

SEGMENT-1 (REVISION)

**CONFIRMATION OF MINUTES OF
94th MEETING & SPECIAL MEETING OF J&K SLBC HELD ON 20th
AUGUST 2014 AND 23rd SEPTEMBER 2014 RESPECTIVELY**

The minutes of 94th meeting of J&K SLBC held on 20th August 2014 at Srinagar to review the performance / achievements of the banks / financial institutions, operating in the State for the quarter ended June 2014, 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-94/2014-210 dated September 25, 2014. The actionable points have been indicated for desired action at the concerned level.

The minutes of Special meeting of J&K SLBC held on 23rd September 2014 at Jammu for taking stock of the devastation caused by floods in J&K State and devising suitable measures for relief, rehabilitation, revival and restructuring of various types of credit facilities in affected areas were also 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-SPL/2014-211 dated September 25, 2014.

No amendments to the published minutes of the said meetings 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)**

A) 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 93rd meeting of J&K SLBC, 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 have 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> <p>In 94th Meeting of J&K SLBC held on 20th August 2014 the house impressed upon the State Government to expedite the process so that the matter is taken to its logical conclusion.</p>

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

B) 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>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><u>LATEST UPDATE</u> J&K SLBC in its 94th meeting held on 20th August 2014 approved the decisions of Sub-Committee, as follows:</p> <ul style="list-style-type: none"> • 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. • 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.

None of the Banks have submitted CSR Plan for CFY to Convenor J&K SLBC.

Member banks & NABARD to report progress in the matter

The house may deliberate the issue.

C) Convening of Sub-Committee meeting of J&K SLBC on Relaxations/Concessions to Trade & Industry in J&K State-Extension granted by RBI in the period of relaxation/concessions to borrowers/ customers in the State of Jammu & Kashmir

A Sub-Committee meeting of J&K SLBC on relaxations/concessions to Trade & Industry in J&K State, to review the position and to consider further extension or otherwise in the period of special package of relaxation/concessions extended by RBI to Trade & Industry in J&K State, was held on 24th June 2014 at J&K Bank, Corporate Headquarters, Srinagar.

Consequent upon threadbare deliberations the Sub-Committee recommend to Reserve Bank of India that the special package of concessions and relaxations to Trade & Industry in the State, which expired on 31st March 2014, be extended by a further period of two years i. e upto 31st March 2016 and the package of concessions/relaxations be properly monitored and strictly enforced by Reserve Bank of India.

In response to recommendations made by Sub-Committee, Department of Banking operations & Development (DBOD), RBI, C. O. Mumbai vide Circular No. RBI/2014-15/180 issued under reference No. DBOD.NO.BP.BC.32/21.04.012/ 2014-15 dated August 14, 2014 extended the period of relaxation/concessions to borrowers/customers in the State of Jammu & Kashmir for a further period of two years i. e. **upto 31st March 2016.**

The approval of RBI has been forwarded to all the banks operating in the State with the instructions to percolate the same to their respective operational levels for implementation.

D) Convening of Sub-Committee of SLBC for Export Promotion

The 6th meeting of the sub-committee of SLBC for export promotion for J&K State was held on 28th June 2014 at Srinagar. The meeting discussed the problems faced by exporters in relation to export finance and other banking related issues at the State level.

The minutes of the meeting were circulated among the members under reference no. JKSLBC/Export/2014-314 dated August 19, 2014

This is for the information of the house.

SEGMENT – 2 (SPECIAL AGENDA POINT)

AGENDA ITEM NO: 95.01

J&K FLOODS 2014-(RECOMMENDATIONS PUT FORTH BY J&K SLBC FOR RELIEF, REHABILITATION, REVIVAL AND RESTRUCTURING OF VARIOUS TYPES OF CREDIT FACILITIES IN THE AREAS AFFECTED BY NATURAL CALAMITY).

A special meeting of J&K State Level Bankers' Committee was convened on 23rd September 2014 at J&K Bank Zonal Office Jammu for taking the stock of the situation in aftermath of natural calamity (Floods) that hit the J&K State in the month of September 2014. A Special package of relief, rehabilitation and restructuring of various types of credit facilities in affected areas was discussed, formulated and approved by J&K SLBC.

The minutes of the said meeting stand circulated to State Government, DFS, MoF, GoI, RBI, NABARD, IBA and member banks vide SLBC office reference No. LBD/SLBC-SPL/2014-211 dated September 25, 2014.

Follow-up of the Action on above

A team of officers from SLBC Convenor Bank comprising Executive President Mr. A. H. Banday, President J&K SLBC Mr. S. K. Bhat visited IBA and met Chairman/ CEO and Advisor of IBA on 25th/ 26th September 2014 and briefed them about the situation prevailing in the State and the havoc and devastation caused by the natural calamity to the businesses across the board viz-a-viz all commercial banks operating in the State. On the request of the J&K SLBC, IBA convened a special meeting of its managing committee on 26th September 2014 and deliberated at length over the situation in J&K State. IBA noted with satisfaction the efforts made/ being made by bankers' in restarting banking operations which were halted by the floods and also helping borrowers to restart their economic activities. The Managing committee endorsed the assessment made and decisions taken by J&K SLBC and on 30th September 2014 submitted a note to Chief General Manager, RPCD, RBI central office Mumbai for considering the following special relaxations recommended by J&K SLBC in favour of the banks viz-a-viz borrowers.

On 26th of September 2014 the team of SLBC also met with two General Managers of Reserve Bank of India Mumbai, Mr. Moolchandani (RPCD) and Mr. Chowdhary (DBOD) and discussed about the package formulated for flood affected people.

Rural Planning & Credit Department, Reserve Bank of India, Central Office Mumbai vide letter No. RPCD.FSD.No.3709 /05.04.02/2014-15 dated October 9, 2014 followed by couple of other communications from DBOD dated 16th and 17th October 2014 has granted approval and the final position/ clarification/ approval emerging from the above communications of RBI are as under:

- I) **That reschedulement of loans of persons affected by natural calamity would be an event of “restructuring” and accordingly such accounts would attract provision as applicable to other ‘restructured’ assets. However, the accounts that are restructured for the second time or more on account of natural calamities would retain the same asset classification (as on date of calamity) on restructuring.**
- II) **As indicated in Master Circular on Guidelines for Relief Measures by Banks in Areas affected by Natural Calamities (RPCD No. FSD.BC.07/05.04.02/2014-15 dated July 1, 2014 (para 23 (i)), the asset classification status obtaining as on date of natural calamity, is allowed to continue while rescheduling. Further, in terms of para 24 (ii) of the Master Circular ibid, overdue accounts at the time of occurrence of natural calamity are not eligible for conversion facilities. The request for allowing the asset classification obtaining as on June 30, 2014 was not acceded to.**
- III) **Considering the extent of devastation in the State, the request for granting banks time to complete the exercise of rescheduling of eligible loans by March 31, 2015 has been acceded to. However, it has been advised to ensure that all the necessary steps are taken immediately in coordination with the State Government to ensure that the requisite declaration on ‘Annewari’ by State Government/ District Authorities are made expeditiously and entire exercise of rescheduling of all eligible loans as per the Master Circular issued by RPCD is completed as soon as possible.**
- IV) **The decision of the SLBC to grant a moratorium period of 2 years for the loans eligible for rescheduling in terms of Master Circular ibid has been taken on record by RBI.**

Besides the above recommendations J&K SLBC in its special meeting approved and recommended the following to Central/ State Government:

- I. Refinance to the banks on softer terms against loans affected by natural calamity be extended with repayment over a period of 10 years.
- II. 100% debt relief by State/ Central Govt in respect of business loans up to maximum limit of Rs.3.00 lacs or balance outstanding, whichever is less.
- III. 100% Interest subsidy from Govt of India on the existing loans to the affected borrowers for a minimum period of 3 years.
- IV. 3% interest subvention from Govt of India for a minimum period of three years on all fresh/ additional loans/ facilities to existing as well as fresh borrowers. This will include loan for renovation/ repairs and replacement of damaged assets/ machinery/ equipments and fresh Working Facilities/ crop loans for restarting the business/ productive activity.
- V. Adequate compensation or interest free soft loans from Govt of India be extended to business establishments to augment their capital requirements repayable over a period of 10 years after initial moratorium of 5 years.
- VI. Guarantee and annual fee for Guarantee cover from CGTMSE on the funding by the Banks upto limit of Rs. 1.00 Crore to the affected eligible borrowers shall be borne by the Government of India/State Government for a period of 5 years.

The Government of J&K State to inform the progress in this regard.

Sub-Committee meeting of J&K SLBC

A Sub-Committee of J&K State Level Bankers' Committee constituted by J&K SLBC in its Special meeting held on 23rd September 2014 at Jammu, held its first meeting under the Chairmanship of Chairman/ CEO J&K Bank (Convenor, J&K SLBC) on **4th October 2014 at Corporate Headquarters of J&K Bank Srinagar**

The sub-committee after threadbare discussions finalized the date for holding of mega credit/ relief camps for all flood affected districts of the State as advised by the representative of DFS, MoF, GoI during the deliberations of the meeting of Special SLBC at Jammu on 23rd September 2014 with the slogan "**Hum Hain Saath**" for consideration of granting the following facilities:

- Consumption Loan upto ₹10,000/-
- Loan for economic activity upto ₹10.00 lacs
- House reconstruction loan upto ₹5.00 lacs

The above said facilities have the following features:

- Elongated repayment schedule
- Moratorium of 2 years for repayment of loan
- No Margin required
- Concessional Rate of Interest
- No Collateral security required

The forum decided that member banks may take the call by holding branch level camps in all the branches from **10th October 2014** for one week and thereafter for 2 days a week for 1 month, in affected districts, by keeping Special Credit Counseling & Facilitation Counters and offer the above packages to the eligible borrowers/ flood victims on merits with minimum reasonable credit appraisals.

The forum also decided the following

- **J&K State Government to approach Gol for extending interest subvention of 5% upto loans of ₹5.00 lacs for the flood victims of J&K State under House Reconstruction Loan Package on the pattern of Ministry of Housing & Urban Poverty Alleviation, Gol, Housing Loan Scheme “Rajiv Rinn Yojana”.**
(Action: J&K State Government)
- **J&K State Government to approach Gol for waiver of debts upto ₹3.00 lacs in respect of the borrowers affected by the floods.**
(Action: J&K State Government)
- **J&K Government to examine the issue of exemption in stamp duty and registration fee on loans for a period of at least one year to the flood victims in all the 20 affected districts of J&K State on the pattern of Utrakhand.**
(Action: Finance Deptt. J&K State Government)

The Government of J&K State to inform the progress in this regard.

In order to show solidarity with the people of Jammu & Kashmir affected by the recent floods and make them aware about the various types of Credit/relief packages for revival/ rehabilitation, Department of Financial Services, MoF, Gol in collaboration with Indian Banks' Association organized Special Credit cum Relief Camps one each at Jammu & Srinagar on 13th October 2014 and 14th October 2014 respectively.

The Special Credit cum Relief Camps were launched by Dr. Jitendra Singh, Hon'ble Minister of State (I/C) for Science & Technology and Earth Sciences, Minister of State for Prime Minister's Office, Personnel, Public Grievances and Pensions, Space & Atomic Energy, Gol in presence of Jenab Abdul Rahim Rather, Hon'ble Finance

Minister, J&K State, who was Guest of Honour on the occasion. Besides the camps were attended by Chairman Indian Banks' Association (IBA) T M Bhasin, J&K Bank Chairman & CEO Mushtaq Ahmad, Principal Secretary to government B. B. Vyas, Joint Secretary (MoF) Alok Tandon and top executives of all the major banks operating in the State, Divisional Commissioner Kashmir Rohit Kansal, top government officials, officers from RBI, senior functionaries of all the banks, prominent citizens and a large number of flood affected people from the valley.

LIST OF FLOOD VICTIMS WHOSE HOUSES IN PUCCA & KUTCHA CATEGORIES HAVE BEEN DAMAGED COMPLETELY IN THE DEVASTATING FLOODS

OPENING OF BANK ACCOUNTS FOR TRANSFERING OF RELIEF AMOUNT DIRECTLY INTO THEIR BANK ACCOUNTS

Government of India wants to transfer the relief amount directly into the bank accounts of the flood victims whose houses in Pucca and Kutcha categories were completely damaged in the devastating floods that hit the J&K State in the month of September 2014. J&K SLBC Secretariat in this regard has received a communication from National Disaster Management Authority (NDMA), Gol dated 5th November 2014 asking therein for the list of such victims along with their complete postal addresses and bank account number.

SLBC Secretariat has taken up the matter with the Divisional Commissioner Kashmir and Jammu vide communication No.LDB/SLBC/Flood-2014/2014-250 & 250A dated 12th November 2014 and a copy of same also endorsed to Chief Secretary and Principal Secretary Finance, J&K Government for providing the list of the affected beneficiaries, whose houses, in Pucca and Kutcha categories have completely damaged in the devastating floods, along with their postal address and the details of Bank accounts enabling Gol to transfer the amount of relief directly into their accounts.

