

**SEGMENT-1 (REVISION)**

**CONFIRMATION OF MINUTES OF  
96<sup>th</sup> MEETING OF J&K SLBC HELD ON 23<sup>rd</sup> FEBRUARY, 2015**

The minutes of 96<sup>th</sup> meeting of J&K SLBC held on 23<sup>rd</sup> February, 2015 at Jammu to review the performance / achievements of the banks / financial institutions, operating in the State upto 31<sup>st</sup> December 2014 under Annual Credit Plan 2014-15, were webcast on the website of J&K SLBC [www.jkslbc.com](http://www.jkslbc.com) and also circulated among the members vide J&K SLBC office reference No. LBD/SLBC-96/2015-354 dated March 20, 2015. The actionable points have been indicated for desired action at the concerned level.

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

**The house is requested to confirm the said minutes.**

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

**A) Legislating SARFAESI Act:**

Agenda Item/ Date of SLBC	Summary of decisions/ Action points.	Action taken / Status
73 (b) 18.06.2008	<b>Removal of legal hurdles to enforce SARFAESI Act in J&amp;K State</b>	<p>In the Special SLBC meeting held on 8<sup>th</sup> May 2013 at Srinagar, on the eve of visit of Hon'ble Governor, RBI to J&amp;K State, the Hon'ble Chief Minister J&amp;K State, emphasized upon the need for providing adequate comfort and protection to the lending institutions by way of necessary legislative backup against loan defaults. He expressed that discussions have taken place between State Government and the Union Finance Ministry for time-bound resolution of this issue. Necessary preparatory actions within the State Government are also nearing completion.</p> <p><b>The issue came up for discussions constantly in 89<sup>th</sup>, 90<sup>th</sup>, 91<sup>st</sup>, 92<sup>nd</sup>, 93<sup>rd</sup>, 94<sup>th</sup>, 95<sup>th</sup> and 96<sup>th</sup> meeting of J&amp;K SLBC with Principal Secretary (Finance) reiterating the stand, that State Government is committed to provide comfort to the banks and lending institutions in the State by way of SARFAESI ACT.</b></p> <p><b>In the last 95<sup>th</sup> and 96<sup>th</sup> Meetings of J&amp;K SLBC held on 3<sup>rd</sup> December 2014 and 23<sup>rd</sup> February 2015, the house impressed upon the State Government to expedite the process so that the matter reaches to logical end.</b></p>

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

**B) Inclusion of chapters on financial Education in the School Syllabus:**

Agenda Item/ Date of SLBC	Summary of decisions/ Action points.	Action taken / Status
Item No.96.23 Dated 23.2.2015	<p>In the 96<sup>th</sup> meeting held on 23.03.2015 RBI informed that the issue of including of Chapters related to "<b>Financial Education</b>" in the school syllabus, was raised with the State Govt. for the past many years but needful has not been done despite continuous follow up. He informed that the then Chief Secretary, J&amp;K Govt. had written a D. O. letter No. PS/CS/03/2010 dated 03.01.2011 to the then Commissioner/ Secretary School Education for consideration of the proposal.</p>	<p>In the said SLBC meeting the Principal Secretary, Planning &amp; Development Department, J&amp;K Government Mr. B. R. Sharma assured the house that necessary directions shall be conveyed to the concerned Department for incorporation of Chapters related to "Financial Education" in the school syllabus of J&amp;K State.</p>

**Government of J&K to inform further progress in the matter**

**C) Printing of Agricultural Credit/ KCC application forms by J&K Bank – sharing of expenditure by other banks on pro-rata basis:**

Agenda Item/ Date of SLBC	Summary of decisions/ Action points.	Action taken / Status			
83 <sup>rd</sup> SLBC meeting held on 14.12.2011	<p>In the backdrop of the Government of India directive for 100% coverage of farmers under KCC Scheme, the <u>Steering Sub-Committee of J&amp;K SLBC to monitor flow of credit to Agriculture</u> in their meeting held on 13.12.2011 at Jammu, recommended that:</p> <p>“the assignment of printing of about 17.00 lakh forms be assigned to J&amp;K Bank and ultimately the expenses be shared pro-rata by the banks who would be involved in the process of implementation of this programme”</p> <p>The J&amp;K SLBC in 83<sup>rd</sup> meeting held on 14.12.2011 adopted the said recommendation for implementation in J&amp;K State. (Action: SLBC/ Govt. Agencies/ J&amp;K Bank/ member banks)</p>	<p>As per the said SLBC decision, J&amp;K Bank arranged printing of 17.00 lakh KCC application forms, for which an amount of <b>Rs.9.69</b> lakhs was spent by the J&amp;K Bank by raising suspense against Lead Bank Department/ SLBC Secretariat. As per the SLBC decision, the said amount was decided to be recovered from the banks having substantial presence in J&amp;K State, as under:</p>			
		S/No	Name of Bank	Amount of share assigned (in lacs)	Status
		1	J&K Bank	1.69	Paid
		2	State Bank of India	1.50	Paid
		3	Punjab National Bank	1.50	Paid
		4	Ellaquai Dehati Bank	1.50	Paid
		5	<b>J&amp;K Grameen Bank</b>	<b>1.50</b>	<b>outstanding</b>
		6	<b>HDFC Bank</b>	<b>0.50</b>	<b>outstanding</b>
		7	<b>Central Bank of India</b>	<b>0.50</b>	<b>outstanding</b>
		8	<b>Punjab &amp; Sind Bank</b>	<b>0.50</b>	<b>outstanding</b>
		9	Oriental Bank of Commerce	0.50	Paid
		<b>TOTAL</b>		<b>9.69</b>	
		<p>The objective of getting the application forms printed by J&amp;K Bank was to ensure successful and speedy implementation of the GoI initiative of 100% coverage of farmers in J&amp;K State under KCC Scheme, which objective has been already achieved.</p> <p>J&amp;K Bank, SBI, PNB, Oriental Bank of Commerce and EDB have already reimbursed the amount of their shares to J&amp;K SLBC, but 4 banks, as indicated above, have not so far reimbursed the said amount despite repeated reminders on the issue. As a result the amount is still outstanding against the SLBC Secretariat.</p>			

**Concerned banks may intimate the reasons for non-reimbursement of their share of amount to J&K SLBC.**

**D) Setting up of Farmers' Training Centre (FTC) in J&K State:**

Agenda Item/ Date of SLBC	Summary of decisions/ Action points.	Action taken / Status
<p>Item No. 91.17 of 91<sup>st</sup> SLBC meeting held on 16.12.2013</p>	<p>In their CSR Plan for J&amp;K PNB in 2012 had expressed their intention to set up Farmers' Training Centre (FTC) at Jammu after the State Govt. allots land for the purpose for which they have taken up the issue with State Govt. NABARD had offered cooperation for establishment of FTCs in all the 3 regions of J&amp;K State.</p> <p>In 91<sup>st</sup> SLBC meeting the proposal of setting up of Farmers Training Centers (FTCs) in Kashmir, Jammu and Ladakh regions by J&amp;K Bank, PNB and SBI respectively under the guidance from NABARD was accepted by the house for implementation.</p> <p>In the 96<sup>th</sup> SLBC meeting held on 23.2.2015 the issue again came up for discussion and the concerned banks were advised to expedite the process.</p>	<p>All the concerned banks were advised vide SLBC Secretariat communication dated 16.04.2015 to intimate the action taken in the matter.</p> <p>The action taken report in the matter is awaited from all the concerned stakeholders.</p>

**J&K Bank, State Bank of India and Punjab National Bank to inform the house the progress achieved in the matter**

**Government of J&K to inform status report regarding allotment of land to PNB for establishment of the FTC at Jammu.**

**Meetings of Sub-Committee of J&K SLBC and other meetings held during FY 2014-15**

<b>S. No</b>	<b>Meeting</b>	<b>Date of Meeting</b>	<b>Venue</b>
1	Meeting of the Steering Sub-Committee of J&K SLBC to monitor IT enabled Financial Inclusion, FLCCs and Credit Plus Activities.	24.6.2014	Srinagar
2	Meeting of the Sub-Committee of J&K SLBC on Relaxation to Trade & Industry in J&K State	24.06.2014	Srinagar
3	Meeting of the Sub-Committee of J&K SLBC for Export Promotion	28.6.2014	Srinagar
4	Meeting of Sub-Committee of State Level Inter Institutional Committee(SLIIC)	03.7.2014	Srinagar
5	Meeting of Sub-Committee of J&K SLBC for State Level Rural Livelihood Mission (SRLM)	10.7.2014	Srinagar
6	Sub-Committee meeting of J&K SLBC(Formed in Special SLBC-Post Floods)	04.10.2014	Srinagar
7	Meeting of State Level Implementation Committee (SLIC) for PMJDY	31.12.2014	Jammu
8	Meeting of Sub-Committee of State Level Inter Institutional Committee(SLIIC)	20.1.2015	Srinagar
9	Meeting of the State Level Steering Committees (SLRC) for RSETIs	29.1.2015	Jammu
10	Meeting of the Sub-Committee of J&K SLBC for Export Promotion	30.1.2015	Jammu
11	Meeting to review the progress made in implementation of National Crop Insurance Programme/Ashtray Fasal Bima Karyakaram	26.03.2015	Srinagar

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

**SEGMENT – 2 (SPECIAL AGENDA POINT)**

**AGENDA ITEM NO: 97.01**

**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 the natural calamity – floods)**

A special meeting of J&K State Level Bankers' Committee was convened on 23<sup>rd</sup> 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 and forwarded to RBI.

RBI, (RPCD), 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 16<sup>th</sup> and 17<sup>th</sup> October 2014 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 was acceded to. However, it was advised all eligible loans as per the Master Circular issued by RPCD be 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 was 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 would also include loans for renovation/ repairs and replacement of damaged assets/ machinery/ equipments and fresh Working Capital 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 23<sup>rd</sup> September 2014 at Jammu, held its first meeting under the Chairmanship of Chairman/ CEO J&K Bank (Convenor, J&K SLBC) on **4<sup>th</sup> October 2014 at J&K Bank, Corporate Headquarters, Srinagar**

**The Sub-Committee decided the following:**

- J&K State Government to approach Gol for extending interest subvention of 5% upto loans of Rs.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 Rs.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)**

Finance Department, J&K Government, in exercise of the powers conferred by clause (a) of section 9 of the Stamps Act, Smvt. 19787(XL of 1977) has vide notification dated 17<sup>th</sup> October 2014 extended remission of duty chargeable in case of instruments/ documents executed between borrowers and the lending institutions on the fresh advances by such institutions to the persons affected by the unprecedented floods of September 2014 for revival and rehabilitation of the fully damaged / lost infrastructure provided that the District Collector concerned (Convenor, District Consultative Committee of the Banks) certifies that the person requisitioning the fresh advance has got affected by the floods. The notification is effective from 17.10.2014 upto a period of one year from the date of issuance.

A copy of the said notification was forwarded to all the Banks operating in J&K State for necessary action.

**The Government of J&K State to inform the progress on other two issues mentioned above.**

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 13<sup>th</sup> October 2014 and 14<sup>th</sup> October 2014 respectively.

The Special Credit cum Relief Camps were launched by Dr. Jitendra Singh, Hon'ble Minister of State for Prime Minister's Office, Gol in presence of the then Hon'ble Finance Minister, J&K State. These camps were attended by Chairman Indian Banks' Association (IBA) Mr.T.M.Bhasin, Chairman & CEO J&K Bank Mr.Mushtaq Ahmad, Principal Secretary (Finance), J&K Govt. Mr.B.B.Vyas, Joint Secretary (MoF) Mr. Alok Tandon, Divisional Commissioner Kashmir Mr. Rohit Kansal, top executives of all the major banks operating in the State, top government officials, officers from RBI, prominent citizens and a large number of flood affected people from the valley.



The Bank-wise progress achieved 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 May 15, 2015

(Amt. in Crores of Rs.)

		APPLICATIONS RECEIVED	APPLICATIONS PROCESSED /SANCTIONED		CASES DISBURSED	
		NUMBER	NUMBER	AMOUNT	NUMBER	AMOUNT
(i)	<b>PUBLIC SECTOR BANKS</b>					
1	STATE BANK OF INDIA	2091	1815	54.07	1612	51.38
2	PUNJAB NATIONAL BANK	2037	2034	56.03	2034	56.01
3	UCO BANK	1025	1025	5.02	1025	5.02
4	CENTRAL BANK OF INDIA	9	9	2.97	9	2.97
5	CANARA BANK	101	101	14.21	0	0.00
6	BANK OF BARODA	34	34	1.75	33	1.72
7	UNION BANK OF INDIA	39	39	0.47	39	0.34
8	SYNDICATE BANK	307	307	6.72	306	6.68
9	ORIENTAL BANK OF COMMERCE	34	34	2.23	34	2.23
10	ALLAHABAD BANK	74	61	16.35	52	7.29
11	DENA BANK	2	2	0.10	1	0.01
12	INDIAN OVERSEAS BANK	3	2	0.26	0	0.00
	<b>SUB-TOTAL</b>	<b>5756</b>	<b>5463</b>	<b>160.18</b>	<b>5145</b>	<b>133.65</b>
(ii)	<b>PRIVATE SECTOR BANKS</b>					
13	J&K BANK	8335	7229	1194.17	4555	684.43
14	ICICI BANK	6	0	0.00	0	0.00
15	HDFC BANK	6291	5106	352.44	3749	279.43
16	AXIS BANK	16	1	0.50	1	0.50
	<b>SUB-TOTAL</b>	<b>14648</b>	<b>12336</b>	<b>1547.11</b>	<b>8305</b>	<b>964.35</b>
(iii)	<b>REGIONAL RURAL BANKS</b>					
17	J&K GRAMEEN BANK	343	343	12.17	343	4.35
18	ELLAQUAI DEHATI BANK (EDB)	8233	7867	62.28	7867	62.28
	<b>SUB-TOTAL</b>	<b>8576</b>	<b>8210</b>	<b>74.45</b>	<b>8210</b>	<b>66.63</b>
(B)	<b>CENTRAL/ STATE COOP. BANKS</b>			0.00		0.00
19	JAMMU CENTRAL COOP. BANK	77	72	0.42	33	0.16
20	BARAMULLA CENTRAL COOP. BANK	65	65	23.89	65	23.89
21	ANANTNAG CENTRAL COOP. BANK	913	913	13.17	913	13.17
	<b>SUB-TOTAL</b>	<b>1055</b>	<b>1050</b>	<b>37.48</b>	<b>1011</b>	<b>37.22</b>
	<b>GRAND TOTAL</b>	<b>30035</b>	<b>27059</b>	<b>1819.21</b>	<b>22671</b>	<b>1201.85</b>

**In terms of amount disbursed, J&K Bank alone has contributed 57% of the total amount disbursed by all the banks together upto May 15, 2015**

The detailed bank-wise progress as on 15.05.2015 is given in [Annexure-A](#).

