
- Accounts shall be integrated with EBT, credit, Insurance and Pension.
- Interoperability shall be facilitated by National Payment Corporation of India (NCPI) through Aadhar Enabled Payment System (AEPS) with RuPay Debit Card.
- Accounts shall be converted into online mode by migrating on Core banking Solution (CBS) platform with Mobile Banking Facility.

- State level and District level monitoring committees shall be set up for direct involvement with states/districts.
- Minimum remuneration of the BCs shall be at least Rs.5,000/- pm comprising of fixed amount and additional transaction /activity based variable component.
- Uniform Financial Literacy material shall be designed in consultation with DFS and utilized for creating awareness and educating the customers in rural and urban centers.
- Credit facilities in the form of overdraft with the limit up to Rs. 5,000/- shall be provided to every account holder. This card shall have an inbuilt accident insurance cover of Rs.1.00 Lakh.
- For ease of opening of accounts, a one page account opening form has been designed with simplified KYC/e-KYC approach.
- There would be a Grievance Redressal at SLBC and IBA levels with a toll- free number.
- A web portal shall be created by NIC/DFS for online monitoring the creation of Business Correspondent Agents that will act as a tool for monitoring the coverage of villages.
- Besides those households that were covered under the earlier campaigns and have only one account per family would need to be provided with two accounts- one for the husband and one for the wife.
- The present plan shall be implemented as a Mission Mode Project with pre defined roles of various stakeholders with timeline for every activity.

The house decided that all the stake holders should play a pivotal role for making **Pradhan Mantri Jan Dhan Yojana a successful endeavor**

The meeting ended with a vote of thanks to the Chair, which was presented by Sh. S.K.Bhat, President (LBD/SLBC), J&K Bank.

**

Annexure-A

List of Participants of the 94th Meeting of J&K SLBC held on 20th August 2014 at SKICC Srinagar

<u>S. No.</u>	<u>Name of the Participant</u>	<u>Designation / Department/ Organization</u>
S/Shri		
Chief Guest		
1.	M. I. Khanday	Chief Secretary, J&K Government
Convenor		
2.	Mushtaq Ahmad	Chairman & CEO, J&K Bank
State Government		
3.	Asgar Samoon	Commissioner/ Secretary, Agriculture Production Deptt.
4.	Khurshid Ahmad Ganai	Financial Commissioner, Industries & Commerce
5.	Farooq Ahmad Peer	State Mission Director, SRLM
6.	Dara Singh Bali	SE, IT Department
7.	Shahid Anayat-Ullah	Special Secy. Labour & Employment
8.	Bashir Ahmad	Chief Executive, UDAK
9.	Showkat Aijaz	Director, Finance
10.	S. S. Sasan	Director, Planning & Development Deptt.
11.	M. R. Mattoo	Director, Planning, Agriculture Production Deptt,
12.	Dr. Shamas-Ud-din	Director, Animal Husbandry
13.	Dr. M. I. Parray	Director, EDI
14.	Nazim Z Khan	Director, Industries & Commerce Department Kashmir
15.	Bhawani Rakwal	Jt. Director, Industries & Commerce Department Jammu
16.	Dr. S. S. Jamwal	Director, Agriculture, Jammu
17.	Mushtaq Peerzada	Director, Agriculture, Kashmir
18.	Tariq H. Ganai	Director, Handicrafts Department
19.	Tsering Angchok	Director, Handlooms Department
20.	Virender Sharma	Director MSME Jammu
21.	Bashir Ahmad	Director , Local Bodies Kashmir
22.	Tasvinder Singh Dua	Managing Director, SIDCO
23.	Saugat Biswas	Director, Employment
24.	Akhtar Hussain	Dy. Director, Horticulture
25.	S. Qammar Sajjad	Dy. Director, Rural Development, Kashmir
26.	Farooq Ahmad	Dy. Registrar, J&K Cooperatives
27.	Naheeda Soz	Managing Director, Women's Development Corporation.
28.	Mohammad Iftikhar	Managing Director, JK DFC
29.	Mohd Farooq Thoker	MD, J&K State Financial Corporation
30.	Muzaffar Ahmad Wani	Addl. Secretary Law
31.	A. H. Shah	Joint Director, Industries & Commerce Deptt.
32.	Shakeel Ahmad Khan	Technical officer Animal/ Sheep Husbandry Department.
33.	Mir Afroz	Secretary/CEO KVIB
34.	A. M. Zargar	Incharge, KVIC, Sgr.
35.	Arshad Majid Bhat	Divisional Manager, J&K SC/ST/OBC Dev. Corporation
BSNL (Special Invitee)		
36.	D. K. Aggarwal	General Manager