Since NDMA, Gol is pressing hard to get the process completed at an earliest, J&K Government is requested to provide the list of the affected beneficiaries so that same may be forwarded to NDMA for further necessary action at their end.

The progress made by the banks in providing relief, rehabilitation, restructuring of various types of credit facilities and disbursement of fresh credit to the people affected by the natural calamity (floods) is given hereunder:

Position as on 21.11.2014

(Amt in Crores of ₹)

Particulars	Number of Loan applications Received	Loan applications Processed/ Sanctioned		Cases disbursed	
		No.	Amt.	No.	Amt
Housing	1097	286	23.36	269	20.75
Working Capital	3118	1598	284.47	915	123.00
Term Loans	1650	1349	49.59	599	22.29
Others	518	436	8.29	277	5.07
Total	6383	3669	365.71	2060	171.11

Major Contributors are:

(Amt in Crores of ₹)

Particulars	Number of Loan applications Received	Loan applications Processed/ Sanctioned		Cases disbursed	
		No.	Amt.	No.	Amt
J&K Bank	4265	2503	289.78	1037	112.95
HDFC Bank	392	392	38.30	392	38.3
PNB	465	459	14.27	459	12.78
SBI	212	158	5.05	141	3.66
Allahabad Bank	37	27	3.46	25	3.26
Other banks	1012	130	14.85	6	0.16
Total	6383	3669	365.71	2060	171.11

J&K Bank alone has contributed 50% of the total loan applications disbursed and 66% of the total amount disbursed by all the banks together upto 21st November 2014.

The detailed bank-wise progress as on 21.11.2014 is given in [Annexure-A](#).

The House is requested to deliberate the issue

SEGMENT – 3 (FINANCIAL INCLUSION / THRUST AREAS)

AGENDA ITEM NO: 95.02

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**
- (III) Pradhan Mantri Jan Dhan Yojana (PMJDY)**

Commencement of Financial Inclusion Plan in India-Background

Financial Inclusion has always remained the focused area of the Government of India for promoting inclusive growth and bringing into the banking fold the people who are still financially excluded. The concept was first mooted by the Reserve Bank of India in 2005 and in the year 2011, the Government of India gave a serious push to the programme by undertaking the “**Swabhimaan**” campaign to cover more than 74,000 villages, with population more than 2,000 (as per census of 2001), with banking facilities across India. This campaign was formally launched by Gol on 10th February, 2011.

Though Financial Inclusion has remained an important programme of the Central Government for promoting inclusive growth but the plan has now got a real push through the new government's renewed focus on common man's economic welfare.

The present Central Government has declared the Financial Inclusion a National Mission for implementation through special programme “**Pradhan Mantri Jan Dhan Yojana**”. The Scheme was launched across the country on 28th of August 2014. It was formally launched by Hon'ble Prime Minister of India Shri Narendra Modi in Delhi and Simultaneously at all the major Cities and Towns across the Country.

i) 'Swabhimaan Campaign' for coverage of villages with population > 2000-FIP Phase-I

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

The Bank-wise achievement under Phase-I of Financial Inclusion Plan and No. of Households Covered/ Financial Inclusion Accounts opened upto 30th September 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 Sept. 2014	No. of house-holds to be covered	No. of House Holds covered upto 30 th Sept. 2014	%age Ach.	No. of Addl. F.I. A/Cs opened upto 30 th Sept. 2014	Total FI A/Cs opened in 795 villages upto 30 th Sept. 2014
1	J&K Bank	536	536	347237	292527	84	0	292527
2	SBI	95	95	42750	37028	87	0	37028
3	PNB	34	34	22436	19897	89	0	19897
4	JKGB	95	95	34288	34288	100	27762	62050
5	EDB	35	35	17286	17286	100	12369	29655
	TOTAL	795	795	463997	401026	86	40131	441157

In the 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	Covered
07	Choskore	Kargil	SBI	Covered
08	Pashkum	Kargil	SBI	Covered

All the 8 unbanked villages tabulated above stands covered by J&K Bank & SBI through BC Model as per the allocation.

The House to record the progress and deliberate.

(ii) Financial Inclusion Plan Phase-II

Gol emphasized the need for transferring all state benefits including MGNREGA wages and various cash subsidies to beneficiaries by direct credit to their bank accounts through provision of EBT services with the objective to provide a bank account to every household/ person throughout the country. Accordingly, RBI vide Circular No. RBI/2011-12/606 issued under RPCD.CO.LBS.BC.No.86/02.01/001/2011-12 dated June 19, 2012 advised all SLBCs to prepare a roadmap covering all unbanked villages of population less than 2000 and notionally allot these villages to banks by March 2013 for providing banking services in a time-bound manner. Accordingly, a total of **5582** villages having population less than 2000 were identified in J&K State for providing banking services under “Extension of Swabhimaan” programme of Gol, MoF for coverage upto March 2015 and beyond.

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 September 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)	Q2 Ach. (FY 2014-15)	Cumulative Progress upto 30.09.2014	%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	131	2123	88
2	SBI	753	111	196	215	231	390	52	98	540	103
3	PNB	294	6	137	81	70	108	13	35	156	70
4	JKGB	1026	54	350	329	293	417	91	102	610	83
5	EDB	238	40	79	79	40	123	6	7	136	69
	TOTAL	5582	1314	1259	1504	1505	2734	458	373	3565	87

Against the target of 1504 villages set for financial year 2014-15, 831(458+373) villages were covered by the FIP Participating banks upto 30th September 2014 constituting 55% of the allocated target for the year.

Punjab National Bank and Ellaquai Dehati Bank need 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 **3565** villages upto 30th September 2014, which is 87% of the Cumulative target.

The detailed district-wise/ bank-wise progress as on 30.09.2014 is given in [Annexure-A1](#).

(iii) Pradhan Mantri Jan Dhan Yojana (PMJDY)

Pradhan Mantri Jan Dhan Yojana' a comprehensive Financial Inclusion Package has been launched across the country on 28th of August 2014.

Pradhan Mantri Jan Dhan Yojana ensures access to financial services by all and timely adequate credit to the excluded sections i.e. weaker sections and lower income groups of the country. It emphasizes on an urgent need to push the Financial Inclusion agenda among the financially excluded segment of the society so as to have financial stability and sustainability of economic and social order.

Main highlights of the new programme viz, Pradhan mantri Jan Dhan Yojana

- The campaign focus on coverage of full geography.
- The unit for coverage is households instead of villages.
- The plan focuses on both rural as well as urban Financial Inclusion.
- There is Brand visibility for the programme and Business Correspondent.
- Telecom connectivity problems have been resolved by mutual consultation with the stakeholders and banks 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 have to be integrated with EBT, credit, Insurance and Pension.
- Interoperability have to be facilitated by National Payment Corporation of India (NCPI) through Aadhar Enabled Payment System (AEPS) with RuPay Debit Card.
- Accounts are to be converted into online mode by migrating on Core banking Solution (CBS) platform with Mobile Banking Facility.

- State level and District level monitoring committees have been set up for direct involvement with states/districts.
- Minimum remuneration of the BCs has been fixed at ₹5,000/- pm comprising of fixed amount and additional transaction /activity based variable component.
- Uniform Financial Literacy material has to 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 ₹ 5,000/- shall be provided to only the lady member of the household. This card shall have an inbuilt accident insurance cover of ₹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 consolidated progress as of 30th September 2014 under Pradhan Mantri Jan Dhan Yojana as received from the banks is given below:

S. No	Bank	No. of Camps organized			No. of A/Cs opened			No. of Rupay Cards issued
		Rural	Urban	Total	Rural	Urban	Total	
1	Public Sector Banks	536	342	878	35064	53601	88665	31054
2	Private Sector Banks	955	198	1153	195404	32061	227465	447
3	RRBs	237	23	260	27541	3652	31193	102
4	Cooperative Banks	0	0	0	2282	570	2852	0
	Total	1728	563	2291	260291	89884	350175	31603

- A total of **2,291** camps were organized by the banks upto 30th September 2014 from inception of the programme i. e 28th August 2014. This includes **1,728** camps organized in rural areas and **563** camps in urban areas.
- Banks have opened **3,50,175** accounts under PMJDY upto 30th September 2014 which includes **2,60,291** accounts opened in rural areas and **89,884** accounts in urban areas.
- Banks have also issued Rupay Cards to **31,603** beneficiaries under the programme upto 30th September 2014

The contribution of individual banks in opening of accounts under PMJDY upto 30th September 2014 is given hereunder:

S. No	Bank	No. of A/Cs opened under PMJDY upto 30.9.2014			
		Rural	Urban	Total	%age to total a/cs opened
1	J&K Bank	194883	30998	225881	65
2	PNB	14563	8662	23225	7
3	SBI	10854	11768	22622	6
4	JKGB	13732	2550	16282	5
5	Canara Bank	2839	13427	16266	5
6	EDB	13809	1102	14911	4
7	Other banks	9611	21377	30988	9
	Total	260291	89884	350175	

J&K Banks contribution is 65% of the total accounts opened under the scheme by all the banks together upto 30th September 2014.

The detailed bank-wise progress as on 30.09.2014 is given in [Annexure-A2](#)

The House may record the progress and deliberate.

Allocation of Sub-Service areas & Urban Wards to Banks in J&K State under Pradhan Mantri Jan Dhan Yojana

In compliance to guidelines issued by Department of Financial Services, MoF, GoI on PMJDY the J&K SLBC through Lead District Managers has completed the process of formation of Sub Service Areas (SSAs) and Urban-wards and their subsequent allocation to the member banks. The bank-wise allocation is given hereunder:

S. No	Name of the Bank	Sub-Service allocated	Area	Urban Wards allocated
1	J&K Bank	1173		549
2	SBI	216		145
3	PNB	95		72
4	JKGB	270		41
5	EDB	73		19
6	HDFC	0		4
7	CBI	0		3
8	ICICI Bank	0		1
9	Canara Bank	0		1
10	UCO Bank	0		1
11	P&SB	0		1
12	JCC Bank	0		4
	Total	1827		841

This is for the information of the house

AGENDA ITEM NO: 95.03

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 over 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 Scheme

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 94th 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 District-wise progress viz-a-viz validation of beneficiaries accounts as on 14th October 2014 under the Scheme as received from J&K Bank, the Leader bank, in all the 22 districts for implementation of the Scheme, is as under:

Name of the District	JK Bank A/Cs received	Other Bank A/Cs received	Total A/Cs Received	JK Bank A/Cs Validated	Other Bank A/Cs Validated	Total A/Cs validated
Anantnag	5016	0	5016	4989	0	4989
Bandipora	2761	1700	4461	2640	0	2640
Baramulla	3717	3871	7588	3318	3621	6939
Budgam	11401	0	11401	11076	0	11076
Doda	7784	0	7784	3515	0	3515
Ganderbal	4914	0	4914	4870	0	4870
Jammu	11465	1888	13353	9229	1044	10273
Kargil	2594	0	2594	2373	0	2373
Kathua	3511	214	3725	1747	181	1928
Kishtwar	4164	0	4164	3615	0	3615
Kulgam	4760	0	4760	3260	0	3260
Kupwara	4953	0	4953	4908	0	4908
Leh	1223	9	1232	1186	0	1186
Poonch	4241	1034	5275	3433	662	4095
Pulwama	5033	0	5033	4551	0	4551
Rajouri	8873	2031	10904	7846	1783	9629
Ramban	1914	0	1914	1633	0	1633
Reasi	1260	0	1260	977	0	977
Samba	2962	1987	4949	2638	1231	3869
Shopian	1350	0	1350	1327	0	1327
Srinagar	5006	0	5006	4991	0	4991
Udhampur	4098	134	4232	4070	68	4138
Total	103000	12868	115868	88192	8590	96782

As per the data received from J&K Bank, a total of **1,15,868 accounts** have been received from various banks for validation which includes 1,03,000 accounts received from J&K Bank and 12,868 accounts received from other banks. A total of **88,192** accounts have been validated out of **1,03,000** accounts received from J&K Bank (**86%**) whereas in respect of other banks, **8,590** accounts have been validated out of **12,868** accounts(**67%**) received.

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

House may deliberate the issue

AGENDA ITEM NO: 95.04

100% coverage of farmers in J&K State under Kissan Credit Card (KCC) Scheme- Position as on 30th September 2014-Timeline for 100% coverage set as 31st December 2014.