This is for information of the House.

### **SEGMENT – 3 (FINANCIAL INCLUSION / THRUST AREAS)**

**AGENDA ITEM NO: 97.02**

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

- (I) Provision of banking services to villages with population below 2000**
- (II) 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 10<sup>th</sup> 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 28<sup>th</sup> 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) 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.

**RBI new timeline for coverage of unbanked villages with population less than 2000**

In view of the Pradhan Mantri Jan Dhan Yojana which was launched by Hon'ble Prime Minister on 28<sup>th</sup> August 2014 and Phase-I being implemented through banks in a time bound manner for completion by **August 14, 2015**, Reserve Bank of India, Central office Mumbai vide its circular under **No. FIDD.CO.LBS.BC.No.47/02.01.001/2014-15 dated January 2, 2015** has advised the CMDs of all SLBC Convenor Banks and Lead Banks to complete the process of providing banking services in unbanked villages with **population less than 2000 by August 14, 2015** in line with PMJDY instead of **March 2016** prescribed earlier by RBI.

The fresh instructions for providing banking services in unbanked villages with population less than 2000 by **August 14, 2015** in line with PMJDY instead of **March 2016** have been conveyed to the Financial Inclusion Plan participating Banks under J&K SLBC Secretariat reference No. LBD/SLBC/FIP/2015-319 dated February 7, 2015 with the instructions to complete the process by **August 14, 2015** positively.

The brief summary of bank-wise/ year-wise Roadmap for coverage of these allocated 5582 villages alongwith progress achieved by concerned banks upto the end of March 2015 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	Progress during CFY 2014-15	Cumulative target upto 31.3.2015	Cumulative progress upto 31.3.2015	%age Ach. viz-a-viz Cumulative Targets upto 31.3.2015
			31 <sup>st</sup> Mar. 2013	31 <sup>st</sup> Mar. 2014	31 <sup>st</sup> Mar. 2015	14 <sup>th</sup> August 2015					
1	J&K Bank	3271	1103	497	800	871	1696	769	2400	2465	103
2	SBI	753	111	196	215	231	390	237	522	627	120
3	PNB	294	6	137	81	70	108	186	224	294	131
4	JKGB	1026	54	350	329	293	417	325	733	742	101
5	EDB	238	40	79	79	40	123	68	198	191	96
	<b>TOTAL</b>	<b>5582</b>	<b>1314</b>	<b>1259</b>	<b>1504</b>	<b>1505</b>	<b>2734</b>	<b>1585</b>	<b>4077</b>	<b>4319</b>	<b>106</b>

Against the target of 1504 villages set for financial year 2014-15, 1585 villages were covered by the FIP Participating banks upto 31<sup>st</sup> March 2015 constituting an achievement of over 105% of the allocated target for the year.

All Banks had a cumulative target of **4077** villages to be accomplished by the end of March 2015, against which the banks have covered **4319** villages upto 31<sup>st</sup> March 2015, which is about 106% of the Cumulative target.

The detailed district-wise/ bank-wise progress as on 31.03.2015 is given in [Annexure-A1](#).

## **(II) Pradhan Mantri Jan Dhan Yojana (PMJDY)**

Pradhan Mantri Jan Dhan Yojana' a comprehensive Financial Inclusion Package was launched across the country on 28<sup>th</sup> 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 Rs. 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.

**Extension in Timeline in providing 100% coverage under PMJDY**

DFS, MoF, GoI has extended the timeline for providing 100% coverage under PMJDY for Jammu & Kashmir State upto **April / May 2015** due to harsh winters and tough terrains in the State.

**The consolidated progress on number of accounts opened under Pradhan Mantri Jan Dhan Yojana upto 11<sup>th</sup> May 2015 is given below:**

S. No	Bank	No. of A/Cs opened			No. of Rupay Debit Cards issued	No. of Zero balance accounts
		Rural	Urban	Total		
1	Public Sector Banks	190296	141830	332126	273944	165471
2	Private Sector Banks	1050077	120781	1170858	966415	717145
3	RRBs	85062	29248	114310	25114	64206
4	Cooperative Banks	6770	1900	8670	0	5727
	<b>Total</b>	<b>1332205</b>	<b>293759</b>	<b>1625964</b>	<b>1265473</b>	<b>952549</b>

- Banks have opened **16,25,964** accounts under PMJDY upto 11<sup>th</sup> May 2015 which includes **13,32,205** accounts opened in rural areas and **2,93,759** accounts opened in urban areas.
- Banks have also issued Rupay Cards to **12,65,473** beneficiaries under the Yojana upto **11<sup>th</sup> May, 2015**.

**The major contributors are tabulated hereunder:**

S. No	Bank	No. of A/Cs opened under PMJDY upto 11 <sup>th</sup> May 2015			%age share to total A/Cs opened by all banks together
		Rural	Urban	Total	
1	J&K Bank	1048153	115887	1164040	71.00%
2	PNB	79668	30401	110069	7.00%
3	SBI	50934	42192	93126	6.00%
4	JKGB	59067	11125	70192	4.00%
5	EDB	25995	18123	44118	3.00%
6	Other banks	68388	76031	144419	9.00%
	<b>Total</b>	<b>1332205</b>	<b>293759</b>	<b>1625964</b>	

**J&K Banks contribution is 71% of the total accounts opened under the scheme by all the banks together upto 11<sup>th</sup> May, 2015.**

The detailed bank-wise progress as on 11.05.2015 is given in [Annexure-A2](#)

**Progress made in survey of Sub-Service Areas (SSAs) and Coverage of Households (HHs) under PMJDY-Position as on 11<sup>th</sup> May 2015**

Sr . N o	Name of the Bank	SSAs allocated	SSAs surveyed	SSAs where survey is under process	Households reported in Surveyed SSAs	Out of (v) HHs having bank A/Cs	Out of (v) HHs yet to be covered	%age of surveyed Households having Bank accounts out of (v)
	(I)	(II)	(III)	(IV)	(V)	(VI)	(VII)	(VIII)
1	J&K Bank	1367	1353	14	1100221	1100221	0	100.00%
2	SBI	294	294	0	238758	238758	0	100.00%
3	PNB	136	136	0	114215	114215	0	100.00%
4	JK GB	289	289	0	273444	273444	0	100.00%
5	EDB	83	83	0	54664	54664	0	100.00%
6	HDFC Bank	4	4	0	2080	2080	0	100.00%
7	Central Bank of India	1	1	0	538	538	0	100.00%
8	ICICIC Bank	1	1	0	1226	1226	0	100.00%
9	Canara Bank	1	1	0	570	570	0	100.00%
10	UCO Bank	1	1	0	970	970	0	100.00%
11	P&S Bank	1	1	0	387	387	0	100.00%
<b>Total</b>		<b>2178</b>	<b>2164</b>	<b>14</b>	<b>1787073</b>	<b>1787073</b>	<b>0</b>	<b>100.00%</b>

- Out of 2,178 Sub-Service Areas allocated to 11 banks in J&K State, 2,164 Sub-Service Areas have been surveyed by the concerned banks upto 11<sup>th</sup> May 2015 thereby registering an achievement of 99.36%
- The Survey in 14 Sub-Service Areas allocated to J&K Bank is under process.
- A total of 17,87,073 households have been reported by the banks in 2,164 surveyed SSAs, which stands covered as on 11<sup>th</sup> May, 2015.

The House may record the progress under Pradhan Mantri Jan Dhan Yojana and deliberate.

This is for the information of the house

**AGENDA ITEM NO: 97.03**

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

Strategy, 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 25<sup>th</sup> April 2013 the Government of J&K has conveyed as under:

- Finance Department, J&K Govt. to be the umbrella department, instead of Information Technology Deptt., to coordinate, oversee and facilitate the roll out of EBT in the State on a fast track basis. The concerned Administrative Department I/C of the Economic Growth oriented/ other Social Security Benefit Schemes to be the Nodal Departments.
- J&K Bank to be the Leader Bank in all the 22 districts of the State.
- 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 entitlement 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 was 31<sup>st</sup> July, 2013. This is as per the decision taken in Special SLBC meeting held on 08.05.2013 at SKICC, Srinagar;

- The EBT roll out to be under the twin approach, both district and multi-schemes oriented rather than district and one scheme specific like NREGS of Rural Development Department or NOAPS of Social Welfare Department.
- MoU to be signed between Finance Department and the Leader Bank, as per the mutually agreed format for the hassle-free implementation of EBT Scheme.

**While reporting progress under the scheme the Leader Bank (J&K 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 other banks operating in their respective districts for creation of user-ID for providing access on bank's SFTP server for uploading & downloading data.
- Instructions have been issued to concerned quarters for completion of account opening process as per the scheme.
- Data feeding of Social Welfare beneficiaries of different districts on SFTP server is in progress.
- MoU between Finance Department, J&K Government and J&K Bank was signed on 26<sup>th</sup> November 2013, as per the mutually agreed format for the hassle-free implementation of EBT Scheme. Pursuant to a substantive decision taken in this behalf at Special meeting of SLBC at Srinagar on May 8, 2013, which was presided 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 to 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** was to be covered under the scheme during the phase first.

**Progress under the Scheme**

The Electronic Benefit Transfer (EBT) Scheme has been successfully implemented in six 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 96<sup>th</sup> 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 28<sup>th</sup> April, 2015 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:

**Progress in validation of Accounts under EBT Scheme-Position as on 28<sup>th</sup> April 2015**

S. No	District	JK Bank Accounts Received	Other Bank Accounts	Total Accounts Received	JK Bank Accounts Validated	Other Bank Accounts Validated	Total Accounts validated
1	Anantnag	5016	0	5016	4989	0	4989
2	Bandipora	2913	1445	4358	2637	0	2637
3	Baramulla	3717	3871	7588	3318	3621	6939
4	Budgam	11401	0	11401	11076	0	11076
5	Doda	7467	0	7467	7125	0	7125
6	Ganderbal	4914	0	4914	4870	0	4870
7	Jammu	11465	1888	13353	9229	1044	10273
8	Kargil	2594	0	2594	2373	0	2373
9	Kathua	3511	214	3725	1747	181	1928
10	Kishtwar	4164	0	4164	3615	0	3615
11	Kulgam	4140	0	4140	3878	0	3878
12	Kupwara	4953	0	4953	4908	0	4908
13	Leh	1223	9	1232	1186	0	1186
14	Poonch	4241	1034	5275	3433	662	4095
15	Pulwama	5033	0	5033	4551	0	4551
16	Rajouri	9283	2049	11332	8179	1783	9962
17	Ramban	1914	0	1914	1633	0	1633
18	Reasi	1260	0	1260	977	0	977
19	Samba	2962	1987	4949	2638	1231	3869
20	Shopian	1368	0	1368	1352	0	1352
21	Srinagar	5006	0	5006	4991	0	4991
22	Udhampur	4284	0	4284	4212	0	4212
		<b>102829</b>	<b>12497</b>	<b>115326</b>	<b>92917</b>	<b>8522</b>	<b>101439</b>

As per the data received from J&K Bank, a total of **1,15,326 accounts** have been received from various banks for validation, which includes **1,02,829** accounts received from J&K Bank and **12,497** accounts received from other banks. A total of **1,01,439** accounts have been validated. This includes **92,917** accounts validated out of **1,02,829** accounts received from J&K Bank (**90%**) and **8,522** accounts validated out of **12,497** accounts received from other banks (**68%**).

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

**House may deliberate the issue**

**AGENDA ITEM NO: 97.04**

**100% coverage of farmers in J&K State under Kissan Credit Card (KCC) Scheme- Position as on 31<sup>st</sup> March 2015-Timeline for 100% coverage set as 31<sup>st</sup> March 2015.**

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

Agriculture Production Department, Government of J&K, vide letter No: Agri/PC-100-II/2009-10 dated 17<sup>th</sup> July 2014 forwarded the **revised target of covering 9.81 lakh** farm operating families under KCC Scheme for J&K State (which superseded the earlier target of covering **10.17 lakh** farm operating families (FOFs) who are interested to have KCCs).

In 94<sup>th</sup> meeting of J&K SLBC held on 20<sup>th</sup> August 2014, the house set **31<sup>st</sup> December 2014** as the new timeline for 100% coverage under KCC Scheme. However, on reviewing the progress in 95<sup>th</sup> Meeting of J&K SLBC held on 3<sup>rd</sup> December 2014 the house set **31<sup>st</sup> March 2015 as the final timeline for 100% coverage under KCC Scheme** taking into consideration the loss of two months, i.e. September and October 2014 because of flash floods that hit J&K State. However, the house while reviewing the progress in the previous 96<sup>th</sup> meeting of J&K SLBC, observed that 1.61 lakh farm operating families were yet to be covered under the KCC Scheme. In order to cover the same within the set timeframe, the house allocated the said remaining shortfall of 1,61,000 KCCs to 5 major banks, viz. J&K Bank(1,00,000), SBI (6000), PNB (5000), J&K Grameen Bank(25000) and Ellaquai Dehati Bank(25000).