Government of India

37. A. K. Dogra ... Dy. Secy., DFS, MOF, GOI

Reserve Bank of India

 38. A. K. Mattu General Manager
 39. R. B. Gupta ... AGM, RBI Jammu

NABARD

 40. Shankar A. Pande ... Chief General Manager, R. O. Jammu
 41. Dinesh K. Kapila ... DGM, Srinagar.

J&K Bank (Convenor Bank)

 42. Parvez Ahmed ... Executive President
 43. R. K. Shah ... Sr. President (T&ISD)
 44. S. K. Bhat ... President (Finance/SLBC)
 45. R. K. Chhibber President (FID)
 46. Mohammad Amin ... President (A& AP)
 47. A. K. Pandita ... Vice President (PS)
 48. A. R. Sheigan ... Vice President/Zonal Head, Kashmir(Central)
 49. M. S. Kaboo ... Vice President/ Zonal Head ,Kashmir (North)
 50. Mushtaq Ahmad ... Vice President/ Zonal Head ,Kashmir (South)
 51. Gulzar Ahmad Zargar ... Asstt. Vice President, LBD/SLBC
 52. Mehraj-Ud-Din ... Executive Manager, LBD
 53. Altaf Ahmad Zargar ... Executive Manager, FID
 54. Sajad Ahmad ... Sr. Executive, T&ISD
 55. Ajyaz Ahmad ... Sr. Executive, T&ISD

Public Sector Banks

 56. D. K. Kaul ... Regional Manager, SBI
 57. R. L. Lochan ... Chief Manager (Lead Bank), SBI
 58. B. M. Fazili ... AGM, Punjab National Bank
 59. Anil Grover ... RM, State Bank of India, Z. O. Jammu
 60. R. K. Dhingra ... Zonal Head, Allahabad Bank
 61. C. V. S. Murthy ... AGM, Canara Bank
 62. S. D. Shivgotra ... Sr. Manager, Oriental Bank of Commerce
 63. D. S. Saahi ... General Manager, Central Bank of India
 64. R. K. Kaushik ... Regional Manager, Central Bank of India
 65. Krishan Lal ... Sr. Branch Manager, Bank of India
 66. Asiq Hussain Bhat ... Credit Manager, Bank of Baroda
 67. Vijay Kumar ... Senior Manager, P&S Bank
 68. K. B. Chandra Chief Manager, Union Bank of India
 69. Ashutosh Singh ... AGM, IDBI Bank
 70. Amir Jalali ... Manager, IDBI Bank

Private Sector Banks

 71. Iftikhar Ahmad ... Dy. Vice President, HDFC Bank
 72. Ajay Pandit ... Sr. Manager, HDFC Bank
 73. Malik Saiyidain ... Chief Manager, ICICI Bank
 74. Latif Karnai ... Cluster Head, ICICI Bank
 75. Jan Mohd Kanjwal ... Sr. Manager (Credit), Axis Bank

Regional Rural Banks

 76. Vagesh Chander ... Chairman, J&K Grameen Bank
 77. M. L. Bhat ... General Manager, EDB

Cooperative Banks

 78. B. A. Lone ... Managing Director, Baramulla Central Coop. Bank
 79. G. M. Bhat ... General Manager J&K SCB
 80. Atta Mohd Nath ... Chief Executive, Anantnag Central Coop. Bank
 81. Mohd Mushtaq ... DGM, JCC Bank

SIDBI

82. Anuj Jain ... AGM, SIDBI

Agriculture Insurance Company of India

83. Sudhir Dogra Area Manager

Lead District Managers

84. Nissar Ahmad Ahanger ... LDM, Srinagar
 85. Shahzad Hussain Teli ... LDM, Budgam
 86. Fazal Haq Qureshi ... LDM, Ganderbal
 87. Javeed Ahmad Qureshi ... LDM, Baramulla
 88. Riyaz Hassan Baba ... LDM, Bandipora
 89. Imtiyaz Ahmad Zaindari ... LDM, Kupwara
 90. Mohammad Sayed Shah ... LDM, Pulwama
 91. Ghulam Jeelani Shah ... LDM, Shopian
 92. Ghulam Nabi Dar ... LDM, Kulgam
 93. Mufti Gh. Mohammad ... LDM, Anantnag
 94. Arvind Kapoor ... LDM, Rajouri
 95. Mohd. Shafi Ayaz ... LDM, Poonch
 96. Satish Gupta ... LDM, Kishtwar
 97. I. B. Sharma ... LDM, Doda
 98. Nawang Tsering ... LDM, Kargil
 99. Mohd Illyas Wani ... LDM, Ramban
 100. Anil Mattoo ... LDM, Leh
 101. Sanjay Bhardwaj ... LDM, Reasi

Other Participants

102. G. R. Kumar ... State Project Coordinator, RSETIs
 103. Ghulam Hassan Keeno ... District Coordinator, SBI

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