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**. On reviewing the progress in the previous 94th meeting of J&K SLBC held on 20th August 2014, the house set **31st December 2014** as the final timeline for 100% coverage under 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

Revised Timeline for 100% coverage of farmers in J&K State under Kissan Credit Card (KCC) Scheme	31 st December 2014
Total farm operating families in J&K State who are interested in KCC Scheme as declared by Agriculture Department	981449
Progress upto 30 th September 2014 (As reported by Banks)	803586
%age of Achievement	82%
Shortfall	177863

The position of KCC Sponsored/ Sanctioned/ disbursed/ rejected/ pending with banks as on 30th September 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	687535	513899	386933	2041.97	163358	10278
KCC cases directly taken up by the Banks(Cases Self sponsored)	289687	289687	266353	2588.50	0	0
Total	977222	803586	653286	4630.47	163358	10278

Upto the end of **September 2014**, banks have sanctioned a total number of **8,03,586** KCC Cases in J&K State, against which **6,53,286** KCCs have been disbursed credit amounting to **₹4,630.47** Crore. This includes **6,87,535** KCC cases sponsored by Agriculture Department, J&K Govt. to various banks operating in the State and **2,89,687** KCC cases taken up by the banks directly. As per the data received **1,63,358** cases have been rejected while 10,278 cases are pending for sanction with banks.

Total No. of KCC cases sanctioned works out to an achievement of about 82% of the revised target to cover 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	413060	803586	51	65077	
JKGB	122442		15	68449	
SBI	65993		8	5698	
EDB	59605		7	9626	
PNB	43066		5	4004	
JCC Bank	36734		5	5067	
BCC Bank	23799		3	0	
ACC Bank	14391		2	0	
HDFC Bank	12545		2	0	
Other Banks/FIs	11951		1	5437	
Total	803586				163358

J&K Banks Share constitutes 51% of the total cases sanctioned by all the 46 banks/FIs under KCC Scheme as on 30th September 2014

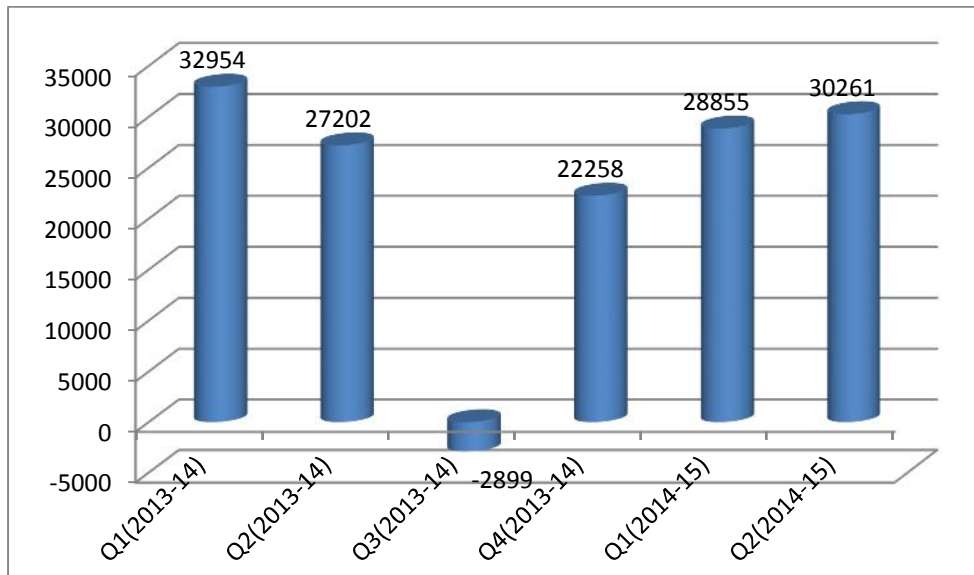
The detailed bank-wise progress is given in [Annexure-B](#)

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

Source of Sponsors hip	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)	KCCS issued during Q1	KCCS issued during Q2	Cumulative Position as on 30 th Sept. 2014
Agriculture Deptt. Kashmir/Jammu	412621	28661	23539	-8695	15407	471533	21873	20493	513899
Banks	252334	4293	3663	5796	6851	272937	6982	9768	289687
Total	664955	32954	27202	-2899	22258	744470	28855	30261	803586

- A total of 30,261 fresh KCC applications have been sanctioned during the quarter ended 30th September 2014.
- The flash floods that devastated the State during the month of September 2014 has unfortunately retarded the progress under the scheme, otherwise the position could have been far better.
- 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 latest status viz-a-viz 100% coverage under KCC Scheme as the final timeline will expire on 31st December 2014.

House is requested to deliberate the issue in light of above.

AGENDA ITEM NO: 95.05

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 Half of Current financial year is given hereunder:

BEP 2014-15-Progress upto 30th September 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 planned 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 30.09.2014) 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	20	13 (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	5	1(20%)
5	Ellaquai Dehati Bank	12	13	25	14	56.00	0	0(0%)
6	HDFC Bank	4	3	7	2	28.57	4	2(50%)
7	SBP	2	0	2	0	0.00	1	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	1	0(0%)
14	Dena Bank	0	1	1	0	0.00	0	0(0%)
15	ICICI Bank	0	8	8	0	0.00	2	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	33	16(48%)

SBI, PNB, EDB, Andhra bank, Axis Bank, ACC Bank, IDBI Bank, OBC, Dena Bank, IOB and Urban Cooperative Bank have not opened any branch during the first Half of the Current financial year.

Detailed Branch Expansion Plan alongwith progress achieved upto 30.09.2014 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: 95.06

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 Q2 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	149	9623	4497	2724	380	309
SBI	107	4193	1921	1287	219	133
Total	256	13816	6418	4011	599	442

- A total of 13,816 persons have participated in 256 Financial Literacy Camps undertaken by 22 FLCs during the quarter ended September 2014.
- J&K Bank has provided services to 9,623 persons in 149 camps undertaken by its 12 FLCs during the quarter.
- SBI has provided services to 4,193 persons in 107 camps undertaken by its 10 FLCs during the said period.

- The activities undertaken by all the 22 FLCs during the quarter ended September 2014 have facilitated credit linkage to 599 entrepreneurs out of which 442 entrepreneurs have established their business ventures.

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

Financial Literacy initiatives 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.

Only 14 banks mentioned below, out of total 25 banks having rural presence in J&K state, have submitted the progress in conducting Financial Literacy camps to SLBC Secretariat:

S. No	Name of the Bank	No. of Rural Branches as on 30.06.2014	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 Sept. 2014 using Standardized Financial Literacy Material of RBI	No. of Persons participated
1	JK Bank	416	1248	856	47315
2	SBI	86	258	166	5550
3	PNB	33	99	96	1607
4	P&SB	3	9	3	164
5	UBI	2	6	2	65
6	OBC	5	15	5	126
7	CBI	4	12	4	89
8	Canara Bank	5	15	13	150
9	HDFC	13	39	0	0
10	ICICI Bank	5	15	18	111
11	Axis Bank	14	42	6	150
12	BOI	2	6	1	600
13	JKGB	165	495	329	10956
14	EDB	106	318	105	1372
	Total	859	2577	1604	68255

HDFC Bank having 13 functional rural branches as on 30th June 2014 has not conducted any camp during the quarter under review against the regulatory stipulation of conducting at least 39 camps during the quarter.

A total of 1604 Financial Literacy Camps were organized by 859 rural branches of fourteen banks during the quarter under review against the target of organizing 2577 Camps during the quarter @ one camp per rural branch per month as per RBI guidelines. The achievement is only 62% of the target but comparing with the previous quarters the same appears satisfactory and gaining momentum.

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: 95.07

- 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 GoI, 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 during Q2 of CFY:

S. No	Name of Sponsoring Bank	Districts assigned for setting up of RSETIs	No. of RSETIs set up in J&K State	Q2 performance FY 2013-14	FY 2014-15 Q2 Performance		
					Total No. of persons trained during Q2 of FY 2014-15	Out of (6) No. of trained persons provided credit Linkage	Out of (7) No. of credit linked persons who started their business ventures
	(1)	(2)	(3)	(5)	(6)	(7)	(8)
1	J&K Bank	12	12	1063	1449	177	177
2	SBI	10	10	331	749	136	136
	TOTAL	22	22	1394	2198	313	313

- A total of 2,198 persons were trained in all the 22 RSETIs during quarter ended September 2014 against the 1,394 persons trained during corresponding period of previous financial year; YOY increase of 58%(804 persons increase).
- J&K Bank has provided training to 1,449 persons in its 12 RSETIs during Q2 of FY 2014-15 against 1,063 persons trained during corresponding quarter of previous financial year; YoY increase of 36%(386 persons increase)
- SBI has provided training to 749 persons in its 10 RSETIs during Q2 of FY 2014-15 against 331 persons trained during corresponding quarter of previous financial year; YoY increase of 126%(418 persons increase).
- Average number of persons trained per RSETI during quarter ended September 2014 in respect of J&K Bank comes to 121 persons and in case of SBI the same is 75 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 177 persons out of 1,449 persons trained during Q2 of CFY and all the 177 persons have started their business establishments.
- SBI has provided credit linkage to 136 persons out of 749 persons trained during Q2 of CFY and all the 136 persons have started their business establishments.

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

The latest status of allotment of land to RSETIs is given hereunder:

Status of land to J&K Bank RSETIs-Position as on 25.10.2014

S. No.	RSETI Name	Status	Latest Position (Description)
1	Baramulla	Land Identified, formal allotment awaited	Land measuring 4 Kanals in Estate Seerjagir Tehsil Sopore has been identified for RSETI Baramulla. Formal order for allotment of land from Govt. is awaited
2	Anantnag	Land Identified, formal allotment awaited	Land measuring 4 Kanals at Village Qasba-Baghat Tehsil and District Anantnag has been identified for RSETI Anantnag. Formal orders for allotment of land from Govt. is awaited.
3	Kulgam	Land Identified, formal allotment awaited	Land measuring 4 kanals in Estate Kulgam Tehsil & District Kulgam has been identified for RSETI Kulgam. Formal order for allotment of land from Govt. is awaited.
4	Pulwama	Land Identified, formal allotment awaited	Land measuring 4 kanals belonging to SIDCO in Estate Lassipora in District Pulwama has been identified for RSETI Pulwama. Formal order for allotment of land from Govt. is awaited.
5	Shopian	Land Identified, formal allotment awaited	Land measuring 6 Kanals in Estate Sindoo Shimal identified for RSETI Shopian. Being State Land, Govt. vide order No. Rev (S) 82 of 2014 dated 17.4.2014 transferred the said land falling under survey No. 330 min to Rural Dev. Deptt. Shopian and it was decided that RDD will execute a lease deed with the Lead Bank immediately.
6	Srinagar	Land Identified, formal allotment awaited	Land measuring 4 kanals 15 marlas in Estate Eidgah in District Srinagar has been identified for RSETI Srinagar. Formal order for allotment of land from Govt. is awaited.
7	Ganderbal	Land Identified, formal allotment awaited	Land measuring 6 kanals at Pandach District Ganderbal has been identified for RSETI Ganderbal. The land has been transferred to Rural Dev. Deptt. Ganderbal, however, the subsequent transfer from RDD Ganderbal to JKB RSETI Society Ganderbal is awaited..
8	Budgam	Land Identified, formal allotment awaited	Land measuring 4 kanals in village Nambale, Narkara in District Budgam has been identified for RSETI Budgam. Formal order for allotment of land from Govt. is awaited.
9	Bandipora	Land Identified, formal allotment awaited	Land measuring 6 kanals & 18 marlas under khasra no:776 min(2marlas) 807 min allotted in favour of the Institute at Ayatmullah, Bandipora has been taken back by the Govt being Kachkari land. However, it has been reported that another land measuring 4 kanals has been identified at outside Bandipora.

10	Kupwara	Land Identified, formal allotment awaited	Reportedly proposed Land has been identified by District Administration at Mughalpora, Kupwara for RSETI Kupwara. The DC concerned was directed to expedite the formalities.
11	Rajouri	Land Identified, Formal allotment awaited	Land measuring 4 Kanals has been identified at village Chatyar Rajouri. Formal order for allotment of land from Govt. is awaited.
12	Poonch	Land Identified, formal allotment awaited	DC Poonch has proposed State Land measuring 8 Kanals, 16 marlas situated in Village Jhullas, Tehsil Haveli, District Poonch for RSETI Poonch. Formal order for allotment of land from Govt. is awaited.