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

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

**Progress viz-a-viz revised target:**

Revised Timeline for 100% coverage of farmers in J&K State under Kissan Credit Card (KCC) Scheme	31 <sup>st</sup> March 2015
Total farm operating families in J&K State who are interested in KCC Scheme as declared by Agriculture Department	9,81,449
Progress upto 31 <sup>st</sup> March 2015 (As reported by Banks)	8,41,879
%age of Achievement	85.78%
Shortfall	1,39,570

The position of KCC Sponsored/ Sanctioned/ disbursed/ rejected/ pending with banks as on 31<sup>st</sup> March 2015 is given hereunder:

(Amount in Crores of Rs.)

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	726540	530644	425951	2100.18	193610	2286
KCC cases directly taken up by the Banks(Cases Self sponsored)		311235	291625	3176.29	0	0
<b>Total</b>		<b>841879</b>	<b>717576</b>	<b>5276.47</b>	<b>193610</b>	<b>2286</b>

Upto the end of **March 2015**, banks have sanctioned a total number of **8,41,879** KCC Cases in J&K State, against which **7,17,576** KCCs have been disbursed credit amounting to **Rs.5,276.47** Crore. This includes **7,26,540** KCC cases sponsored by Agriculture Department, J&K Govt. to various banks operating in the State and **3,11,235** KCC cases taken up by the banks directly. As per the data received **1,93,610** cases have been rejected while **2,286** cases are pending for sanction with banks.

**Total No. of KCC cases sanctioned works out to an achievement of about 85.78% 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 share in total cases sanctioned by all banks	Cases rejected by banks
J&K Bank	439533	841879	52	83952
JKGB	133267		16	78139
SBI	66634		8	5137
EDB	60755		7	9586
PNB	36221		4	3927
JCC Bank	37628		4	5983
BCC Bank	23875		3	1023
ACC Bank	14472		2	0
HDFC Bank	16868		2	0
Other Banks/FIs	12626		1	5863
<b>Total</b>	<b>841879</b>			<b>193610</b>

**J&K Banks Share constitutes 52% of the total cases sanctioned by all the 46 banks/FIs under KCC Scheme as on 31<sup>st</sup> March 2015**

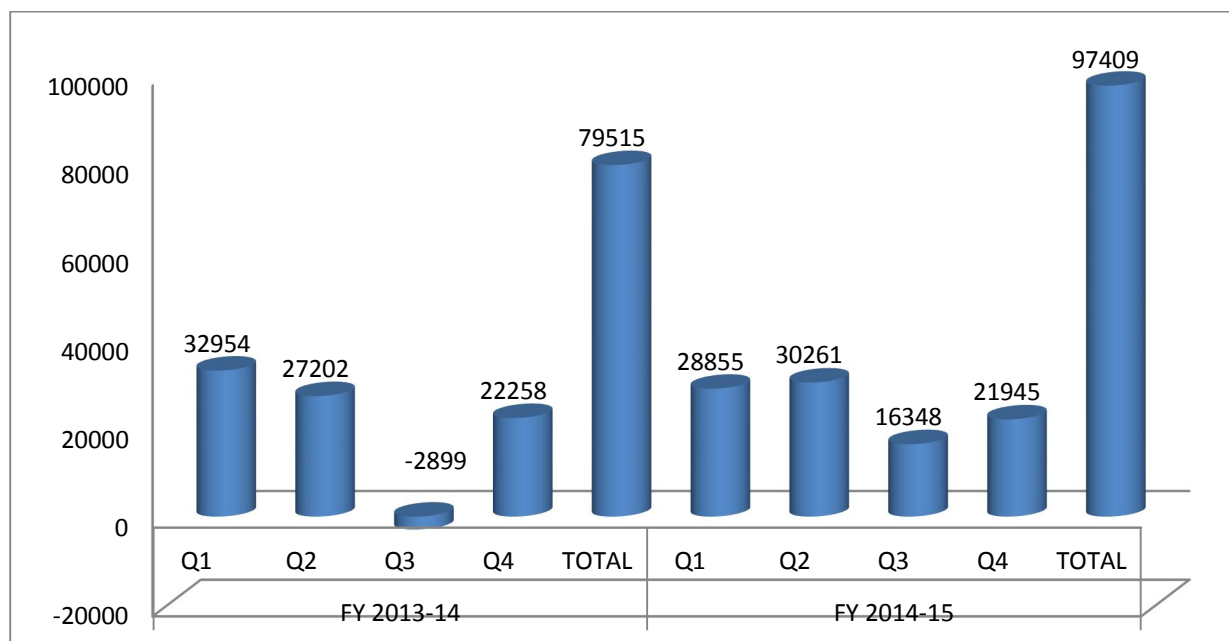
The detailed bank-wise progress is given in [Annexure-B](#)

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

Source of Sponsorship	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	KCCS issued during Q3	KCCS issued during Q4	Cumulative Position 31 <sup>st</sup> March 2015
Agriculture Deptt. Kashmir/Jammu	412621	28661	23539	-8695	15407	471533	21873	20493	7326	9419	530644
Banks	252334	4293	3663	5796	6851	272937	6982	9768	9022	12526	311235
<b>Total</b>	<b>664955</b>	<b>32954</b>	<b>27202</b>	<b>-2899</b>	<b>22258</b>	<b>744470</b>	<b>28855</b>	<b>30261</b>	<b>16348</b>	<b>21945</b>	<b>841879</b>

- A total of 21,945 fresh KCC applications have been sanctioned during the quarter ended 31<sup>st</sup> March 2015 against the target of 1.61 lakh (shortfall as on 31.12.2014), which include 15,712 KCCs issued by J&K Bank against 1.00 lakh, JKGB has issued 9849 KCCS against target of 25000 and EDB 678 KCCs issued against the target of 25000.

**Quarterly issuance of KCC Cards (Graphics)**



**The house to deliberate the issue and performance**

### **Rejuvenation of silk industry in all the three regions of the State**

In 95<sup>th</sup> meeting of J&K SLBC held on 3<sup>rd</sup> December 2014 Commissioner/ Secretary Agriculture Production Department, Dr. Asgar Hassan Samoon emphasized for coordinated efforts by all the concerned State Government Departments for rejuvenation of silk industry in all the three regions of the State as there is enormous scope for silk production in the State and desired that the same be also brought under the ambit of KCC Scheme.

**The house decided that:**

- **Directorate of Sericulture, Government of Jammu & Kashmir to devise a scheme to bring the sericulture within the purview of KCC disbursement and forward the same to SLBC Secretariat/ Member Banks of J&K SLBC for examination.**

A meeting of all the stakeholders, viz. banks, Director, Sericulture Department and NABARD, to devise modalities to bring the Sericulture Sector within the purview of KCC Scheme was held on 18<sup>th</sup> May, 2015 at J&K Bank Corporate Headquarters, Srinagar. In the meeting the issue was discussed threadbare and finally it was resolved that DGM, NABARD in collaboration with Director Sericulture, J&K Govt. and representatives from few major banks, viz. J&K Bank, SBI, PNB and EDB will sit together and workout a bankable scheme for Sericulture Sector in J&K, so that this sector can be brought within the purview of KCC disbursement scheme. DGM NABARD was requested to finalize the scheme and submit the same to J&K SLBC by or before 28<sup>th</sup> of May, 2015.

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

**AGENDA ITEM NO: 97.05**

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

In terms of the decision taken in the 89<sup>th</sup> meeting of J&K SLBC held on 6<sup>th</sup> June 2013 SLBC Secretariat consolidated the Branch Expansion 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 upto 31<sup>st</sup> March 2015 is given hereunder:

**BEP 2014-15-Progress upto 31<sup>st</sup> March 2015**

S. No.	Name of the Bank	Previous years Backlog	BEP for FY 2014-15	BEP TARGET 2014-15	REGULATORY REQUIREMENT		ACHIEVEMENT UPTO 31 <sup>st</sup> March 2015		
					Out of Col. 4, No. of branches planned to be opened in unbanked villages having population <10000 (regulatory stipulation 25% of total BEP for FY)		No. of branches opened out of Col. No. (4)	Branches opened in unbanked villages having population <10000	%age of Ach. viz-a-viz target
	(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%	39	18 (46%)	33%
2	SBI	19	9	28	8	28.57%	1	0(0%)	4%
3	PNB	3	5	8	2	25%	2	0(0%)	25%
4	J&K Grameen Bank	24	8	32	4	12.50%	11	1 (9%)	34%
5	EDB	12	13	25	14	56%	0	0 (0%)	0%
6	HDFC Bank	4	6	10	3	30%	8	3 (38%)	80%
7	SBP	2	0	2	0	0%	1	0 (0%)	50%
8	Andhra Bank	0	2	2	0	0%	2	0 (0%)	100%
9	Axis Bank	0	7	7	0	0%	0	0 (0%)	0%
10	ACC Bank	2	0	2	0	0%	0	0 (0%)	0%
11	IDBI Bank	1	2	3	0	0%	1	0 (0%)	33%
12	OBC	2	1	3	0	0%	2	0 (0%)	67%
13	Corporation Bank	3	3	6	0	0%	1	0 (0%)	17%
14	Dena Bank	0	1	1	0	0%	0	0 (0%)	0%
15	ICICI Bank	0	8	10	0	0%	8	0 (0%)	80%
16	IOB	0	4	4	0	0%	0	0 (0%)	0%
17	Urban Coop. Bank	0	3	3	0	0%	0	0 (0%)	0%
	<b>TOTAL</b>	<b>115</b>	<b>147</b>	<b>264</b>	<b>83</b>	<b>31.68%</b>	<b>76</b>	<b>22 (29%)</b>	<b>29%</b>

- **Banks in J&K State have opened 76 branches upto 31<sup>st</sup> March 2015 against the annual BEP target of 264 branches thereby achieved only 29% of the annual target during financial year 2014-15.**
- **Out of 76 branches opened by the banks in J&K State, 22 branches (29%) were opened in identified rural unbanked (Tier 5 to Tier 6) villages against the regulatory stipulation of 25%.**

EDB, Axis Bank, ACC Bank, Dena Bank, IOB and Urban Cooperative Bank have not opened any branch during the Current financial year.

Detailed progress achieved under the Branch Expansion Plan for FY 2014-15 at the end of the March 2015 is given in [Annexure-C](#) for information of the house.

**Individual Banks to explain their position.**

### **Fresh Branch Expansion Plan for FY 2015-16**

As regards Branch Expansion Plan of J&K State for FY 2015-16, J&K SLBC Secretariat vide communication dated 13.04.2015 (delivered through email) has already sought the same from all member banks of J&K SLBC advising that the said BEP for FY 2015-16 should also include the backlog, if any, of previous year's BEP i.e. FY 2014-15, indicated in a separate column. However, till date only two banks, viz. UCO Bank and Anantnag Central Cooperative Bank have submitted the same to SLBC Secretariat.

**Member banks are once again advised to submit the BEP for FY 2015-16 without any further delay.**

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

**AGENDA ITEM NO: 97.06**

**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 Q4 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 as per RBI Guidelines using Standardized Financial Literacy Material of RBI		No. of Persons participated in Literacy Camps		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)	(8)	(9)	(10)	(11)	(12)
	During Q4	During FY 2014-15	During Q4	During FY 2014-15	During Q4	During FY 2014-15	During Q4	During FY 2014-15	During Q4	During FY 2014-15	During Q4	During FY 2014-15
<b>J&amp;K Bank</b>	206	695	22132	60489	14079	29942	5065	14479	1209	4372	715	3036
<b>SBI</b>	204	474	5258	16471	2365	7562	1873	5465	346	1320	254	843
<b>Total</b>	<b>410</b>	<b>1169</b>	<b>27390</b>	<b>76960</b>	<b>16444</b>	<b>37504</b>	<b>6938</b>	<b>19944</b>	<b>1555</b>	<b>5692</b>	<b>969</b>	<b>3879</b>

- A total of 27,390 persons have participated in 410 Financial Literacy Camps undertaken by 22 FLCs during the quarter ended March 2015.
- J&K Bank has provided services to 22132 persons in 206 camps undertaken by its 12 FLCs during the quarter.
- SBI has provided services to 5258 persons in 204 camps undertaken by its 10 FLCs during the said period.
- The activities undertaken by all the 22 FLCs during the quarter ended March 2015 have facilitated credit linkage to 1555 entrepreneurs out of which 969 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 89<sup>th</sup> meeting of J&K SLBC held on 6<sup>th</sup> June 2013 all the banks having rural branches operating in the State were advised to ensure that their rural branches hold at least one financial literacy programme every month in terms of RBI guidelines and submit the same to Convenor Bank for being placed in the SLBC meetings for review. Besides, all the Lead District Managers were advised to collect the data regarding financial literacy activities undertaken by the rural branches of banks operating in their Districts and submit the same for review in SLBC meetings.

Out of 35 scheduled commercial banks operating in the State only 19 banks have rural presence. The progress in conducting Financial Literacy camps by the rural branches of scheduled commercial banks is given hereunder:

S. No.	Name of the Bank	No. of Rural branches as on 31.03.2015	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 March 2015 using Standardized Financial Literacy Material of RBI	No. of Persons participated
<b>(i)</b>	<b>Public Sector Banks:</b>				
1	State Bank of India	85	255	172	4821
2	Punjab National Bank	33	99	99	2093
3	UCO Bank	3	9	0	0
4	Central Bank of India	4	12	4	118
5	Canara Bank	6	18	12	155
6	Punjab & Sind Bank	2	6	4	411
7	Union Bank of India	2	6	2	36
8	OBC	4	12	4	77
9	Bank of India	2	6	1	46
10	Allahabad Bank	1	3	3	51
11	Indian Overseas Bank	1	3	2	52
12	Indian Bank	1	3	0	0
	<b>SUB-TOTAL (i)</b>	<b>144</b>	<b>432</b>	<b>303</b>	<b>7860</b>
<b>(ii)</b>	<b>Private Sector Banks:</b>				
13	J&K Bank	434	1302	808	33576
14	ICICI Bank	5	15	14	70
15	HDFC Bank	17	51	0	0
16	Axis Bank	11	33	14	416
17	Yes Bank	1	3	0	0
	<b>SUB-TOTAL (ii)</b>	<b>468</b>	<b>1404</b>	<b>836</b>	<b>34062</b>
<b>(iii)</b>	<b>Regional Rural Banks</b>				
18	J&K Grameen Bank	173	519	384	9733
19	Ellaquai Dehati Bank	106	318	206	10860
	<b>SUB-TOTAL (iii)</b>	<b>279</b>	<b>837</b>	<b>590</b>	<b>20593</b>
	<b>Total Rural Branches of Scheduled Commercial Banks:</b>	<b>891</b>	<b>2673</b>	<b>1729</b>	<b>62515</b>

UCO Bank having 3 functional rural branches in J&K State has not conducted any camp during the quarter under review against the regulatory stipulation of conducting at least 9 camps respectively during the quarter. Similarly HDFC Bank having 17 rural branches in the State have also not conducted any camp.