Status of land to SBI RSETIs-Position as on 24.10 2014

S. No.	RSETI Name	Status	Latest Position (Description)
1	Doda	Land Identified, formal allotment awaited	Land measuring 3 Kanals has been identified for RSETI Doda at Housing Colony, near Employment Office Doda by Tehsildar Doda. The relative papers have been submitted to Deputy Commissioner Doda for perusal and necessary action.
2	Jammu	Land Identified, formal allotment awaited	Indent for the land identified for RSETI Jammu has been placed with AC (Revenue) Jammu by Director Rural Development. The same had been submitted to Secretariat concerned for necessary sanction for allotment of land in favour of Director Rural Development. Any further development in the matter is still awaited.
3	Kathua	Land Identified, formal allotment awaited	Another piece of land measuring 10 Kanals has been identified by the District Administration which is about 4 Kms from the Kathua Town. No further progress received..
4	Kargil	Land Identified, formal allotment awaited	Land measuring 7 Kanals and 4 Marlas has been identified about 40 Kms from the Kargil town at Thangdumbur (Sankoo) for establishment of RSETI at Kargil. Meanwhile, Director RSETI Kargil is in the process of obtaining Khasra no. of the said land from the Revenue Department.
5	Leh	Land allotted	Land already transferred in the name of SBI RSETI, Leh. Lease Deed executed.
6	Kishtwar	Land Identified, formal allotment awaited	Land has been identified by the District Administration in Kishtwar city. Meanwhile, Director RSETI Kishtwar is in the process of obtaining revenue papers of the said land. Further progress shall be advised accordingly.
7	Ramban	No alternative Land Identified	Land identified at village Tringla & Rakhgarog vide letter No: ACC/Gen/110 dated 06.02.2014 of Collector Land Acquisition (AC,REVENUE, Ramban) and the papers were sent to Director Rural Development Jammu for authentication which have been received back after authentication by the District Authority. But the same has been rejected at Secretariat Level and DDC, Kishtwar was asked to identify any other land which has not been identified till date.
8	Reasi	Land Identified, formal allotment awaited	Land identified: Joint Director, Rural Development Deptt. has requested Deputy Commissioner, Reasi to submit the revenue papers of the identified land for necessary action at their end. The matter was also discussed in the LAC meeting and the Deputy Commissioner assured to submit the same to the concerned authorities very soon

9	Samba	Land formal awaited	Identified, allotment	Land measuring 10 kanals under khasra no 676 at village Tapyal(Gagwal) has been identified for RSETI Samba and documents were submitted to Div. Commissioner Jammu by Addl. DC , Samba for further necessary action. Director RSETI has also been advised by the District Authorities to put sign board on the identified land.
10	Udhampur	Land formal awaited	Identified, allotment	Land already identified and AC Revenue, Udhampur has requested Divisional Commissioner Jammu to ensure that the identified land is free from all encumbrances. No further progress intimated.

From the above table it is observed that:

- Land has been allotted to RSETI Leh in District Leh.
- Land has been identified by Government in another 20 districts but formal allotment has not been given to the concerned Sponsoring banks.
- Land has not been identified by Government in only one District **i. e District Ramban**

The net summarized position is given hereunder: Position as on 25th October 2014

Land allotted	1 District
Land identified but formal allotment awaited	20 Districts
Land not identified yet	1 District

Govt. of J&K to inform the latest position regarding formal transfer of the Land to the concerned Sponsoring Banks.

House is requested to deliberate upon the issue.

SEGMENT – 4 (PERFORMANCE REVIEW OF BANKING SECTOR)

AGENDA ITEM NO: 95.08

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 September 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 was prepared as per the said revised formats and 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 September 2014 banks have extended total credit of **₹5,512.49 Crore** in favour of **1,87,662 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 **27.57%** in financial terms and **21.24%** in physical terms.

This includes Priority Sector credit of **₹3,523.50 Crore** disbursed by banks in favour of **1,43,979 beneficiaries** against the target of **₹12,464.10 Crore** for **6,74,773 beneficiaries** (**28.27%** achievement in financial terms and **21.34%** in physical terms) and Non-priority sector credit of **₹1,988.99 Crore** in favour of **43,683 beneficiaries** against target of

₹7,529.78 Crore for 2,08,685 beneficiaries (26.41% achievement in financial terms and 21% in physical terms).

The comparative statement of achievement of banks vis-à-vis their allocated annual targets at the end of Q2 of FY 2014-15 with Q2 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 (30.09.2013)	%age of Ach.	Target (Annual)	Achievement (30.09.2014)	%age of Ach.
J&K Bank	5891.03	2305.99	39	7036.58	2600.37	36.96
SBI	1026.90	323.43	31	1266.50	242.80	19.17
PNB	642.17	104.36	16	816.86	104.37	12.78
Other Com. Banks	827.78	189.46	23	1139.26	257.01	22.56
Coop. Banks	496.45	117.43	24	670.01	111.28	16.61
RRBs	1254.33	209.36	17	1530.79	207.46	13.35
Other FIs	3.80	0.69	18	4.10	0.21	5.19
TOTAL	10142.46	3250.72	32	12464.10	3523.50	28.27

Disbursement of credit to Non-Priority Sector

(Amount in Crores of ₹)

Name of Bank	FY 2013-14			FY 2014-15		
	Target Annual)	Achievement (30.09.2013)	%age of Ach.	Target (Annual)	Achievement (30.09.2014)	%age of Ach.
J&K Bank	3643.76	1766.84	48	4399.09	1315.90	29.91
SBI	781.87	189.05	24	955.18	280.98	29.42
PNB	262.30	36.27	14	328.05	18.49	5.64
Other Com. Banks	1141.17	245.72	22	1430.91	265.49	18.55
Coop. Banks	127.35	28.05	22	155.98	36.28	23.26
RRBs	223.77	90.84	41	260.31	71.84	27.60
Other FIs	0	0	0	0.26	0.00	0.00
TOTAL	6180.22	2356.77	38	7529.78	1988.99	26.41

Consolidated achievement (Priority Sector + Non-Priority Sector)

(Amount in Crores of ₹)

Name of Bank	FY 2013-14			FY 2014-15		
	Target (Annual)	Achievement (30.09.2013)	%age of Ach.	Target (Annual)	Achievement (30.09.2014)	%age of Ach.
J&K Bank	9534.79	4072.81	43	11435.67	3916.27	34.25
SBI	1808.77	512.48	28	2221.68	523.78	23.58
PNB	904.48	140.62	16	1144.91	122.86	10.73
Other Com. Banks	1968.95	435.19	22	2570.17	522.49	20.33
Coop. Banks	623.80	145.49	23	825.99	147.58	17.87
RRBs	1478.10	300.21	20	1791.10	279.30	15.59
Other FIs	3.80	0.69	18	4.36	0.21	4.88
TOTAL	16322.69	5607.49	34	19993.88	5512.49	27.57

- Banks have achieved 28.27% of the target under Priority Sector during the first Half of Current financial year against 32% achievement under this sector as on corresponding date of the previous financial year i. e 30.09.2013.

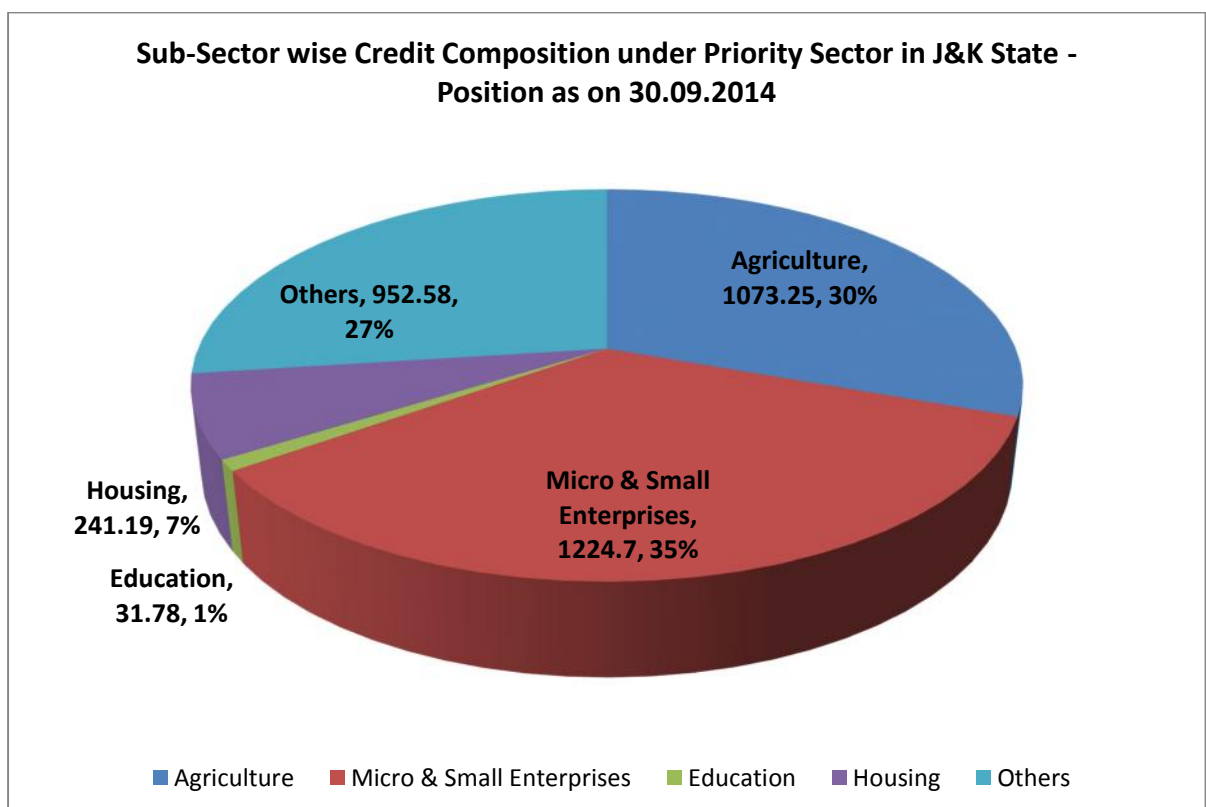
- Under Non-Priority Sector banks have achieved 26.41% of the allocated targets as on 30.09.2014 as compared to 38% achievement under this sector as on corresponding date of the previous financial year i. e 30.09.2013.

1) SUB-SECTOR-WISE ANALYSIS OF PRIORITY SECTOR CREDIT:

Sub-Sector-wise credit dispensation under Priority Sector during Q2 of CFY i. e Position as on 30.09.2014

(Amount in Crores of ₹)

Name of the Sub-Sector	Target	Ach.	%age of Ach.	%age to total Ach.
Agriculture	4004.55	1073.25	27	30
Micro & Small Enterprises	4195.14	1224.70	29	35
Education	541.78	31.78	6	1
Housing	2450.83	241.19	10	7
Others	1271.80	952.58	75	27
Total	12464.10	3523.50	28	



- Out of total credit of ₹3,523.50 Crore disbursed by the banks upto Q2 of the FY 2014-15 under Priority- Sector major share (₹2,297.95 Crore i.e. 65.22% of total disbursement) has gone to Agriculture & MSE sectors.

- Education Sector showing achievement of just 6% as on 30th September 2014 viz-a-viz allocated target 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 ₹1,073.25 Crore in favour of 72,758 beneficiaries under Agriculture Sector upto 30th September 2014 thereby registering an achievement of 26.80% in financial terms and 17.36% in physical terms.

Out of this, an amount of ₹662.55 Crore has been disbursed in favour of 54,311 agriculturists under Crop Loan against target of ₹2187.36 Crore for 2,91,355 beneficiaries, registering an achievement of 30.29% in financial & 18.64% 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	736.05	1073.25	68.58
JK Grameen Bank	80.90		7.54
HDFC Bank	65.90		6.14
PNB	56.98		5.31
SBI	35.39		3.30
EDB	35.20		3.28
Other banks/FIs	62.83		5.85

J&K Bank has the largest share of ₹736.05 Crore comprising 69% of the total disbursement made by all the banks together at the end of September 2014

(II) MICRO & SMALL ENTERPRISES SECTOR:

Against annual target of ₹4,195.14 Crore for 1,43,623 beneficiaries, banks have disbursed an amount of ₹1,224.70 Crore in favour of 34,961 beneficiaries upto 30th September 2014, thereby registering an achievement of 29.19% of the target in financial terms and 24.34% 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	780.83	1224.70	63.76
SBI	140.63		11.48
EDB	45.21		3.69
HDFC Bank	40.92		3.34
JK Grameen Bank	38.35		3.13
PNB	36.16		2.95
Allahabad Bank	32.33		2.64
Other banks/FIs	110.27		9.00

J&K Banks share constitutes 64% of the total disbursement made by all the banks together under the MSE sector as on 30.9.2014

(III) EDUCATION:

Against annual target of ₹541.78 Crore in favour of 14,024 beneficiaries banks have disbursed an amount of ₹31.78 Crore in favour of 1,451 beneficiaries during the Half year ended September 2014. This works out to just 6% achievement in financial terms and 10.35% 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	15.80	31.78	49.72
SBI	4.43		13.94
PNB	3.96		12.46
OBC	2.67		8.40
Other banks/FIs	4.92		15.48

Of the total disbursement made by all the banks together under the Sub-sector as on 30.9.2014 J&K Banks's contribution is 50%

(IV) HOUSING:

Against annual target of **₹2,450.83 Crore** in favour of **38,771 beneficiaries** banks have disbursed an amount of **₹241.19 Crore** in favour of **7,436 beneficiaries** upto 30th September 2014. This works out to an achievement of just **10%** in financial terms and **19%** 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	181.61	241.19	75.30
SBI	23.57		9.77
PNB	6.04		2.50
Allahabad Bank	4.87		2.02
JCC Bank	5.63		2.33
Citizens Coop. Bank	3.61		1.50
Other banks/FIs	15.86		6.58

J&K Bank continues to be the major share holder under the sub-sector: its share is **75.30%**

(V) OTHER SECTOR

Against annual target of **₹1,271.80 Crore** in favour of **59,340 beneficiaries** banks have disbursed an amount of **₹952.58 Crore** in favour of **27,373 beneficiaries** upto 30th September 2014. This works out to an achievement of **75%** in financial terms and **46.13%** 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	886.08	952.58	93.02
SBI	38.77		4.07
Other banks/FIs	27.74		2.91

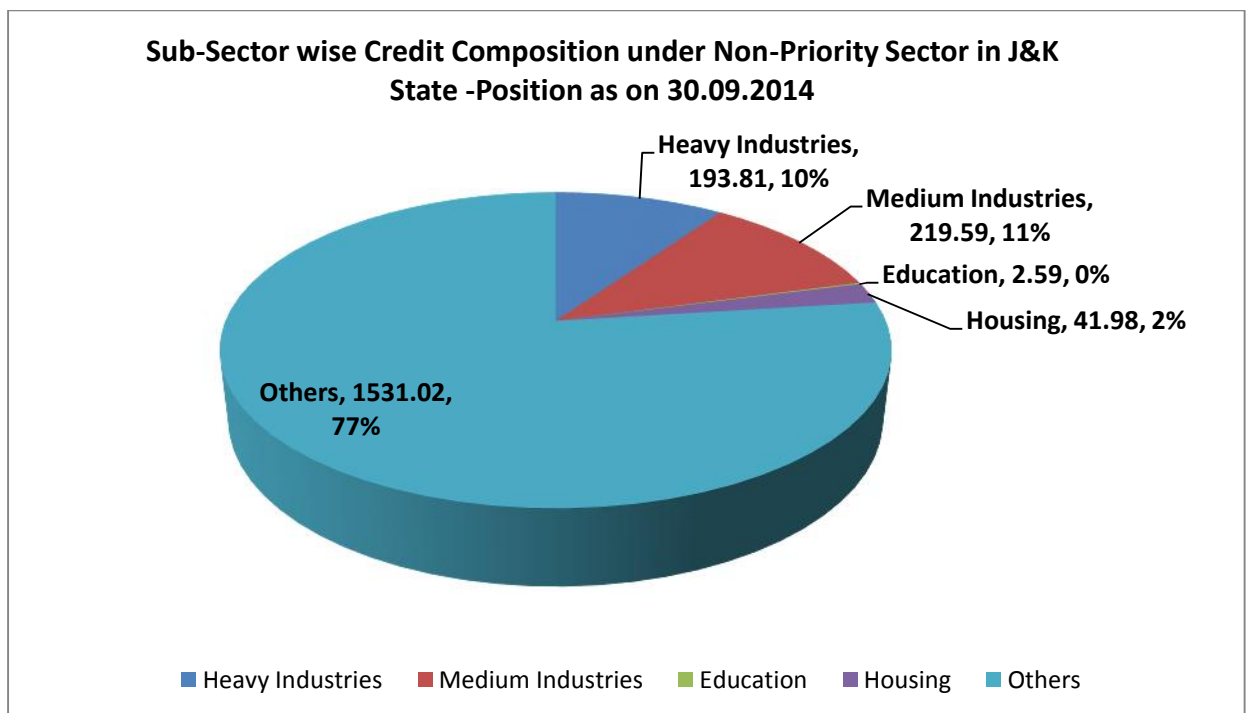
Credit sharing Ratio is 93% (JKB):7%(other Banks)

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

Sub-Sector-wise Credit dispensation under Non-Priority Sector during H1 of CFY– Position as on 30.09.2014.

(Amount in Crores of ₹)

Name of the Sub-Sector	Target	Ach.	%age of Ach.	%age to total Ach.
Heavy Industries	979.37	193.81	19.79	9.74
Medium Industries	711.81	219.59	30.85	11.04
Education	404.12	2.59	0.64	0.13
Housing	1047.30	41.98	4.01	2.11
Others	4387.18	1531.02	34.90	76.97
Total	7529.78	1988.99	26.41	



- Out of total Credit of ₹1,988.99Crore disbursed by the banks during H1 of CFY under Non-Priority- Sector major share (77%) has gone to other Sub-Sectors followed by Medium Industries (11.04%) and Heavy Industries (9.74%).
- Education Sector showing meager achievement of 0.64% as on 30th September 2014 viz-a-viz allocated target, has received the negligible share of 0.13% of the total credit disbursed under Non-Priority Sector.

I) HEAVY INDUSTRIES:

Against annual target of ₹979.37Crore for 2,980 beneficiaries, banks have disbursed an amount of ₹193.81 Crore in favour of 10 beneficiaries under Heavy Industries during the H1 of FY 2014-15 thereby registering an achievement of 19.79% in financial terms and 0.34% in physical terms.

The Credit disbursement of ₹193.68 Crore under the Sub-sector made by J&K Bank alone constitutes 99.93% of the total credit disbursed together by all the banks during the H1 of CFY.

II) MEDIUM INDUSTRIES:

Against annual target of ₹711.81 Crore for 14,288 beneficiaries, banks have disbursed an amount of ₹219.59 Crore in favour of 73 beneficiaries under Medium Industries upto 30th September 2014 thereby registering an achievement of 30.85% in financial terms and 0.51% 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	187.28	219.59	85.29
SBI	23.17		10.55
Other banks/FIs	9.14		4.16

JK Bank contributes lions share of 85% to total credit disbursed under the subsector with disbursement of ₹187.28 Crore

(III) EDUCATION:

Against annual target of ₹404.12 Crore in favour of 3,709 beneficiaries banks have disbursed a paltry amount of ₹2.59 Crore in favour of 31 beneficiaries upto 30th September 2014. This works out to a dismal achievement of 0.64% in financial terms and 0.84% 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	1.44	2.59	55.60
SBI	1.06		40.93
Other banks/FIs	0.09		3.47

56% of the total disbursement under the sub-sector made by J&K Bank alone

(IV) HOUSING:

Against annual target of ₹1,047.30 Crore in favour of 5,239 beneficiaries banks have disbursed ₹41.98 Crore in favour of 689 beneficiaries upto 30th September 2014. This works out to an achievement of 4.01% in financial terms and 13.15% 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	25.96	41.98	61.84
SBI	9.64		22.96
ICICI Bank	1.80		4.29
Other Banks/ FIs	4.58		10.91

Credit sharing ratio is 62%(JKB):38% (other 45 Banks/FIs)

(V) OTHER SECTOR

Against annual target of ₹4,387.18 Crore in favour of 1,82,469 beneficiaries banks have disbursed total amount of ₹1,531.01 Crore in favour of 42,880 beneficiaries upto 30th September 2014. This works out to 35% achievement in financial and 23.50% 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	907.55	1531.01	59.28
SBI	247.11		16.14
HDFC Bank	146.14		9.55
JK Grameen Bank	56.99		3.72
Other Banks/ FIs	173.22		11.31

JK Banks contribution is 60% of the total disbursements made by all the banks together under the subsector.

3) REGION-WISE / SECTOR-WISE POSITION:

The Region-wise/ Sector-wise achievements upto 30th September 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	2426.20	36.40
	Non-Priority Sector	3307.83	871.04	26.33
	Total	9973.64	3297.24	33.06
Jammu	Priority Sector	5575.13	1042.57	18.70
	Non-Priority Sector	3990.98	1040.56	26.07
	Total	9566.11	2083.13	21.78
Ladakh	Priority Sector	223.16	54.73	24.53
	Non-Priority Sector	230.97	77.39	33.51
	Total	454.13	132.12	29.09
	Grand Total for the State	19993.88	5512.49	27.57

- Kashmir region has received a total credit of ₹3,297.24 Crore against target of ₹9,973.64 Crore, registering achievement of 33.06% as on 30.09.2014.
- In Jammu region an amount of ₹2,083.13 Crore has been disbursed during H1 of CFY against the target of ₹9,566.11 Crore (21.78% achievement) as on 30.09.2014.
- In Ladakh region an amount of ₹132.12 Crore has been disbursed against the target of ₹454.13 Crore (29.09% achievement) as on 30.09.2014.

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: 95.09

CREDIT UNDER GOVERNMENT SPONSORED SCHEMES

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

Against Annual Action Plan 2014-15 target of **₹439.90 Crore for 24,158 beneficiaries** for all banks operating in the State, the achievement at the end of September 2014 under five major Government Sponsored Schemes, viz. NRLM, PMEGP, NULM, JKSES and SC/ST/OBC is of the order of **₹80.48 Crore** spread over **3976 beneficiaries** in all the three regions of the State thereby registering an achievement of **18%** of the target in financial and **16%** in physical terms against **17%** achievement in financial & **15%** in 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	16543	317.23	2215	49.01	13	15
Jammu	6850	104.15	1688	27.30	25	26
Ladakh	765	18.52	73	4.17	10	23
Total 3 regions	24158	439.90	3976	80.48	16	18

i) KASHMIR REGION:

Banks have disbursed an amount of **₹49.01 Crore** to **2,215 beneficiaries** during the first half of FY 2014-15 under five major Government Sponsored Schemes against annual target of **₹317.23 Crore** for **16,543 beneficiaries**, thereby achieving **15%** of the target in financial terms and **13%** in physical terms against achievement at **₹52.73 Crore** to **2,825 beneficiaries** (being achievement of 15% in both financial & physical terms) for the corresponding period of the previous year.

ii) JAMMU REGION

Banks have disbursed an amount of **₹27.30 Crore** in favour of **1,688 beneficiaries** upto the end of September 2014 under five major Government Sponsored Schemes against annual target of **₹104.15 Crore** to **6,850 beneficiaries** which accounts for **26%** and **25%** achievement in financial and physical terms respectively, against achievement of ₹24.28 Crore to 1,465 beneficiaries (achievement of 23% in financial and 15% physical terms) for the corresponding period of the previous financial year.

iii) LADAKH REGION

Banks have disbursed an amount of **₹4.17 Crore** in favour of **73 beneficiaries** during H1 of CFY under five major Government Sponsored Schemes against annual target of **₹18.52 Crore** for **765 beneficiaries**, which works out to **23%** achievement in financial and **10%** in physical terms, against achievement of ₹5.62 Crore for 213 beneficiaries (achievement of 28% in financial and 22% 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 September 2014 is tabulated below in light of the figures annexed Scheme-wise as [Annexure-G2](#), [Annexure-G3](#), [Annexure-G4](#), [Annexure-G5](#) and [Annexure-G6](#).

Scheme-wise achievement as on 30th September 2014 is given hereunder:

(Amount in Crores of ₹)

Name of the Scheme	Target		Achievement		%age Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
NRLM (SGSY)	5791	30.66	1105	4.46	19	15
PMEGP	3209	115.81	612	26.64	19	23
JKSES	10548	252.67	1700	44.93	16	18
NULM (SJSRY)	1492	22.35	215	2.74	14	12
SC/ST/OBC	3118	18.41	344	1.71	11	9
Total	24158	439.90	3976	80.48	16	18

NATIONAL RURAL LIVELIHOOD MISSION (NRLM)

Under NRLM against a target of **₹30.66 Crore** for **5,791 beneficiaries**, banks have disbursed an amount of **₹4.46 Crore** to **1,105 beneficiaries** (which includes 71

pending sanctioned cases of previous year) at the end of September 2014, which works out to achievement of **15%** in financial and **19%** in physical terms.

The contribution of individual banks is tabulated below:

(Amount in Crores of ₹)

Name of the Bank	Ach. Q2 (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	675	3.14	1105	4.46	61	70
JKGB	203	0.41			18	9
SBI	59	0.31			5	7
PNB	72	0.21			7	5
JCC Bank	59	0.20			5	4
EDB	24	0.12			2	3
other banks/FIs	13	0.07			1	2

From the data in Annexure G2 it is observed that **1,184** cases were sponsored to banks during H1 of CFY viz-viz annual target of 5,791 cases, out of which 1,090 cases were sanctioned, 37 cases were rejected/ returned and 57 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 half year ended September 2014 have disbursed an amount of **₹26.64 Crore** to **612 beneficiaries** (which includes 327 sanctioned pending cases of previous year) for setting up of employment generating units thereby achieving **23%** and **19%** 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. Q2 (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	370	16.59	612	26.64	60	62
JK Grameen Bank	78	3.23			13	12
SBI	27	2.00			4	8
PNB	33	1.68			5	6
ACC Bank	34	0.70			6	3
JCC Bank	22	0.53			4	2
Other Banks/FIs	48	1.91			8	7

From the data in Annexure G3 it is observed that 1,090 cases were sponsored to banks during H1 of CFY viz-viz annual target of 3,209 cases, out of which 412 cases were sanctioned, 160 cases were rejected/ returned and 518 cases are pending for sanction with banks.