A total of 1,729 Financial Literacy Camps were organized by 891 rural branches of 19 scheduled commercial banks during the quarter under review against the target of organizing 2,673 Camps during the quarter @ one camp per rural branch per month as per RBI guidelines. The achievement is only 65% of the target. A total of 62515 persons have participated in 1729 camps organized by the rural branches of the scheduled commercial banks during Q4 of CFY.

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: 97.07**

- 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:**

The idea of setting up Rural Self Employment Training Institutes (RSETIs) in all districts across the country was mooted by Government of India with the sole objective of providing self-employment training programmes to the unemployed youth for their skill up-gradation. The idea was to make the youth skillful so that they could be linked to bank credit easily for starting their own micro-enterprise successfully.

During the year 2009, MoRD, GoI vide No.I.12011/19/2008-SGSY (C) dated 7.01.2009 issued guidelines for setting up of Rural Self Employment Training Institutes (RSETIs) in all the districts of the Country with the following objectives.

- **The training offered will be demand driven**
- **Rural BPL youth will be given priority**
- **Area in which training will be provided to a particular rural BPL youth will be decided after assessment of the aptitude of the candidate**
- **Hand holding will be provided for assured credit linkage with Banks.**
- **Escort services will be provided for ensuring at least a two year follow up to ensure sustainability of micro enterprise undertaken by the rural BPL youth.**
- **Provide intensive short-term residential self-employment training programmes with free food and accommodation to rural youth for taking up self-employment initiatives and skill up-gradation for running their micro-enterprises successfully.**

The issue came up for deliberations in the 76<sup>th</sup> meeting of J&K SLBC held on 30<sup>th</sup> July 2009, wherein 22 districts of J&K State were allocated to two banks i. e J&K Bank and SBI in the ratio of 12:10 for setting up of RSETIs in accordance with the lead bank responsibilities assigned to them by RBI in the State.

**Although J&K Bank and SBI have operationalized RSETIs in all their respective Lead Districts of the State. But, as reported by the State Coordinator, RSETIs, the RSETI in District Kargil is not functional.**

**State Bank of India may clarify the position.**

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

**Performance of RSETIs in J&K State during CFY & from inception of the programme upto 31<sup>st</sup> March 2015:**

Name of the Bank	Target 2014-15		Progress FY 2014-15- Position as on 31.03.2015		Cumulative position as on 31.03.2015 from Inception of the Programme	
	Programmes	Candidates	Total No. of Programmes conducted	Total No. of Persons Trained	Total No. of Programmes conducted	Total No. of Persons Trained
JKB	244	7280	204	6389	797	14707
SBI	118	2765	123	2714	353	8092
<b>Total</b>	<b>362</b>	<b>10045</b>	<b>327</b>	<b>9103</b>	<b>850</b>	<b>22799</b>

Name of the Bank	Candidates settled from Inception till 31.03.2015		Out of total Settled Candidates upto 31.03.2015			
	No. of Candidates settled	%age of Settlement	No. of Candidates availing Bank Finance	No. of Candidates Self Financed	No. of Candidates in wage employment	%age of Credit linked to total settled
JKB	9260	63	3452	3371	2437	37
SBI	4517	56	880	2455	1172	19
<b>Total</b>	<b>13777</b>	<b>60</b>	<b>4332</b>	<b>5826</b>	<b>3619</b>	<b>31</b>

- Against target of holding 362 programmes covering 10045 candidates for FY 2014-15 RSETIs in J&K State have organized 327 programmes upto 31<sup>st</sup> March 2015 wherein training to 9103 candidates have been provided thereby achieving 90% of the target.
- J&K Bank manning 12 RSETIs has organized 204 programmes in which 6389 persons participated upto 31<sup>st</sup> March 2015 against the AAP target of 244 programmes and 7280 candidates, thereby achieving 84% and 88% of the AAP target respectively.
- SBI manning 10 RSETIs has organized 123 programmes in which 2714 person's participated upto 31<sup>st</sup> March 2015 against the AAP target of 118 programmes and 2765 candidates thereby achieving 104% and 98% of the AAP target respectively.
- J&K Bank RSETIs have conducted 797 training programmes from inception upto 31<sup>st</sup> March 2015 in which 14,707 persons were trained. Similarly SBI RSETIs conducted 353 programmes during the same period which benefited 8092 persons.

## **HANDHOLDING**

- **Of the 22799 persons trained in 850 programmes conducted by 22 RSETIs from inception upto 31<sup>st</sup> March 2015, 13777 persons have settled which constitutes 60% of the total persons trained upto 31<sup>st</sup> March 2015.**
- **Of the 13777 persons settled after attending training programmes in RSETIs, 4332 have availed finances from various banks, 5826 persons have started their enterprises by self financing and the remaining 3619 persons have opted for wage employment.**

**In light of the above figures forum is requested to deliberate the issue.**

### **ii) Allotment of land by State Govt. for creating permanent infrastructure for the RSETIs: Status regarding allotment of land by State Government**

As per MoRD, GoI Guidelines on setting up of RSETIs the land for establishing RSETIs would be provided by the concerned State Government, free of cost, with nominal registration expenses.

GoI will provide one time grant assistance to the RSETIs, upto a maximum of Rs.1.00 Crore for meeting the expenditure on construction of building (minimum covered area should be 8000 sq feet) and furniture for the same.

The said guidelines also incorporate that if allotment of land by the State Government to RSETIs takes times the banks may start functioning immediately from hired premises. Rent for hiring of premises may be borne upto a maximum of Rs.10.00 lakh, for a period not exceeding three years, out of the Rs.1.00 Crore grant of GoI.

The issue of allotment of land to RSETIs by J&K Government is being discussed and reviewed regularly in every meeting of J&K State Level Bankers committee. The Chief Secretary, J&K Government has also convened number of meetings to review the status of identification and subsequent allotment of land to RSETIs in J&K State. In one of the meetings held on 7<sup>th</sup> August 2014 the Chief Secretary, J&K Government emphasized that only four (4) kanals of State land for each RSETI should be identified and in case where the state land stands already identified after completing all lawful documentations, further matter of transfer of land to the respective sponsoring bank, on lease hold basis will be taken by Rural Development Department.

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

**Status of land to J&K Bank RSETIs-Position as on 31.03.2015**

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. are awaited. DDC Anantnag has assured that the matter will be sorted out on priority basis and suitable plot of land will be allotted.
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. 6 kanals of land has been transferred in the name of Director at Chawalgam Kulgam.
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. ADC Pulwama has referred the file to Director Rural Development Kashmir.
5	Shopian	Land Identified, formal allotment awaited	Land measuring 6 Kanals has been identified in Estate Sindoo Shirmal and transferred to Rural Dev. Deptt. Shopian for onward allotment to JKBRSETI Society.
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. DDC Srinagar has informed in DLRAC meeting of the institute that matter has been referred to Finance Deptt.
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 form RDD Ganderbal to JKB RSETI Society Ganderbal is awaited. District Administration has recommended alternate site at Rakh Harran
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 substitute land measuring 4 kanals has been identified in the outskirts of Bandipora town.
10	Kupwara	Land Identified, formal allotment awaited	Reportedly proposed Land has been identified by District Administration at Mughalpora, Kupwara for RSETI Kupwara.
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. Documents have been sent to higher authorities.
12	Poonch	Land Identified, formal allotment awaited	DC Poonch has proposed State Land measuring 8 Kanals, 16 marlas situated in Village Jhullas, Tehsil Havali, District Poonch for RSETI Poonch. Formal order for allotment of land from Govt. is awaited.

**Status of land to SBI RSETIs-Position as on 31.03.2015**

S.No.	RSETI Name	Status	Latest Position (Description)
1	Doda	Land Identified, formal allotment awaited	Land measuring 3 Kanals has been identified at Housing Colony, near Employment Office Doda. Relative papers have been submitted to Deputy Commissioner Doda for perusal and n/a. In DLRC/ LAC meeting on 26.09.2014 Deputy Commissioner has assured of all help and coordination in allotting the land at the earliest.
2	Jammu	Land Identified, formal allotment awaited	Indent for land identified has been placed with AC (Revenue) Jammu by the Director Rural Development. The same had been submitted to Secretariat concerned for necessary sanction for allotment of land in favour of Director Rural Development. Further development in the matter is still awaited.
3	Kathua	Land Identified, formal allotment awaited	A 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 RSETI at Kargil. Director RSETI Kargil is in the process of obtaining Khasra no. of the said land from the Revenue Department. No further progress received.
5	Leh	Land allotted	Land already transferred in the name of SBI RSETI, Leh. <b>Lease Deed executed.</b>
6	Kishtwar	Land Identified, formal allotment awaited	As per Deputy Commissioner, Kishtwar letter no. DCK/295-97/14 dated 10.12.2014, a land measuring 4 Kanal ½ marla has been identified for RSETI Kishtwar at village Semna. The file has been sent to Divisional Commissioner Jammu for necessary action. No further progress received.
7	Ramban	Land Identified, formal allotment awaited	A fresh piece of land measuring 05 Kanal and 01 Marla was identified at Village Sujmatna Tehsil Ramsoo. The revenue papers duly authenticated by Director Rural Dev. Jammu were submitted to Divisional Commissioner, Jammu for further necessary action. No further progress received.
8	Reasi	Land Identified, formal allotment awaited	Land identified: Joint Director, Rural Dev. has requested D.C.Reasi to submit revenue papers of identified land for necessary action. The matter was also discussed in LAC meeting and the Deputy Commissioner assured to submit same to concerned authorities very soon.
9	Samba	Land Identified, formal allotment awaited	Land measuring 10 kanals under khasra No 676 at village Tapyal( Gagwal) has been identified and documents were submitted to Div. Commissioner Jammu by Addl. DC, Samba for further n/a. Director RSETI has also been advised by District Authorities to put sign board on the identified land. Director RSETI has again taken up the matter in DCC, LAC meeting and written to DRDA for early allotment.
10	Udhampur	Land Identified, formal allotment awaited	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 21 districts but formal allotment has not been given to the concerned Sponsoring banks.

**The net summarized position is given hereunder: Position as on 31<sup>st</sup> March 2015**

<b>Land allotted</b>	1 District
<b>Land identified but formal allotment awaited</b>	21 Districts

**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: 97.08**

**Bank-wise/ Sector-wise/ Region-wise achievements in lending to Priority Sector/ Non-Priority Sector under Annual Credit Plan 2014-15 –Position as on 31<sup>st</sup> March 2015.**

Reserve Bank of India vide Circular No.RBI/2012-13/450 dated March 19, 2013 regarding strengthening of Monitoring Information System (MIS), 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 revised formats and for reviewing the performance of banks vis-à-vis commitments for lending under Annual Credit Plan 2014-15 the data as per revised formats has been included in the agenda as [Annexure-F](#), [Annexure-F1](#), [Annexure-F2](#), [Annexure-F3](#) & [Annexure-F4](#) for information of the members.

As on 31<sup>st</sup> March 2015 banks have extended total credit of **Rs.16,886.64 Crore** in favour of **5,04,256 beneficiaries** (both under Priority as well as Non-priority Sector) against target of **Rs.19,993.88 Crore** for **8,83,458 beneficiaries** under Annual Credit Plan 2014-15, thereby registering achievement of **84.46%** in financial terms and 57% in physical terms.

This includes Priority Sector credit of **Rs.9,025.40 Crore** disbursed by banks in favour of **3,74,083 beneficiaries** against the target of **Rs.12,464.10 Crore** for **6,74,773 beneficiaries** (**72.41%** achievement in financial terms and **55.44%** in physical terms) and Non-priority sector credit of **Rs.7,861.24 Crore** in favour of **1,30,173 beneficiaries** against target of **Rs.7,529.78 Crore** for **2,08,685 beneficiaries** (**104.40%** achievement in financial terms and **62.37%** in physical terms).



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

**Disbursement of Credit to Priority Sector**

(Amount in Crores of Rs.)

Name of Bank	FY 2013-14			FY 2014-15		
	Target (Annual)	Achievement (31.03.2014)	%age of Ach.	Target (Annual)	Achievement (31.03.2015)	%age of Ach.
J&K Bank	5891.03	3619.13	61	7036.58	6245.92	89
SBI	1026.9	563.36	55	1266.50	643.8	51
PNB	642.17	233.87	36	816.86	511.52	63
Other Com. Banks	827.78	499.23	60	1139.26	829.01	73
Coop. Banks	496.45	259.82	52	670.01	268.83	40
RRBs	1254.33	523.58	42	1530.79	525.66	34
Other FIs	3.80	2.16	57	4.10	0.66	16
<b>TOTAL</b>	<b>10142.46</b>	<b>5701.15</b>	<b>56</b>	<b>12464.10</b>	<b>9025.40</b>	<b>72</b>

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

(Amount in Crores of Rs.)