JAMMU & KASHMIR SELF EMPLOYMENT SCHEME (JKSES)

Under JKSES, banks have disbursed an amount of **₹44.93 Crore** (including **₹33.27 Crore** of previous year's pending cases) to **1,700 beneficiaries** at the end of September 2014 against annual target of **₹252.68 Crore** for **10,548 beneficiaries**, thus registering an achievement of **18%** in financial terms and **16%** physical terms.

The contribution of individual banks is tabulated below:

(Amount in Crores of ₹)

Name of the Bank	Ach. Q2 (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	1334	36.98	1700	44.93	78	82
SBI	94	2.5			6	6
JKGB	78	1.94			5	4
PNB	34	0.86			2	2
JCC Bank	48	0.83			3	2
EDB	58	0.65			3	1
Other Banks/FIs	54	1.17			3	3

From the available data it is observed that **2,661** cases were sponsored to banks during H1 of CFY viz-viz annual target of 10,548 cases out of which 1,051 cases were sanctioned, 278 cases were rejected/ returned and 1,332 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 **₹2.74 Crore** to **215 beneficiaries** (which includes ₹2.19 Crore of previous year's 173 sanctioned cases) upto 30th September 2014 against annual target of **₹22.35 Crore** for **1,492 beneficiaries**, thus registering an achievement of **12%** & **14%** in financial and physical terms respectively.

Major contributors are:

(Amount in Crores of ₹)

Name of the Bank	Ach. Q2 (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	175	2.30	215	2.74	81	84
Other Banks/FIs	40	0.44			19	16

From the available data it is observed that 99 cases were sponsored to banks during H1 of CFY viz-viz annual target of 1,492 cases, out of which 51 cases were sanctioned, 14 cases were rejected/ returned and 34 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 ₹1.71 Crore to 344 beneficiaries (which includes ₹0.49 Crore of previous year's 91 pending cases) during H1 of CFY against annual target of ₹18.41 Crore for 3,118 beneficiaries thereby registering an achievement of 9% & 11% in financial and physical terms respectively.

The contribution of individual banks is tabulated below:

(Amount in Crores of ₹)

Name of the Bank	Ach. Q2(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	126	0.69	344	1.71	37	40
JKGB	77	0.3			22	18
SBI	54	0.27			16	16
Other Banks/ FIs	87	0.45			25	26

Against physical target of 3,118 units, 583 cases have been sponsored to banks during H1 of CFY, out of which 395 cases were sanctioned, 32 cases were rejected and 156 cases are pending with the banks.

J&K Bank contributes 74% to total credit disbursed in the State under five major Government Sponsored Schemes with disbursement of ₹59.70 Crore as on 30th September 2014

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

AGENDA ITEM NO: 95.10

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

The Bank-wise achievement as on 30.09.2014 under these Schemes is given in the [Annexure-H](#), [Annexure-H1](#), [Annexure-H2](#) & [Annexure-H3](#).

Handicrafts/ Artisan Credit Card

Against target of **₹252.47 Crore** for **25,486 beneficiaries** set for banks under this sector for the FY 2014-15, banks have disbursed an amount of **₹58.78 Crore** to **7,065 beneficiaries** upto the end of Q2 of FY 2014-15, which includes 1,748 sanctioned cases of previous financial year, indicating an achievement of **23% in financial terms and 28% in physical terms**. Against physical target of **25,486** cases set for the FY 2014-15, **11,212** cases have been sponsored to various banks during H1 of CFY, out of which **6,189** cases were sanctioned, **915** cases were rejected and 4,108 cases are pending with the banks for sanction.

The contribution of individual banks is tabulated below:

(Amount in Crores of ₹)

Name of the Bank	Ach. Q2(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	6343	52.72	7065	58.78	90	90
EDB	242	1.64			3	3
JKGB	168	1.50			2	3
SBI	161	1.50			2	3
Other Banks/ FIs	151	1.42			2	2

J&K Bank contributes 90% of the total credit disbursement under the scheme upto 30th September 2014

Handlooms (Micro Credit Plan Scheme)

Against target of **₹33.07 Crore** for **3,372 beneficiaries** set for banks for FY 2014-15, banks in J&K State have disbursed an amount of **₹6.22 Crore** to **760 beneficiaries** upto the end of September 2014, which includes **154** sanctioned cases of previous financial year indicating an achievement of **19%** in financial terms and **23%** in physical

terms. Against physical target of **3,372** cases set for the FY 2014-15, **1,511** cases have been sponsored to various banks during the H1 of CFY, out of which the banks have sanctioned **724** cases, **105** cases were rejected and **682** cases are pending with the banks for sanction.

The contribution of individual banks is tabulated below:

(Amount in Crores of ₹)

Name of the Bank	Ach. Q2(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	641	5.22	760	6.22	84	84
Other Banks/ Fls	119	1.00			16	16

Credit disbursement by J&K bank constitutes 84% of the total disbursement made by all the banks together under the scheme.

Handlooms (weavers Credit Card Scheme)

An amount of **₹0.73 Crore** has been disbursed by banks under weavers Credit Card Scheme in favour of **111 weavers** (against the Financial & Physical target of **₹14.17 Crore & 1,672** respectively) indicating an achievement of **5%** in financial terms and **7%** in physical terms. Under the Scheme **305** cases were sponsored to banks upto 30th September 2014, against which **72** cases have been sanctioned by the banks, **41** cases were returned/ rejected and **192** cases are pending with various banks.

The disbursement of ₹0.73 Crore to 111 weavers under the scheme has been made by J&K Bank alone.

The house is requested to deliberate.

AGENDA ITEM NO: 95.11

Monitoring of flow of credit for livestock and fisheries sector:

In 90th SLBC meeting held on 29th August, 2013, 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 September 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.

J&K SLBC Secretariat has not received any information regarding the convening of the meetings of Steering Sub-Committee of J&K SLBC.

Animal Husbandry Department may inform the house about convening of Steering Sub-Committee meeting.

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

AGENDA ITEM NO: 95.12

ACHIEVEMENT UNDER SELF HELP GROUP (SHG) AS ON 30th September 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 development and is an alternate loan delivery 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 September 2014 and comparison with the progress as on corresponding period of the previous year i. e. 30th September 2013 is summarized as under:

(Amt. in Crores of ₹)

	Position as on 30.9.2013	Position as on 30.9.2014	YoY Growth
Total SHGs formed	9541	12066	26.46
SHGs Savings linked	7977	10456	31.08
SHGs Credit linked	6859	7923	15.51
Total loans disbursed by banks	48.06	54.87	14.17

Contribution of individual banks is given hereunder:

(Amt. in Crores of ₹)

(Position as on 30.09.2014)

Name of Bank	SHGs formed	SHGs savings linked	SHGs Credit linked	Credit disbursed
J&K Bank	4713	3874	1787	10.89
SBI	3192	2458	2364	18.12
JKGB	1564	1529	1462	8.59
EDB	745	745	636	10.00
J&K SCB	730	730	721	2.34
PNB	548	548	447	1.84
JCCB	333	333	333	1.21
Other Banks/FIS	241	239	173	1.88
Total	12066	10456	7923	54.87

The detailed Bank-wise performance as on 30th September 2014 is submitted as per

[Annexure-J](#)

The house is requested to deliberate on the issue

AGENDA ITEM NO: 95.13

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

Background

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)

Progress under the scheme:

Against target of **₹87.55 Crore** for **2,010 beneficiaries** set for FY 2014-15, banks in J&K State have disbursed an amount of **₹0.97 Crore** to **51 beneficiaries** upto the end of September 2014, which includes **22** sanctioned cases of previous year indicating an achievement of **1%** of financial targets and **3%** of physical targets. Against physical target of **2,010** cases set for the FY 2014-15, **511** cases have been sponsored to various banks during the H1 of CFY, out of which the banks have sanctioned **56** cases, **102** cases were rejected and **353** cases are pending with the banks for sanction.

The major contributors are tabulated below:

(Amount in Crores of ₹)

Name of the Bank	Ach. Q2(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	45	0.82	51	0.97	88	85
Other Banks/Fls	6	0.15			12	15

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

The house is requested to deliberate on the issue.

AGENDA ITEM NO: 95.14

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 September 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 the issues. The statistical data of various banks operating 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 September 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	21501.13	234.24	48.72	49.25
02	SBI	4747.01	1894.57	28.15	46.86
03	PNB	1613.13	702.36	19.13	33.88

(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 30.09.2014	with inclusion of Corporate Sector Advances as on 30.09.2014
Overall CD Ratio in the State	43.38	47.27

1. **Comparative Statement of Bank-wise deposits and advances with Credit Deposit Ratio and Credit + Investment to Deposit Ratio and NPAs outstanding as on September 2013 and September 2014. [Annexure-K](#)**
 - Total advances of all banks operating in the State as on 30th September 2014 stood at ₹34,398.97 Crore against ₹26,802.26 Crore as at the corresponding period of previous year. The total deposits of the banking sector stood at ₹72,767.21 Crore as on 30.09.2014 as compared to ₹66,223.28 Crore as on 30.09.2013.
 - YoY growth in Deposits = 9.88% (Increase of ₹6,543.93 Crore) and YOY growth in advances = 28.34% (Increase of ₹7,596.71 Crore).
 - The C. D. Ratio of all banks operating in the State stood at 47.27% as on 30th September 2014 against 40.47% as on 30th September 2013.
2. **Statement of Bank-wise / Sector-wise advances outstanding against Priority Sector/ Weaker Sections of the society at the end of September 2014.**

[Annexure-K1](#)

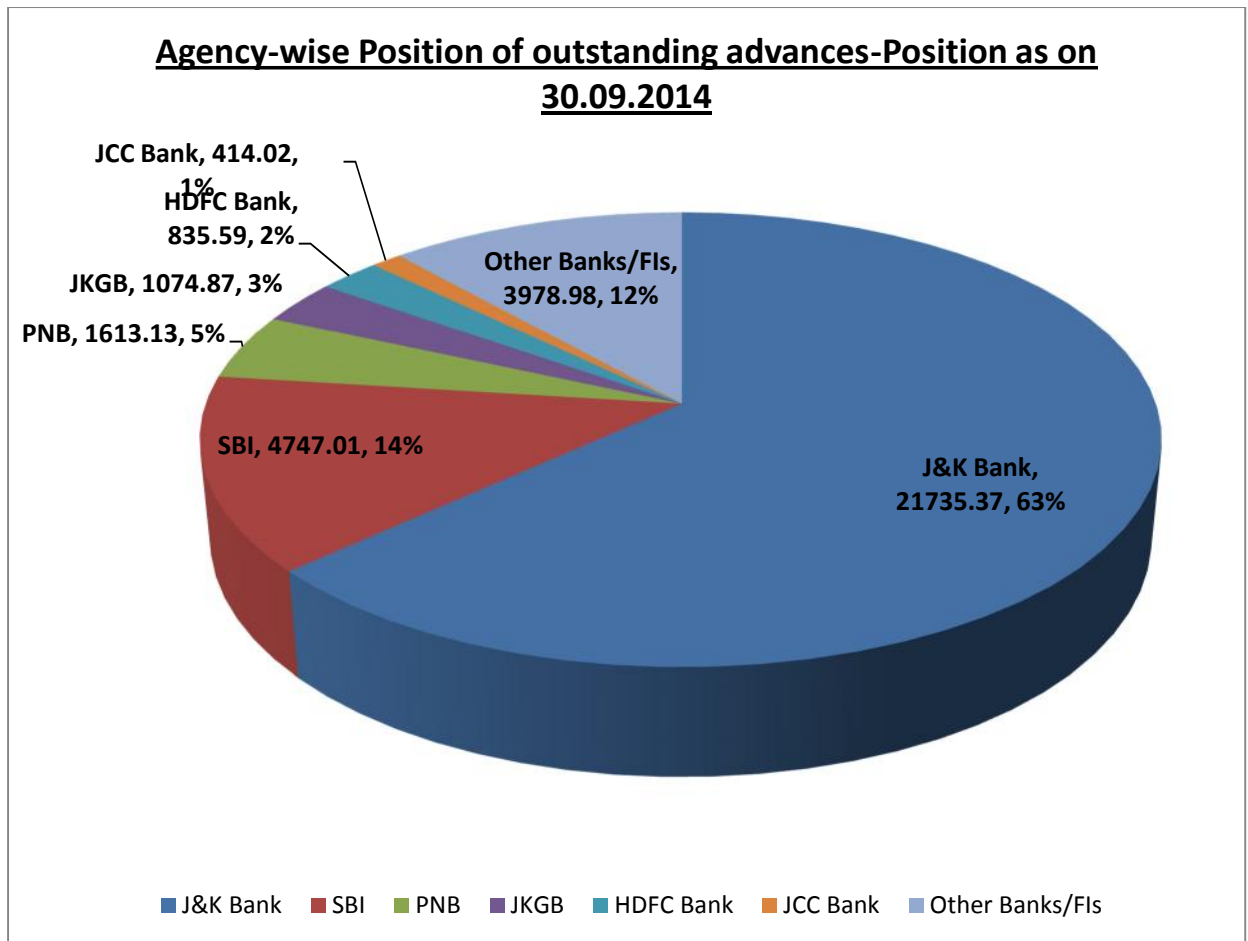
Out of the aggregate advances of **₹34,398.97 Crore** outstanding as on 30th September 2014 an amount of **₹18,042.53 Crore (52.45%)** has gone to Priority Sector and **₹16,356.44 Crore (47.55%)** has gone to Non-Priority Sector. **₹5,287.63 Crore** out of the Priority sector has gone to weaker sections of the society constituting **15.37%** of total Advances (**Bench Mark 10%**). **The contribution of J&K Bank alone to Weaker Sections of the society has been ₹4,234.76 Crore, constituting 19.48% 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 September 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	34398.97	21735.37	63
SBI		4747.01	14
PNB		1613.13	5
JKGB		1074.87	3
HDFC Bank		835.59	2
JCC Bank		414.02	1
Other Banks/FIs		3978.98	12