Name of Bank	FY 2013-14			FY 2014-15		
	Target (Annual)	Achievement (31.03.2014)	%age of Ach.	Target (Annual)	Achievement (31.03.2015)	%age of Ach.
J&K Bank	3643.76	3077.07	84	4399.09	6201.21	141
SBI	781.87	485.15	62	955.18	570.87	60
PNB	262.30	80.11	31	328.05	97.32	30
Other Com. Banks	1141.17	632.89	55	1430.91	718.14	50
Coop. Banks	127.35	90.95	71	155.99	90.72	58
RRBs	223.77	200.92	90	260.31	182.98	70
Other FIs	0	0.34	0	0.25	0	0
<b>TOTAL</b>	<b>6180.22</b>	<b>4567.43</b>	<b>74</b>	<b>7529.78</b>	<b>7861.24</b>	<b>104</b>

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

(Amount in Crores of Rs.)

Name of Bank	FY 2013-14			FY 2014-15		
	Target (Annual)	Achievement (31.03.2014)	%age of Ach.	Target (Annual)	Achievement (31.03.2015)	%age of Ach.
J&K Bank	9534.79	6696.20	70	11435.67	12447.13	109
SBI	1808.77	1048.51	58	2221.68	1214.67	55
PNB	904.47	313.98	35	1144.91	608.84	53
Other Com. Banks	1968.95	1132.13	57	2570.17	1547.15	60
Coop. Banks	623.80	350.77	56	826.00	359.55	44
RRBs	1478.10	724.50	49	1791.10	708.63	40
Other FIs	3.80	2.49	66	4.35	0.66	15
<b>TOTAL</b>	<b>16322.68</b>	<b>10268.58</b>	<b>63</b>	<b>19993.88</b>	<b>16886.63</b>	<b>84</b>

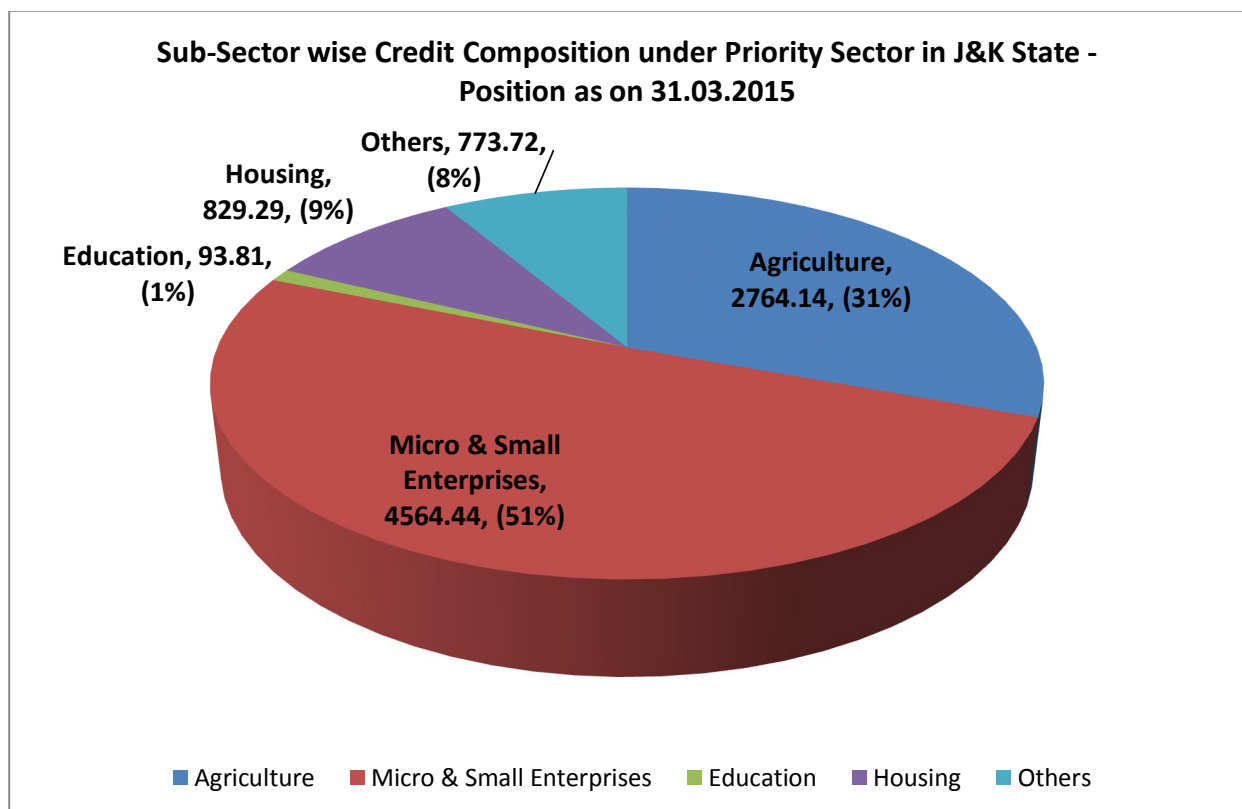
- Banks have achieved 72.41% of the target under Priority Sector during FY 2014-15 against 56% achievement under this sector as on corresponding date of the previous financial year i. e 31.3.2014.
- Under Non-Priority Sector banks have achieved 104.40% of the allocated targets as on 31.03.2015 as compared to 74% achievement under this sector as on corresponding date of the previous financial year i. e 31.03.2014.

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

**Sub-Sector-wise credit dispensation under Priority Sector - Position as on 31.03.2015**

(Amount in Crores of Rs.)

Name of the Sub-Sector	Target (FY 2014-15)	Ach. (FY 2014-15)	%age of Ach.	%age share in total Ach. Under all sectors
Agriculture	4004.55	2764.14	69	31
Micro & Small Enterprises	4195.14	4564.44	109	51
Education	541.78	93.81	17	1
Housing	2450.83	829.29	34	9
Others	1271.80	773.72	61	8
<b>Total</b>	<b>12464.10</b>	<b>9025.40</b>	<b>72</b>	



- Out of total credit of Rs.9,025.40 Crore disbursed by the banks during FY 2014-15 under Priority- Sector major share (Rs.7,328.58 Crore i.e. 82% of total disbursement) has gone to Agriculture & MSE sectors.
- Education Sector showing achievement of just 17% as on 31<sup>st</sup> March 2015 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 **Rs.4,004.55 Crore** for **4,19,015 beneficiaries**, banks have disbursed a total amount of **Rs.2,764.14 Crore** in favour of **1,94,154 beneficiaries** under Agriculture Sector during FY 2014-15 thereby registering an achievement of **69%** in financial terms and **46%** in physical terms.

Out of this, an amount of **Rs.1,792.41 Crore** has been disbursed in favour of 1,71,599 agriculturists under Crop Loan against target of Rs.2187.36 Crore for 2,91,355 beneficiaries, registering an achievement of 82% in financial & 59% in physical terms.

The contribution of individual banks under Agriculture Sector is tabulated below:

(Amt. in Crores of Rs.)

Name of the Bank	Financial Target (FY 2014-15)	Amount Disbursed During (FY 2014-15)	%age of Ach. Viz-a-viz Annual Target	%age share in total credit disbursed by all Banks together
J&K Bank	2239.68	1953.12	87	71
JK Grameen Bank	519.15	206.52	40	7
HDFC Bank	61.44	193.51	315	7
PNB	179.69	109.09	61	4
EDB	218.3	95.61	44	3
SBI	350.23	81.35	23	3
Other banks/FIs	436.06	124.94	29	5
<b>Total</b>	<b>4004.55</b>	<b>2764.14</b>	<b>69</b>	

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

Against annual target of **Rs.4,195.14 Crore** for **1,43,623 beneficiaries**, banks have disbursed an amount of **Rs.4,564.44 Crore** in favour of **1,11,727 beneficiaries** during Financial year ended 31<sup>st</sup> March 2015, thereby registering an achievement of **109%** of the target in financial terms and **80%** in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of Rs.)

Name of the Bank	Financial Target (FY 2014-15)	Amount Disbursed During (FY 2014-15)	%age of Ach. Viz-a-viz Annual Target	%age share in total credit disbursed by all Banks together
J&K Bank	2111.33	3068.30	145	67
PNB	396.03	372.02	94	8
SBI	528.24	363.85	69	8
JK Grameen Bank	324.33	115.36	36	3
EDB	125.45	84.60	67	2
HDFC Bank	79.34	72.98	92	2
Other banks/FIs	630.42	487.33	77	11
<b>TOTAL</b>	<b>4195.14</b>	<b>4564.44</b>	<b>109</b>	

**(III) EDUCATION:**

Against annual target of **Rs.541.78 Crore** in favour of **14,024 beneficiaries** banks have disbursed an amount of **Rs.93.81 Crore** in favour of **4,366 beneficiaries** during FY 2014-15. This works out to just **17%** achievement in financial terms and **31%** in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of Rs.)

Name of the Bank	Financial Target (FY 2014-15)	Amount Disbursed During (FY 2014-15)	%age of Ach. Viz-a-viz Annual Target	%age share in total credit disbursed by all Banks together
J&K Bank	261.50	50.18	19	53
SBI	62.41	20.45	33	22
PNB	33.36	7.92	24	8
OBC	11.35	3.14	28	3
UCO Bank	7.87	1.41	18	2
Canara Bank	2.69	1.27	47	1
Other banks/FIs	162.60	9.44	6	10
<b>TOTAL</b>	<b>541.78</b>	<b>93.81</b>	<b>17</b>	

**(IV) HOUSING:**

Against annual target of **Rs.2,450.83 Crore** in favour of **38,771 beneficiaries** banks have disbursed an amount of **Rs.829.29 Crore** in favour of **25,381 beneficiaries** during FY 2014-15. This works out to an achievement of **34%** in financial terms and **65.46%** in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of Rs.)

Name of the Bank	Financial Target (FY 2014-15)	Amount Disbursed During (FY 2014-15)	%age of Ach. Viz-a-viz Annual Target	%age share in total credit disbursed by all Banks together
J&K Bank	1677.20	614.37	37	74
SBI	200.37	85.71	43	10
PNB	136.32	18.22	13	2
JCC Bank	35.77	16.79	47	2
Other banks/FIs	401.17	94.2	23	11
<b>TOTAL</b>	<b>2450.83</b>	<b>829.29</b>	<b>34</b>	

**(V) OTHER SECTOR**

Against annual target of **Rs.1,271.80 Crore** in favour of **59,340 beneficiaries** banks have disbursed an amount of **Rs.773.72 Crore** in favour of **38,455 beneficiaries** during FY 2014-15. This works out to an achievement of **61%** in financial terms and **65%** in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of Rs.)

Name of the Bank	Financial Target (FY 2014-15)	Amount Disbursed During (FY 2014-15)	%age of Ach. Viz-a-viz Annual Target	%age share in total credit disbursed by all Banks together
J&K Bank	746.86	559.94	75	72
SBI	125.25	92.43	74	12
UCO Bank	13.64	37.64	276	5
JCC Bank	13.12	19.12	146	2
Other banks/FIs	372.93	64.59	17	8
<b>TOTAL</b>	<b>1271.80</b>	<b>773.72</b>	<b>61</b>	

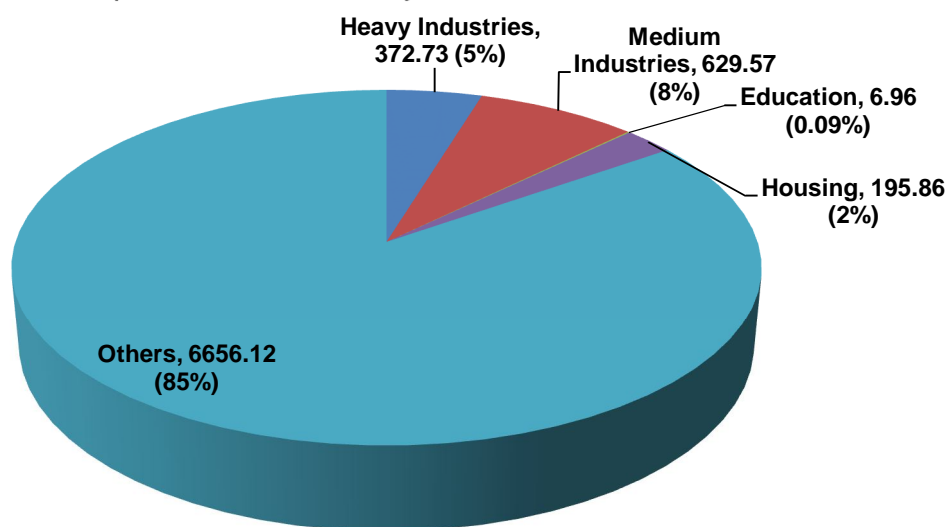
**2) SUB-SECTOR-WISE ANALYSIS OF NON-PRIORITY SECTOR CREDIT:**

Sub-Sector-wise Credit dispensation under Non-Priority Sector– Position as on 31.03.2015.

(Amount in Crores of Rs.)

Name of the Sub-Sector	Financial Target (2014-15)	Ach. (FY 2014-15)	%age of Ach.	%age share in total Ach. under all sectors
Heavy Industries	979.37	372.73	38.06	4.74
Medium Industries	711.81	629.57	88.45	8.01
Education	404.12	6.96	1.72	0.09
Housing	1047.30	195.86	18.70	2.49
Others	4387.18	6656.12	151.72	84.67
<b>Total</b>	<b>7529.78</b>	<b>7861.24</b>	<b>104.40</b>	

Sub-Sector wise Credit Composition under Non-Priority Sector in J&K State -Position as on 31.03.2015



- Out of total Credit of Rs.7,861.24 Crore disbursed by the banks during FY 2014-15 under Non-Priority- Sector major share (85%) has gone to other Sub-Sectors followed by Medium Industries (8%), Heavy Industries (5%) and Housing 2%.
- Education Sector showing meager achievement of 1.72% as on 31<sup>st</sup> March 2015 viz-a-viz allocated target, has received the negligible share of 0.09% of the total credit disbursed under Non-Priority Sector.

### I) HEAVY INDUSTRIES:

Against annual target of **Rs.979.37Crore** for **2,980** beneficiaries, banks have disbursed an amount of **Rs.372.73 Crore** in favour of **22** beneficiaries under Heavy Industries during FY 2014-15 thereby registering an achievement of **38%** in financial terms and **0.74%** in physical terms.

**The Credit disbursement of Rs.370.30 Crore under the Sub-Sector made by J&K Bank alone constitutes 99.35% of the total credit disbursed by all the banks together during the Financial Year under review.**

### II) MEDIUM INDUSTRIES:

Against annual target of **Rs.711.81 Crore** for **14,288** beneficiaries, banks have disbursed an amount of **Rs.629.57 Crore** in favour of **258** beneficiaries under Medium Industries upto **31<sup>st</sup> March 2015** thereby registering an achievement of **88%** in financial terms and **1.81%** in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of Rs.)

Name of the Bank	Financial Target (FY 2014-15)	Amount Disbursed During FY 2014-15	%age of Ach. Viz-a-viz Annual Target	%age share in Total credit disbursed by all Banks together
J&K Bank	564.28	602.74	107	96
SBI	78.82	25.95	33	4
Other banks/FIs	68.71	0.88	1	0
<b>Total</b>	<b>711.81</b>	<b>629.57</b>	<b>88</b>	

### (III) EDUCATION:

Against annual target of **Rs.404.12 Crore** in favour of **3,709** beneficiaries banks have disbursed a paltry amount of **Rs.6.96 Crore** in favour of **124** beneficiaries during FY 2014-15 upto 31<sup>st</sup> March 2015. This works out to a dismal achievement of **1.72%** in financial terms and **3.34%** in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of Rs.)

Name of the Bank	Financial Target (FY 2014-15)	Amount Disbursed During FY 2014-15	%age of Ach.Viz-a-viz Annual Target	%age share in Total credit disbursed by all Banks together
J&K Bank	335.2	4.28	1.28	61
SBI	27.14	2.50	9.21	36
Other banks/FIs	41.78	0.18	0.43	3
<b>Total</b>	<b>404.12</b>	<b>6.96</b>	<b>1.72</b>	

#### (IV) HOUSING:

Against annual target of **Rs.1,047.30 Crore** in favour of **5,239 beneficiaries** banks have disbursed **Rs195.86 Crore** in favour of **3,694 beneficiaries** during FY 2014-15. This works out to an achievement of **18.70%** in financial terms and **70.51%** in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of Rs.)

Name of the Bank	Financial Target (FY 2014-15)	Amount Disbursed During FY 2014-15	%age of Ach.Viz-a-viz Annual Target	%age share in Total credit disbursed by all Banks together
J&K Bank	856.8	169.96	19.84	87
SBI	77.53	15.01	19.36	8
Other banks/FIs	112.97	10.89	9.64	6
<b>Total</b>	<b>1047.30</b>	<b>195.86</b>	<b>18.70</b>	

#### (V) OTHER SECTOR

Against annual target of **Rs.4,387.18 Crore** in favour of **1,82,469 beneficiaries** banks have disbursed an amount of **Rs.6,656.12 Crore** in favour of **1,26,075 beneficiaries** during FY 2014-15. This works out to **151.72%** achievement in financial and **69%** in physical terms.

The contribution of individual banks is tabulated below:

(Amt. in Crores of Rs.)

Name of the Bank	Financial Target (FY 2014-15)	Amount Disbursed During FY 2014-15	%age of Ach. viz-a-viz Annual Target	%age share in Total credit disbursed by all Banks together
J&K Bank	1854.72	5053.94	272.49	76
SBI	651.3	527.40	80.98	8
HDFC Bank	315.18	324.72	103.03	5
JKGB	170.04	147.95	87.01	2
Canara Bank	33.38	119.43	357.79	2
PNB	262.82	96.17	36.59	1
Other banks/FIs	1099.74	386.51	35.15	6
<b>Total</b>	<b>4387.18</b>	<b>6656.12</b>	<b>151.72</b>	

## Poor achievement under Education and Housing Sub-Sectors:

The poor performance of banks under Education & Housing Sub-Sectors has remained the concern of SLBC for quite a long time. The SLBC has been always impressing upon the stake holders to put in concerted efforts so that the credit off take under these vital sectors is enhanced but despite assurances the position has not improved yet. The SLBC in its previous meetings observed that despite high appetite and zero rate of rejection of cases the education & housing sectors are not picking up and needs serious introspection.

In order to give fillip to the credit disbursement under these sectors the SLBC in its previous meeting decided that banks need to give wide publicity by highlighting the salient features of the schemes in print and electronic media for creating awareness among the general masses of the State so that the benefits of these schemes gets percolated to various sections of the society.

**Individual Banks may inform the house the action taken in the matter**

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

The Region-wise/ Sector-wise achievements upto 31<sup>st</sup> March 2015 vis-à-vis commitments for lending to Priority/Non-Priority Sectors under Annual Credit Plan 2014-15 are summarized below:

(Amount in Crores of Rs.)

Region	Sector	Targets	Achievements	Achievement (%age)
Kashmir	Priority Sector	6665.81	5418.06	81
	Non-Priority Sector	3307.83	4507.25	136
	<b>Total</b>	<b>9973.64</b>	<b>9925.31</b>	<b>100</b>
Jammu	Priority Sector	5575.13	3506.46	63
	Non-Priority Sector	3990.98	3237.03	81
	<b>Total</b>	<b>9566.11</b>	<b>6743.49</b>	<b>70</b>
Ladakh	Priority Sector	223.16	100.88	45
	Non-Priority Sector	230.97	116.96	51
	<b>Total</b>	<b>454.13</b>	<b>217.84</b>	<b>48</b>
	<b>Grand Total for J&amp;K State</b>	<b>19993.88</b>	<b>16886.64</b>	<b>84</b>

- Kashmir region has received a total credit of Rs. 9,925.31 Crore against target of Rs.9,973.64 Crore, registering about 100% achievement as on 31.03.2015.



- In Jammu region an amount of Rs.6,743.49 Crore has been disbursed during FY 2014-15 against the target of Rs.9,566.11 Crore (70% achievement) as on 31.03.2015.
- In Ladakh region an amount of Rs.217.84 Crore has been disbursed against the target of Rs.454.13 Crore (48% achievement) as on 31.03.2015.

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: 97.09**

**CREDIT UNDER GOVERNMENT SPONSORED SCHEMES**

**Region-wise / District-wise / Scheme-wise and Bank-wise performance of various Banks under Government Sponsored Schemes upto 31<sup>st</sup> March 2015:**

Against Annual Action Plan 2014-15 target of **Rs.445.18 Crore for 24,230 beneficiaries** for all banks operating in the State, the achievement at the end of March 2015 under five major Government Sponsored Schemes, viz. NRLM, PMEGP, JKSES, NULM and SC/ST/OBC is of the order of **Rs.209.78 Crore** spread over **9,028 beneficiaries** in all the three regions of the State thereby registering an achievement of **47%** of the target in financial and **37%** in physical terms against **59%** achievement in financial & **34%** in Physical terms as on corresponding date of the previous financial year.

The performance details under Govt. Sponsored Schemes are given in [Annexure-G](#) & [Annexure-G1](#)

**1) REGION-WISE ANALYSIS OF ACHIEVEMENTS**

Name of the Region	Target		Achievement		(Amount in Crores of Rs.) %age Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
<b>Kashmir</b>	16443	315.29	4539	118.45	28	38
<b>Jammu</b>	6918	106.56	4144	72.94	60	68
<b>Ladakh</b>	869	23.33	345	18.39	40	79
<b>Total 3 regions</b>	<b>24230</b>	<b>445.18</b>	<b>9028</b>	<b>209.78</b>	<b>37</b>	<b>47</b>

**i) KASHMIR REGION:**

Banks have disbursed an amount of **Rs.118.45 Crore** to **4,539 beneficiaries** upto 31<sup>st</sup> March 2015 under five major Government Sponsored Schemes against annual target of **Rs.315.29 Crore** for **16,443 beneficiaries**, thereby achieving **38%** of the target in financial terms and **28%** in physical terms against achievement at Rs.139.43 Crore to 6,304 beneficiaries (being achievement of 50% in financial & 33% in physical terms) for the corresponding period of the previous year.

**ii) JAMMU REGION**

Banks have disbursed an amount of **Rs.72.94 Crore** in favour of **4,144 beneficiaries** upto 31<sup>st</sup> March 2015 under five major Government Sponsored Schemes against annual target of **Rs.106.56 Crore** to **6,918 beneficiaries** which accounts for **68%** and **60%** achievement in financial and physical terms respectively, against achievement of Rs.77.16 Crore to 3,455 beneficiaries (achievement of 74% in financial and 33% in physical terms) for the corresponding period of the previous financial year.

### iii) LADAKH REGION

Banks have disbursed an amount of **Rs.18.39 Crore** in favour of **345 beneficiaries** upto 31<sup>st</sup> March 2015 under five major Government Sponsored Schemes against annual target of **Rs.23.33 Crore** for **869 beneficiaries**, which works out to **79%** achievement in financial and **40%** in physical terms, against achievement of Rs.25.74 Crore for 630 beneficiaries (achievement of 108% in financial and 59% 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 31<sup>st</sup> March 2015 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 31<sup>st</sup> March 2015 is given hereunder:

(Amount in Crores of Rs.)

Name of the Scheme	Target		Achievement		%age Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
NRLM	5791	30.66	2565	13.03	44	43
PMEGP	3281	121.09	2382	106.31	73	88
JKSES	10548	252.68	3233	81.94	31	32
NULM	1492	22.35	254	3.55	17	16
SC/ST/OBC	3118	18.41	594	4.96	19	27
<b>Total</b>	<b>24230</b>	<b>445.18</b>	<b>9028</b>	<b>209.78</b>	<b>37</b>	<b>47</b>

### NATIONAL RURAL LIVELIHOOD MISSION (NRLM)

Under NRLM against a target of **Rs.30.66 Crore** for **5,791 beneficiaries**, banks have disbursed an amount of **Rs.13.03 Crore** to **2,565 beneficiaries** (which includes 73 pending sanctioned cases of previous year) at the end of March 2015, which works out to achievement of **43%** in financial and **44%** in physical terms.

The contribution of individual banks is tabulated below:

Name of the Bank	Target 2014-15		Achievement For FY 2014-15		%age Achievement viz-a-viz target	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	3000	16.10	1510	7.74	50	48
JKGB	835	4.38	538	2.67	64	61
SBI	434	1.84	190	0.98	44	53
PNB	212	1.17	82	0.42	39	36
JCC Bank	129	0.85	86	0.43	67	51
other banks/FIs	1181	6.32	159	0.79	13	12
<b>TOTAL</b>	<b>5791</b>	<b>30.66</b>	<b>2565</b>	<b>13.03</b>	<b>44</b>	<b>43</b>

From the data in Annexure-G2 it is observed that **2,721** cases were sponsored to banks upto 31<sup>st</sup> March 2015 viz-a-viz annual target of 5,791 cases, out of which 2,638 cases were sanctioned, 50 cases were rejected/ returned and 33 cases are pending for sanction with banks.

### **PRIME MINISTERS EMPLOYMENT GENERATION PROGRAMME (PMEGP)**

Under PMEGP Scheme against the annual target of **Rs.121.09 Crore** for **3,281 beneficiaries**, banks during FY 2014-15 have disbursed an amount of **Rs.106.31 Crore** to **2,382 beneficiaries** (which includes 363 sanctioned pending cases of previous year) for setting up of employment generating units thereby achieving **88%** and **73%** of target in financial and physical terms respectively.

The contribution of individual banks is tabulated below:

Amount in Crores of Rs.)

Name of the Bank	Target 2014-15		Achievement For FY 2014-15		%age Achievement viz-a-viz target	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	1599	65.37	1569	70.81	98	108
JKGB	280	8.80	261	10.69	93	121
SBI	412	13.12	136	6.82	33	52
PNB	239	7.74	72	4.31	30	56
J&K State Coop. Bank	25	1.45	78	5.55	312	383
other banks/FIs	726	24.61	266	8.13	37	33
<b>TOTAL</b>	<b>3281</b>	<b>121.09</b>	<b>2382</b>	<b>106.31</b>	<b>73</b>	<b>88</b>

From the data in Annexure G3 it is observed that 4,328 cases were sponsored to banks upto 31<sup>st</sup> March 2015 viz-a-viz annual target of 3,281 cases, out of which 2,472 cases were sanctioned, 1,314 cases were rejected/ returned and 542 cases are pending for sanction with banks.

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

Under JKSES, banks have disbursed an amount of **Rs.81.94 Crore** (including **Rs.43.10 Crore** of previous year's pending cases) to **3,233 beneficiaries'** upto the end of March 2015 against annual target of **Rs.252.68 Crore** for **10,548 beneficiaries**, thus registering an achievement of **32%** in financial terms and **31%** in physical terms.

The contribution of individual banks is tabulated below:

Amount in Crores of Rs.)

Name of the Bank	Target 2014-15		Achievement For FY 2014-15		%age Achievement viz-a-viz target	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	6083	149.22	2339	62.23	38	42
SBI	1293	29.98	210	5.66	16	19
JKGB	779	16.57	177	4.46	23	27
PNB	633	13.49	92	2.56	15	19
EDB	513	14.73	232	2.75	45	19
Other Banks/FIs	1247	28.69	183	4.28	15	15
<b>TOTAL</b>	<b>10548</b>	<b>252.68</b>	<b>3233</b>	<b>81.94</b>	<b>31</b>	<b>32</b>

From the available data it is observed that **6,148** cases were sponsored to banks upto 31<sup>st</sup> March 2015 viz-a-viz annual target of 10,548 cases, out of which 3,543 cases were sanctioned, 1,698 cases were rejected/ returned and 907 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 **Rs.3.55 Crore** to **254 beneficiaries** (which includes Rs.2.69 Crore of previous year's 178 sanctioned cases) upto 31<sup>st</sup> March 2015 against annual target of **Rs.22.35 Crore** for **1,492 beneficiaries**, thus registering an achievement of **16% & 17%** in financial and physical terms respectively.