J&K Bank has the largest share of ₹21,735.37 Crore comprising 63% of the aggregate outstanding credit of banking sector of ₹34,398.97 Crore in the State at the end of September 2014. The share of SBI is ₹4,747.01 Crore (14%), PNB is ₹1,613.13 Crore (5%), JKGB is ₹1,074.87 Crore (3%), HDFC Bank is ₹835.59 Crore (2%) and that of Jammu Central Cooperative Bank is ₹414.02 Crore (1%).

It is also evident from **Annexure K1** that **J&K Bank has the largest share of ₹11,542.56 Crore aggregate outstanding credit under Priority Sector comprising 64% of the total Priority Sector Bank Credit of ₹18,042.53 Crore in the State at the end of September 2014.** The shares of SBI, PNB, JKGB and HDFC Bank in outstanding credit to Priority Sector are ₹1,856.23 Crore (10.29%), ₹731.84 Crore (4.06%), ₹763.35 Crore (4.23%) and ₹402.36 Crore (2.23%) respectively.

From the Annexures, it is observed that **J&K Bank** alone has made total advances of **₹21,735.37 Crore (including Corporate Sector advances of ₹234.24 Crore) in J&K**

State as on 30.09.2014 against its total deposits of **₹44,131.67 Crore**, thereby achieving a **C. D. Ratio of 49.25%** (**48.72% without including the Corporate Sector advances of ₹234.24 Crore**). This is against CD Ratio of 44.31% as on corresponding date of the previous year indicating remarkable increase of **4.94%** YoY basis (**4.41% without including the Corporate Sector advances**). The other major Public Sector Banks, viz. SBI & PNB have made advances of ₹4,747.01 Crore (**including Corporate Sector advances of ₹1,894.57 Crore**) and **₹1,613.13 Crore (including Corporate Sector advances of ₹702.36 Crore)** respectively against their deposits of ₹10,131.26 Crore and ₹4,761.87 Crore, achieving a C.D. Ratio of 46.86% (**28.15% without including the Corporate Sector advances**) and 33.88% (**19.13% without including the Corporate Sector advances**), respectively, as on 30th September, 2014. The remaining 21 Public Sector Banks put together have advanced ₹2,037.21 Crore against their total deposits of ₹4,645.73 Crore, which works out a C. D. Ratio of 43.85%.

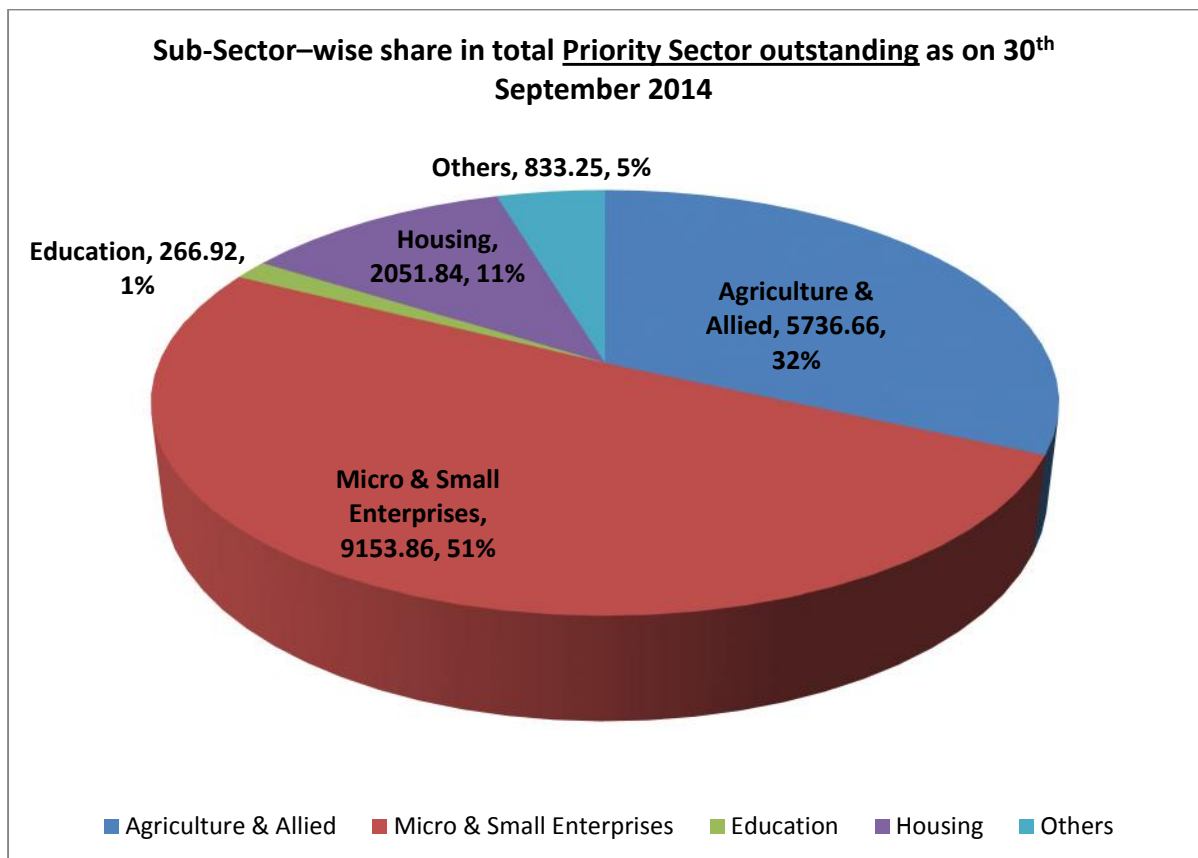
The J&K Grameen Bank (JKGB) has made advances of ₹1,074.87 Crore as on 30.09.2014 against total deposits of ₹2,390.37 Crore, thereby achieving a C. D. Ratio of 44.97%. This is against CD Ratio of 42.71% as on corresponding date of the previous year indicating increase of 2.26% YoY basis. The Ellaquai Dehati Bank (EDB) has made advances of ₹388.71 Crore against total deposits of ₹799.76 Crore, thereby achieving a CD Ratio of 48.60%. The CD Ratio of EDB has declined by 0.59% on YoY basis. The two RRBs operating in the State put together have advanced a total amount of ₹1,463.58 Crore against their total deposits of ₹3,190.13 Crore, which works out a C.D. Ratio of 45.88% as on 30th September 2014.

The ten Cooperative Banks together have advanced ₹1,096.30 Crore against their total deposits of ₹2,950.70 Crore, thereby achieving C. D. Ratio of 37.15% as on 30th September 2014. The CD Ratio of Co-operative Banks has increased by 2.04% YoY basis.

The Sub-Sector–wise share in total Priority Sector outstanding as on 30th September 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	5736.66	18042.53	31.80
2	Micro & Small Enterprises	9153.86		50.73
3	Education	266.92		1.48
4	Housing	2051.84		11.37
5	Others	833.25		4.62

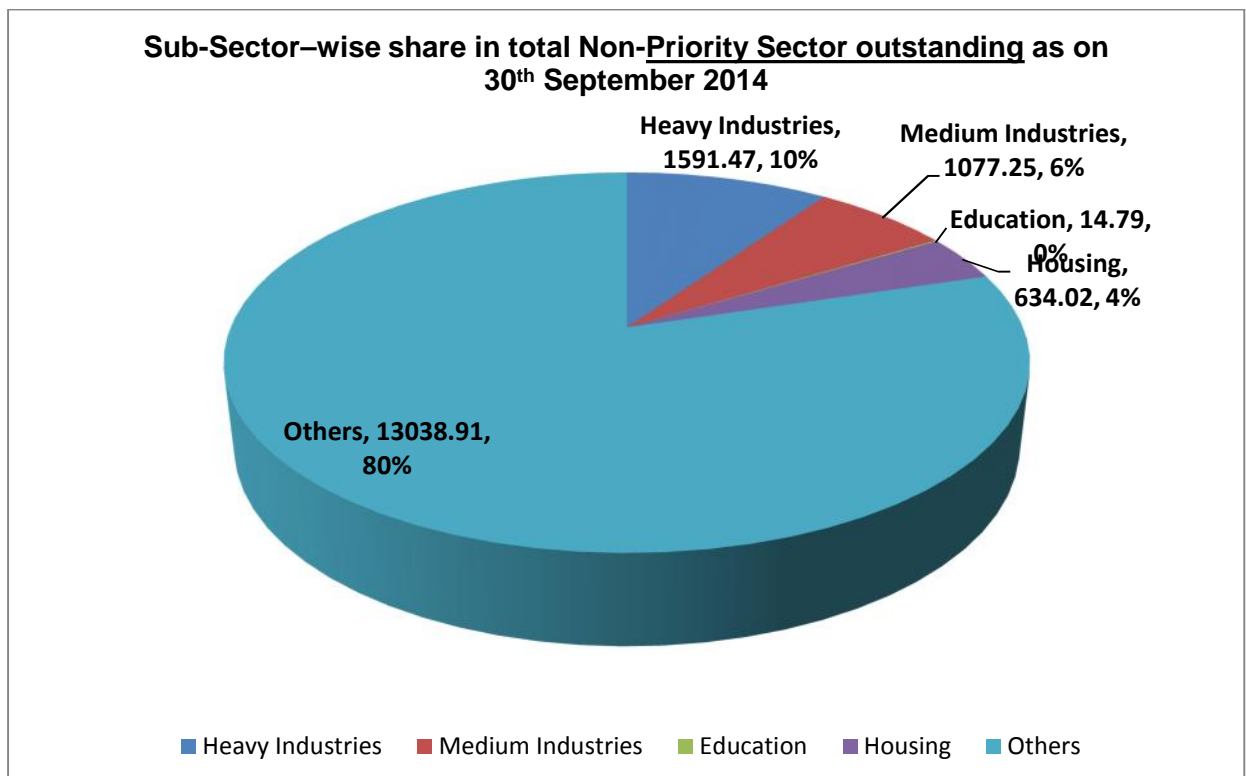


While analyzing the Priority Sector advances it is observed that Micro & Small Enterprises dominates other sectors, absorbing major share of ₹9,153.86 Crore (51%) followed by Agriculture, Housing, and Others sector with an amount of ₹5,736.66 Crore (32%), ₹2,051.84 Crore (11%), ₹833.25 Crore (5%) respectively and the lowest share of ₹266.92 Crore (1%) has gone to Education Sector.