Major contributors are:

Amount in Crores of Rs.)

Name of the Bank	Target 2014-15		Achievement For FY 2014-15		%age Achievement viz-a-viz target	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	647	10.81	186	2.88	29	27
Other banks/FIs	845	11.54	68	0.66	8	6
<b>TOTAL</b>	<b>1492</b>	<b>22.35</b>	<b>254</b>	<b>3.54</b>	<b>17</b>	<b>16</b>

From the available data it is observed that 276 cases were sponsored to banks upto 31<sup>st</sup> March 2015 viz-a-viz annual target of 1,492 cases, out of which **99** cases were sanctioned, **77** cases were rejected/ returned and **100** 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 **Rs.4.95 Crore** to **594 beneficiaries** (which includes Rs.0.65 Crore of previous year's 125 pending cases) during FY 2014-15 against annual target of **Rs.18.41 Crore** for **3,118 beneficiaries**

thereby registering an achievement of **27%** & **19%** in financial and physical terms respectively.

**The contribution of individual banks is tabulated below:**

**Amount in Crores of Rs.)**

Name of the Bank	Target 2014-15		Achievement For FY 2014-15		%age Achievement viz-a-viz target	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
J&K Bank	1437	8.22	302	3.57	21	43
JKGB	355	2.56	99	0.41	28	16
SBI	338	1.99	67	0.32	20	16
Other Banks/FIs	988	5.64	126	0.65	13	12
<b>TOTAL</b>	<b>3118</b>	<b>18.41</b>	<b>594</b>	<b>4.95</b>	<b>19</b>	<b>27</b>

Against physical target of 3,118 units, 1,022 cases have been sponsored to banks upto 31<sup>st</sup> March 2015, out of which 651 cases were sanctioned, 194 cases were rejected and 177 cases are pending with the banks.

**J&K Bank contributes 70% to total credit disbursed in the State under five major Government Sponsored Schemes with disbursement of Rs.147.24 Crore as on 31<sup>st</sup> March 2015**

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

**AGENDA ITEM NO: 97.10****Performance under Handicrafts / Handlooms-****Position as on 31<sup>st</sup> March 2015:**

The Bank-wise achievement as on 31.03.2015 under these Schemes is given in the [Annexure-H](#), [Annexure-H1](#), [Annexure-H2](#) & [Annexure-H3](#).

**Handicrafts/ Artisan Credit Card**

Against target of **Rs.260.68 Crore** for **26,308 beneficiaries** set for banks under this sector for the FY 2014-15, banks have disbursed an amount of **Rs.116.47 Crore** to **13,284 beneficiaries** upto the end of March, 2015, which includes 2012 sanctioned cases of previous financial year, indicating an achievement of **45% in financial terms and 50% in physical terms**. Against physical target of **26,308** cases set for the FY 2014-15, **17,114** cases have been sponsored to various banks upto the period under review, out of which **11,925** cases were sanctioned, **3,740** cases were rejected and **1,449** cases are pending with the banks for sanction.

The contribution of individual banks is tabulated below:

(Amount in Crores of Rs.)

Name of the Bank	Target For FY 2014-15		Ach. For FY 2014-15		%age Ach. Viz-a-viz target	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	19548	193.58	11552	100.81	59	52
EDB	953	9.14	522	4.64	55	51
JKGB	687	6.85	383	3.44	56	50
SBI	1948	19.20	253	2.35	13	12
Other Banks/Fls	3172	31.91	574	5.23	18	16
<b>TOTAL</b>	<b>26308</b>	<b>260.68</b>	<b>13284</b>	<b>116.47</b>	<b>50</b>	<b>45</b>

**J&K Bank contributes 86% of the total credit disbursement under the scheme as on 31<sup>st</sup> March 2015**

**Handlooms (Micro Credit Plan Scheme)**

Against target of **Rs.33.07 Crore** for **3,372 beneficiaries** set for banks for FY 2014-15, banks in J&K State have disbursed an amount of **Rs.14.57 Crore** to **1,824 beneficiaries** upto the end of March 2015, which includes **160** sanctioned cases of previous financial year indicating an achievement of **44%** in financial terms and **54%** in physical terms. Against physical target of **3,372** cases set for the FY 2014-15, **2977** cases have been sponsored to various banks during the period under review, out of which the banks have sanctioned **1,798** cases, **860** cases were rejected and **319** cases are pending with the banks for sanction.

The contribution of individual banks is tabulated below:

(Amount in Crores of Rs.)

Name of the Bank	Target For FY 2014-15		Ach. For FY 2014-15		%age Ach. Viz-a-viz target	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	1914	18.37	1520	11.96	79	65
Other Banks/FIs	1458	14.70	304	2.61	21	18
<b>TOTAL</b>	<b>3372</b>	<b>33.07</b>	<b>1824</b>	<b>14.57</b>	<b>54</b>	<b>44</b>

Credit disbursement by J&K Bank constitutes 82% of the total disbursement made by all the banks together under the scheme.

#### **Handlooms (weavers Credit Card Scheme)**

An amount of **Rs.3.18 Crore** has been disbursed by banks under weavers Credit Card Scheme in favour of **399 weavers** (against the Financial & Physical target of **Rs.14.47 Crore** & **1,663 beneficiaries** respectively) indicating an achievement of **22%** in financial and 24% in physical terms. Under the Scheme **1,290** cases were sponsored to banks upto 31<sup>st</sup> March 2015, against which **570** cases have been sanctioned, **564** cases were returned/ rejected and **156** cases are pending with various banks.

**Out of the total disbursement of Rs.3.18 Crore under the scheme JK Bank's share is Rs.2.65 Crore (83%) and the remaining amount of Rs.0.53 Crore(17%) has been disbursed by other banks together.**

The house is requested to deliberate.



**AGENDA ITEM NO: 97.11****Monitoring of flow of credit for livestock and fisheries sector:**

In 90<sup>th</sup> SLBC meeting held on 29<sup>th</sup> 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. 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.

**Scheme-wise achievement as on 31<sup>st</sup> March 2015 is given hereunder:**

(Amount in Crores of Rs.)

Name of the Scheme	Target		Achievement		%age Ach.	
	A/C	Amt.	A/C	Amt.	Physical Terms	Financial Terms
<b>DEDS</b>	2409	51.04	248	3.94	10%	8%
<b>IDSRR</b>	913	22.20	127	1.49	14%	7%
<b>Fisheries</b>	49	0.90	501	2.00	1022%	222%
<b>Poultry</b>	914	35.54	85	3.81	9%	11%
<b>NMPs</b>	1052	30.06	11	0.09	1%	0.29%
<b>Total</b>	<b>5337</b>	<b>139.74</b>	<b>972</b>	<b>11.33</b>	<b>18%</b>	<b>8%</b>

The bank-wise data for the aforesaid schemes as received from LDMs upto **31<sup>st</sup> March 2015**, is enclosed for information of the members as [Annexure-I](#), [Annexure-I\(1\)](#), [Annexure-I\(2\)](#), [Annexure-I\(3\)](#), [Annexure-I\(4\)](#) & [Annexure-I\(5\)](#).

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

**AGENDA ITEM NO: 97.12****ACHIEVEMENT UNDER SELF HELP GROUP (SHG) AS ON 31<sup>st</sup> MARCH 2015:**

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 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 **March 2015** and comparison with the progress as on corresponding period of the previous year i. e. **31<sup>st</sup> March 2014** is summarized as under:

(Amt. in Crores of Rs.)

	Position as on 31.03.2014	Position as on 31.03.2015	YoY Growth %
Total SHGs formed	<b>10808</b>	<b>14067</b>	<b>30%</b>
SHGs Savings linked	<b>9207</b>	<b>12444</b>	<b>35%</b>
SHGs Credit linked	<b>7222</b>	<b>9272</b>	<b>28%</b>
Total loans disbursed by banks	<b>Rs.51.11</b>	<b>Rs.63.47</b>	<b>24%</b>

**Contribution of individual banks is given hereunder:**

(Amt. in Crores of Rs.)

Name of Bank	SHGs formed	SHGs savings linked	SHGs Credit linked	Credit disbursed
J&K Bank	5933	5096	2455	14.49
SBI	3301	2567	2473	18.44
JKGB	1983	1937	1843	10.61
EDB	913	913	797	12.42
J&K SCB	732	732	710	2.36
PNB	596	596	462	1.90
JCCB	333	333	333	1.21
Other Banks/FIs	276	270	199	2.04
<b>Total</b>	<b>14067</b>	<b>12444</b>	<b>9272</b>	<b>63.47</b>

The detailed Bank-wise performance as on **31<sup>st</sup> March 2015** is submitted as per [Annexure-J](#)

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

**AGENDA ITEM NO: 97.13****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 91<sup>st</sup> Meeting held on 16<sup>th</sup> December 2013. The tenure of ISHUP expired on September 30, 2013 and modified Scheme Rajiv Rinn Yojna is effective from October 1, 2013. The Scheme will close on March 31, 2017, the last year of the 12<sup>th</sup> Five Year Plan Period (2012-2017)

**Progress under the scheme:**

Against target of **Rs.87.55 Crore** for **2,010 beneficiaries** set for FY 2014-15, banks in J&K State have disbursed an amount of **Rs.3.77 Crore** to **120 beneficiaries** upto the end of March 2015, which includes **27** sanctioned cases of previous year indicating an achievement of **4%** of financial targets and **6%** of physical targets. Against physical target of **2,010** cases set for the FY 2014-15, **922** cases have been sponsored to various banks during the period under review, out of which the banks have sanctioned **153** cases, **530** cases were rejected and **239** cases are pending with the banks for sanction.

The major contributors are tabulated below:

(Amount in Crores of Rs.)

Name of the Bank	Target For FY 2014-15		Ach. Upto Q4 (FY 2014-15)		Achievement viz-a-viz target	
	A/C	Amt.	A/C	Amt.	A/C	Amt.
J&K Bank	898	41.21	101	3.15	11.25%	7.64%
Other Banks/ FIs	1112	46.34	19	0.62	1.71%	1.34%
<b>Total</b>	<b>2010</b>	<b>87.55</b>	<b>120</b>	<b>3.77</b>	<b>5.97%</b>	<b>4.31%</b>

The Bank-wise achievement under the Scheme as on 31<sup>st</sup> March, 2015 is given as [Annexure-J \(1\)](#)

The house is requested to deliberate on the issue.

**AGENDA ITEM NO: 97.14**

**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 31<sup>st</sup> March 2015:**

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 31.03.2015	Corporate Sector Advances out of total advances outstanding	CD Ratio without inclusion of Corporate Sector Advances	CD Ratio after inclusion of Corporate Sector Advances
1	JKB	23127.12	222.54	47.02	47.48
2	SBI	5233.29	2131.94	29.88	50.43
3	PNB	1427.91	466.07	18.64	27.67

*(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 31.03.2015	with inclusion of Corporate Sector Advances as on 31.03.2015
Overall CD Ratio in the State	42.65	46.23

1. **Comparative Statement of Bank-wise deposits and advances with Credit Deposit Ratio and Credit + Investment to Deposit Ratio and NPAs outstanding as on 31<sup>st</sup> March 2014 and 31<sup>st</sup> March 2015.** [Annexure-K](#)
  - Total advances of all banks operating in the State as on 31<sup>st</sup> March 2015 stood at Rs.36,508.41 Crore against Rs.32,196.43 Crore as at the corresponding period of previous year. The total deposits of the banking sector stood at Rs.78,977.67 Crore as on 31.03.2015 as compared to Rs.72,214.22 Crore as on 31.03.2014.
  - YoY growth in Deposits = 9.37% (Increase of Rs.6,763.45 Crore) and YOY growth in advances = 13.39%( Increase of Rs.4,311.98 Crore).
  - The C. D. Ratio of all banks operating in the State stood at 46.23% as on 31<sup>st</sup> March 2015 against 44.58% as on 31<sup>st</sup> March 2014 (YoY Increase=1.65%)
2. **Statement of Bank-wise / Sector-wise advances outstanding against Priority Sector/ Weaker Sections of the society at the end of March 2015.**

[Annexure-K1](#)