The Sub-Sector-wise share in total Non-Priority Sector outstanding as on 30th September 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	Heavy Industries	1591.47	16356.44	9.73
2	Medium Industries	1077.25		6.59
3	Education	14.79		0.09
4	Housing	634.02		3.88
5	Others	13038.91		79.72



While analyzing the Non-Priority Sector advances it is observed that 80% of the total advances outstanding as on 30th September 2014 has gone to other sectors alone

while the remaining 20% has gone to Heavy Industries(10%), Medium Industries(6%), Housing(4%) and lowest share of 0.09% 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 September 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	8314.85	427.63	5.14	JKB, PNB, SBI, J&KSCB,UCO Bank, Canara Bank, HDFC Bank, UBI
2	Ganderbal	506.69	27.66	5.46	JKB, SBI
3	Baramulla	2346.50	95.31	4.06	JKB, JKGB, BCC Bank, SFC,SBI
4	Bandipora	461.55	13.22	2.86	JKB, SBI, JKGB, BCC Bank
5	Anantnag	1767.59	51.31	2.90	JKB,EBD,SBI,ACC Bank, PNB, HDFC Bank, Canara Bank
6	Kulgam	612.81	17.30	2.82	ACC Bank, SBI, PNB,JKB
7	Pulwama	1346.19	40.87	3.04	JKB, EDB,SBI, ACC Bank, SFC,PNB
8	Shopian	736.15	7.86	1.07	JKB,SBI
9	Budgam	1196.68	36.38	3.04	JKB, EDB, JKSCB, J&K SFC,PNB,SBI
10	Kupwara	972.01	40.33	4.15	JKB,BCC Bank, JKGB, SFC, SBI
Total Kashmir		18261.02	757.87	4.15	
11	Poonch	324.28	13.72	4.23	JKGB,JCC Bank, SBI, PNB,JKB
12	Rajouri	551.49	18.54	3.36	JKGB, JCC Bank, SBI,JKB, PNB
13	Jammu	7466.83	677.54	9.07	SBI,JKB,PNB, P&SB, SBP, JKGB, JCC Bank, CC Bank
14	Samba	1196.87	87.22	7.29	SBP,JKB,PNB,SBI, JKGB, JCCB
15	Udhampur	725.78	14.46	1.99	SBI, JKB,PNB,EDB
16	Reasi	391.72	9.75	2.49	JCC Bank, Allahabad Bank, SBI, PNB
17	Kathua	1295.76	53.79	4.15	PNB, JKGB,SBI,JKB, JCC Bank, SFC
18	Doda	329.25	8.00	2.43	JKB,PNB,SBI
19	Ramban	197.45	5.89	2.98	P&SB, SBI,JCC Bank
20	Kishtwar	189.77	3.74	1.97	JKB, SBI,JCC Bank
Total Jammu		12669.20	892.65	7.05	
21	Leh	399.77	7.03	1.76	SBI, SFC, JKSCB
22	Kargil	237.81	5.48	2.30	JKSCB,SBI
Total Ladakh		637.58	12.51	1.96	
Total J&K State		31567.80	1663.03	5.27	

District-wise Analysis(Quantum-wise)

- The gross NPA ratio of all banks operating in state as on 30th September 2014 is 5.27%.
- From the figures tabulated above, in terms of amount the Jammu District is badly hit having ₹677.54Crore Gross NPA outstanding as on 30.09.2014 followed by Srinagar (₹427.63 Crore), Baramulla (₹95.31 Crore), Samba (₹87.22 Crore), Kathua (₹53.79 Crore) and Anantnag (₹51.31 Crore).

All other districts have gross NPAs below ₹50.00 Crore with District Kishtwar having lowest ₹3.74 Crore of Gross NPAs outstanding as on 30th September 2014.

District-wise Analysis (%age wise)

- In terms of %age of gross NPAs outstanding as on 30th September 2014, District Jammu tops the list with 9.07% gross NPAs followed by Samba (7.29%), Ganderbal (5.46%) and Srinagar (5.14%).All other districts have Gross NPA %age less than 5% as on 30.09.2014.

District Shopian has the lowest gross NPAs outstanding of 1.07% as on 30.09.2014.

Region-wise Analysis (%age wise)

- Jammu region has the highest %age of gross NPAs outstanding as on 30th September 2014 at 7.05% followed by Kashmir region at 4.15% and Ladakh region at 1.96%.

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 ₹1,634.01 Crore in the State as on 30th September 2014, the amount of three major banks, i.e. J&K Bank, SBI and PNB is to the tune of ₹535.43 Crore, ₹177.10 Crore and ₹181.02 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: 95.15

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

In terms of Gol, 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 September 2014 is given hereunder:

- Banks have sanctioned working capital loans (new) to the extent of ₹5,126.14 Crore in favour of 92,498 beneficiaries and incremental working capital loans of ₹1,834.34 Crore in favour of 16,602 existing units.
- Banks in the State have so far restructured 6,938 MSMEs accounts involving an amount of ₹ 611.75 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 ₹2,665.51 Crore in favour of 58,958 beneficiaries.
- Auto loans have been sanctioned to the extent of ₹3,171.14 Crore in favour of 1,08,867 beneficiaries.

Details of bank-wise cumulative achievements under aforesaid MSMEs package upto the quarter ended September 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 30.09.2014

Under the Credit Guarantee Fund Trust Scheme for MSMEs, the banks operating in J&K State have disbursed an amount of **₹699.01** Crore in favour of **36,106** beneficiaries upto 30th September 2014, which includes **₹66.91** Crore disbursed in favour of **3,100** beneficiaries during Q2 of FY 2014-15.

Major contributors are J&K Bank ₹354.18 Crore (51%), State Bank of India ₹168.67 Crore (24%) and PNB ₹90.02(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: 95.16

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: 95.17

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 **₹181.03 Crore** spread over **7,021** accounts as on 30th September 2014 as compared to amount outstanding of **₹176.39 Crore** in favour of **6,571** beneficiaries as on 30th June 2014 indicating a quarterly increase of 2.63% in financial terms.

Break up is given below:

(Amount in Crores of ₹)

Serial	Name of community	No. of Accounts		Amount outstanding	
		Previous Quarter (June 2014)	Current Quarter (September 2014)	Previous Quarter (June 2014)	Current Quarter (September 2014)
	Christians	4	5	0.06	0.08
	Muslims	1524	1621	29.35	31.52
	Buddhists	4821	5102	127.43	129.66
	Sikhs	5	7	0.47	0.62
	Zoroastrians	0	0	0	0
A	TOTAL	6354	6735	157.31	161.88
B	Others	217	286	19.08	19.15
C	Total Priority Sector Advances (A+B)=C	6571	7021	176.39	181.03
D	Share of A out of C (in %)	96.70	95.93	89.18	89.42

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

AGENDA ITEM NO: 95.18

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 DLRC 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 Reasi, Samba and Pulwama** could not be convened during the September quarter due to the preoccupations of the District Development Commissioners of the said Districts and the same were conducted in the month of October 2014. The detailed statement of DLRC / DCC meetings conducted during the quarter ended September 2014 is enclosed as [Annexure-N](#) & [N1](#) 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 September 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	47.89	...	13	Samba	50.82	...
2	Ganderbal	69.72	...	14	Kathua	40.78	...
3	Baramulla	81.03	...	15	Udhampur	29.51	Low CD Ratio
4	Bandipora	66.17	...	16	Reasi	25.81	Low CD Ratio
5	Anantnag	62.23	...	17	Jammu	32.36	Low CD Ratio
6	Kulgam	85.99	...	18	Doda	26.67	Low CD Ratio
7	Pulwama	86.11	...	19	Ramban	28.44	Low CD Ratio
8	Shopian	168.95	...	20	Kishtwar	23.96	Low CD Ratio
9	Budgam	75.59	...	21	Leh	24.09	Low CD Ratio
10	Kupwara	71.86	...	22	Kargil	32.51	Low CD Ratio
11	Poonch	20.87	Low CD Ratio				
12	Rajouri	25.05	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 – 5 (RECENT DEVELOPMENTS)

AGENDA ITEM NO: 95.19

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: 95.20

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.

Progress under NMPS Scheme-Position as on 30th September 2014

Against target of **₹30.06 Crore** for **1,052 beneficiaries** set for banks for FY 2014-15 under the scheme, banks in J&K State have disbursed an amount of **₹0.05 Crore** to **5 beneficiaries** upto the end of September 2014, indicating an achievement of **0.17%** in financial terms and **0.48%** in physical terms. Against physical target of **1,052** cases set for the FY 2014-15, **25** cases have been sponsored to various banks during the H1 of CFY, out of which the banks have sanctioned **6** cases, **5** cases were rejected and **14** cases are pending with the banks for sanction.

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

The house is requested to deliberate the issue.

AGENDA ITEM NO: 95.21

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 house.

Encl: 5 pages

AGENDA ITEM NO: 95.22

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 J&K SLBC in its 94th meeting held on 20th August 2014, for implementation in J&K State.

On pilot basis, insurance cover was 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 is from 1st of August, 2014 to November 30th, 2014 and for Saffron Crop from 15th August, 2014 to 31st of May, 2015.

The guidelines and operational modalities of the programme as fixed by Ministry of Agriculture, GoI stand circulated among all the banks in the State for strict implementation.

Progress under the Scheme

Position as on 18.11.2014

S. No	Name of the District	Crop to be covered	No. of accounts covered under the Scheme
1	Pulwama	Saffron	NIL
2	Jammu	Paddy/ Basmati Rice	NIL
3	Kathua	Paddy/ Basmati Rice	NIL
4	Samba	Paddy/ Basmati Rice	NIL

The Banks may inform the latest progress in this regard and house may deliberate the issue.

AGENDA ITEM NO: 95.23

Finance to Five lakh Joint Liability Farming Groups of “Bhoomi heen Kissan” through NABARD

MoF, Gol vide letter dated 30th October 2014, addressed to SLBC Convenors across the Country, has informed that Hon’ble Union Finance Minister has announced the launching of new scheme for landless farmers called “Joint Liability Farming Groups of Bhoomi heen Kisan” through NABARD in the current financial year. The ministry has set a target of five lakh such groups to be covered across the country during the current financial year with the landless farmers who are denied institutional finance because of having not any land holding, as the target group under the scheme.

J&K SLBC Secretariat has received the District-wise targets for J&K State for financing 1000 “Joint Liability Farming Groups of Bhoomi heen Kisan” from NABARD R.O Jammu and the same were disseminated to all the 22 Lead District offices vide SLBC Secretariat mail dated 14th October 2014 for further allocation of targets among the banks operating in their respective Districts.

The action plan prepared by NABARD for financing under the scheme as received from MoF, Gol vide their above referred to letter has also been circulated among all the Banks operating in the State of Jammu and Kashmir for ensuring proper implementation of the scheme and achievement of targets within the stipulated time frame.

MoF, Gol has advised all SLBC Convenors to allocate the targets, as conveyed by NABARD, to all Banks operating in their respective States and put in place proper monitoring system to review the progress under the scheme to ensure that the targets are achieved well in time.

Allocation of Bank wise / District wise targets for promotion and Financing Joint Farming Groups of "Bhoomi Heen Kissan" through JLG mode of financing

Name of the District	NAME OF THE BANK							Total
	SBI	J&K Bank	ICICI	JKGB	EDB	PNB	HDFC	
Poonch	4	18	0	4	0	2	2	30
Rajouri	10	20	2	28	0	6	4	70
Jammu	7	21	11	28	13	5	5	90
Samba	9	40	6	30	6	5	4	100
Udhampur	8	50	5	0	29	5	3	100
Reasi	8	25	4	0	15	4	4	60
Kathua	8	31	2	30	0	2	2	75
Doda	8	42	5	0	11	5	4	75
Kishtwar	3	10	0	6	0	1	0	20
Ramban	6	19	1	0	11	1	2	40
Anantnag	2	9	1	0	6	0	2	20
Bandipora	2	13	0	13	0	1	1	30
Baramulla	2	10	0	35	0	2	1	50
Budgam	2	12	1	0	12	1	2	30
Ganderbal;	2	6	0	2	7	1	2	20
Kulgam	3	24	0	0	20	2	1	50
Kupwara	3	15	0	20	0	1	1	40
Pulwama	1	5	1	0	6	1	1	15
Shopian	1	6	0	0	6	1	1	15
Srinagar	3	5	8	0	8	2	4	30
Leh	3	8	3	2	0	2	2	20
Kargil	5	11	0	2	0	0	2	20
Total	100	400	50	200	150	50	50	1000

Banks are advised to take immediate necessary action for ensuring the achievement of targets by 31st March 2015

The house is requested to deliberate upon the issue.

AGENDA ITEM NO: 95.24

Drawing of Yearly Calendar of SLBC meetings to be held during the Calendar year 2015

Rural Planning & Credit Department, Reserve Bank of India, Central office Mumbai vide its circular under reference No. RPCD. CO. LBS.BC.NO.44/02.19.10/2010-11 dated December 29, 2010 have directed all the Convenor Banks of SLBCs across the Country to prepare a yearly Calendar of programmes (on Calendar-year basis) in the beginning of the year itself for conducting the State Level Bankers' Committee meetings.

Accordingly, in compliance to RBI directives, the yearly-calendar for convening meetings of J&K SLBC during the ensuing year 2015 has been prepared in accordance with the prescribed schedule of cut off dates for data submission to SLBC etc. The same is enclosed for being adopted by the house so as to circulate the same amongst the concerned member banks, Lead District Managers and other members for adherence.

In the event the house accepts and accords approval to the Calendar of SLBC meetings prepared for the Calendar year 2015, the members are requested to reserve the dates as indicated therein and also to ensure the submission of required data to SLBC strictly as per cut-off dates mentioned in the calendar.

Encl: 1