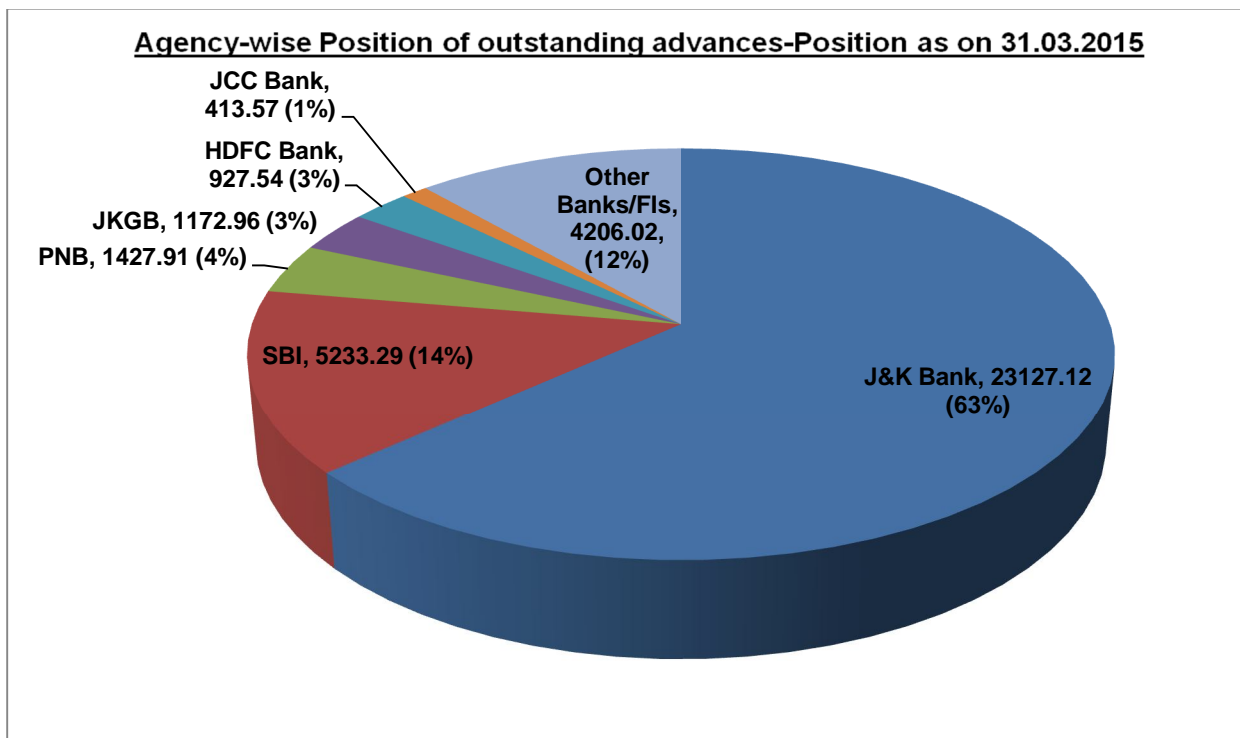
Out of the aggregate advances of **Rs.36,508.41 Crore** outstanding as on 31<sup>st</sup> March 2015 an amount of **Rs.19,081.94 Crore (52.27%)** has gone to Priority Sector and **Rs.17,426.47 Crore (47.73%)** has gone to Non-Priority Sector. **Rs.5,479.64 Crore** out of the Priority sector has gone to weaker sections of the society constituting **15%** of total Advances (**Bench Mark 10%**). **The contribution of J&K Bank alone to Weaker Sections of the society has been Rs.4,455.44 Crore, constituting 19.27% of its total advances.**

#### CREDIT SHARING OF MAJOR PLAYERS IN J&K STATE:

As is manifest from the Comparative Statement of Bank-wise Deposits and Advances (**Annexure-K**) the contribution of individual banks to advances outstanding as on 31<sup>st</sup> March 2015 is tabulated hereunder:

(Amt. in Crores of Rs.)

Name of the Bank	Total Advances outstanding of all Banks	Advances outstanding Individual Banks	%age share to total advances outstanding of all banks
J&K Bank	<b>36508.41</b>	<b>23127.12</b>	<b>63</b>
SBI		<b>5233.29</b>	<b>14</b>
PNB		<b>1427.91</b>	<b>4</b>
JKGB		<b>1172.96</b>	<b>3</b>
HDFC Bank		<b>927.54</b>	<b>3</b>
JCC Bank		<b>413.57</b>	<b>1</b>
Other Banks/FIs		<b>4206.02</b>	<b>12</b>



**J&K Bank has the largest share of Rs.23,127.12 Crore constituting 63% of the aggregate outstanding credit of banking sector of Rs.36,508.41 Crore in the State at the end of March 2015.** The share of SBI is Rs.5,233.29 Crore (14%), PNB is Rs.1,427.91 Crore (4%), JKGB is Rs. 1,172.96 Crore (3%), HDFC Bank is Rs.927.54 Crore (3%) and that of Jammu Central Cooperative Bank is Rs.413.57 Crore (1%).

It is also evident from Annexure-K1 that J&K Bank has the largest share of **Rs.12,153.41 Crore** aggregate outstanding credit under Priority Sector comprising **64%** of the total Priority Sector Bank Credit of Rs.19,081.94 Crore in the State at the end of March 2015. The shares of SBI, PNB, JKGB and HDFC Bank in outstanding credit to Priority Sector are Rs.1,919.00 Crore (10.06%), Rs.779.44 Crore (4.09%), Rs.846.57 Crore (4.44%) and Rs.483.78 Crore (2.54%) respectively.

From the Annexures, it is observed that **J&K Bank** alone has made total advances of **Rs.23,127.12 Crore (including Corporate Sector advances of Rs.222.54 Crore) in J&K State as on 31.03.2015** against its total deposits of **Rs.48,708 Crore**, thereby achieving a **C. D. Ratio of 47.48%** (**47.02%** without including the Corporate Sector advances). This is against CD Ratio of 43.92% as on corresponding date of the previous year indicating increase of **3.56%** YoY basis (**3.59%** without including the Corporate Sector advances). The other major Public Sector Banks, viz. SBI & PNB have made advances of Rs.5,233.29 Crore (**including Corporate Sector advances of Rs.2,131.94 Crore**) and Rs.1,427.91 Crore (**including Corporate Sector advances of Rs.466.07 Crore**) respectively against their deposits of Rs.10,378.25

Crore and Rs.5,160.53 Crore, achieving a C.D. Ratio of 50.43% (**29.88% without including the Corporate Sector advances**) and 27.67%(**18.64% without including the Corporate Sector advances**), respectively, as on 31<sup>st</sup> March, 2015. The remaining 21 Public Sector Banks put together have advanced Rs.2,169.22 Crore against their total deposits of Rs.4,835.02 Crore, which works out a C. D. Ratio of 44.86%.

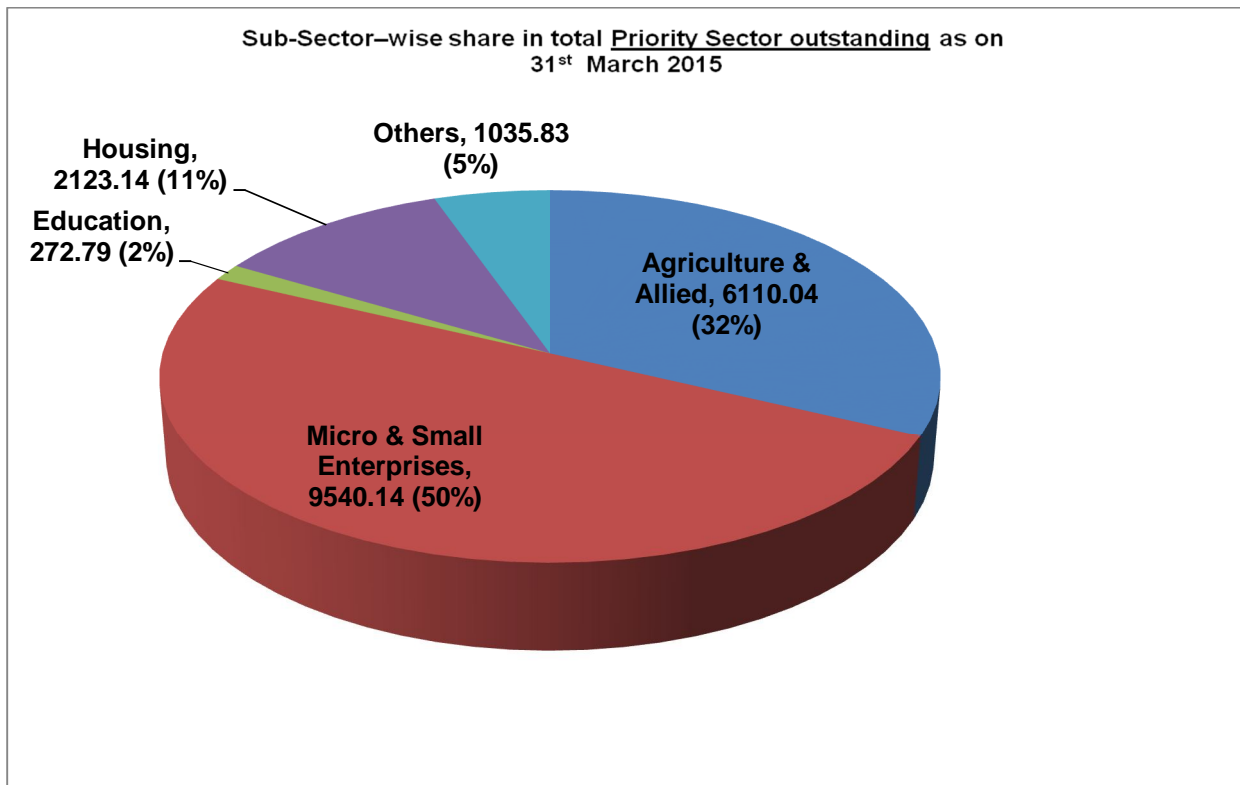
The J&K Grameen Bank (JKGB) has made advances of Rs.1,172.96 Crore as on 31.03.2015 against total deposits of Rs.2,586.69 Crore, thereby achieving a C. D. Ratio of 45.35%. This is against CD Ratio of 42.81% as on corresponding date of the previous year indicating increase of 2.54% YoY basis. The Ellaquai Dehati Bank (EDB) has made advances of Rs.403.26 Crore against total deposits of Rs.863.88 Crore, thereby achieving a CD Ratio of 46.68%. The CD Ratio of EDB has grown by 0.17% on YoY basis. The two RRBs operating in the State put together have advanced a total amount of Rs.1,576.22 Crore against their total deposits of Rs.3,450.57 Crore, which works out a C.D. Ratio of 45.68% as on 31<sup>st</sup> March 2015.

The ten Cooperative Banks together have advanced Rs.1,149.43 Crore against their total deposits of Rs.3,166.28 Crore, thereby achieving C. D. Ratio of 36.30% as on 31<sup>st</sup> March 2015. The CD Ratio of Co-operative Banks has increased by 1.52% YoY basis.

**The Sub-Sector–wise share in total Priority Sector outstanding as on 31<sup>st</sup> March 2015 is given below:**

(Amt. in Crores of Rs.)

S. No	Name of the Sub-Sector	Outstanding In Sub-sector	Total Priority Sector Outstanding	%age share in total Priority Sector Outstanding
1	Agriculture & Allied	6110.04	19081.94	32
2	Micro & Small Enterprises	9540.14		50
3	Education	272.79		1
4	Housing	2123.14		11
5	Others	1035.83		5



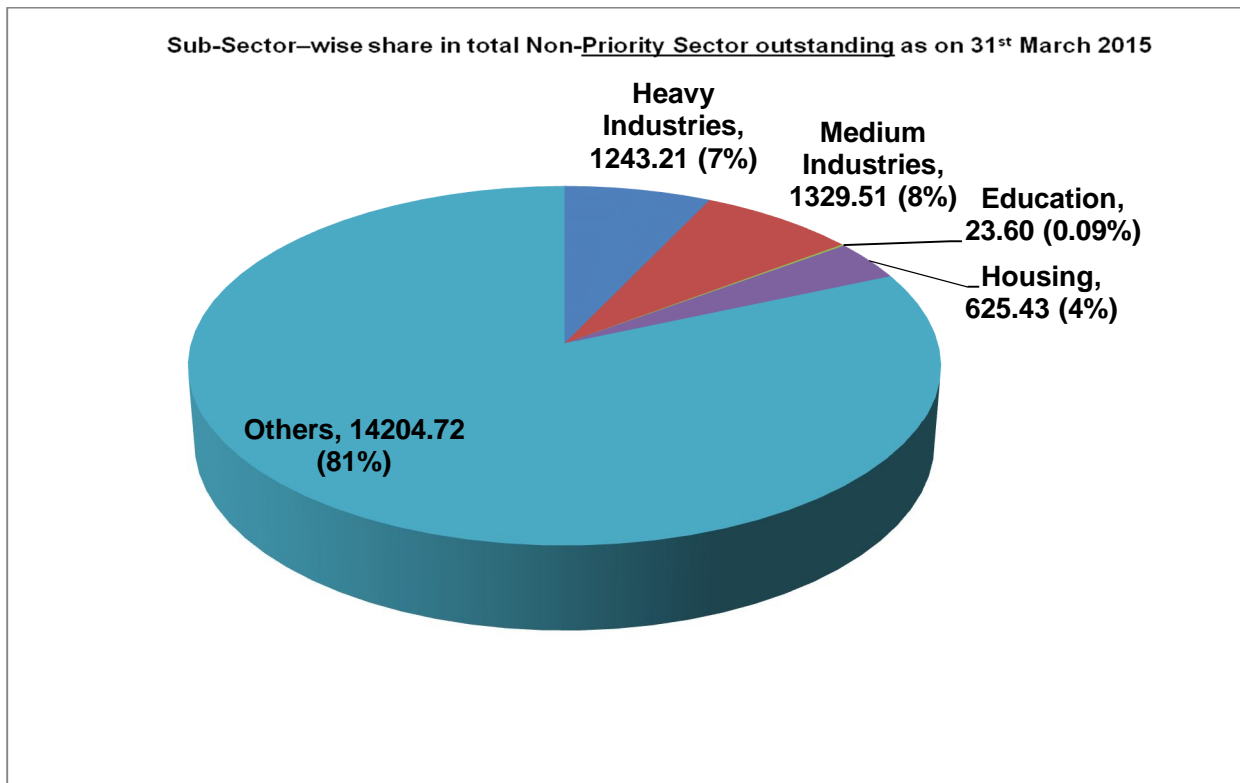
While analyzing the Priority Sector advances it is observed that Micro & Small Enterprises dominates other sectors, absorbing major share of Rs.9,540.14 Crore (50%) followed by Agriculture, Housing, and Others sector with an amount of Rs.6,110.04 Crore (32%), Rs.2,123.14 Crore (11%), Rs.1,035.83 Crore (5%) respectively and the lowest share of Rs.272.79 Crore (1.43%) has gone to Education Sector.

The Sub-Sector-wise share in total Non-Priority Sector outstanding as on 31<sup>st</sup> March 2015 is given below:

(Amt. in Crores of Rs.)

S. No	Name of the Sub-Sector	Outstanding In Sub-sector	Total Non- Priority Sector Outstanding	%age share in total Non-Priority Sector Outstanding
1	Heavy Industries	1243.21	17426.47	7.13
2	Medium Industries	1329.51		7.63
3	Education	23.60		0.14
4	Housing	625.43		3.59
5	Others	14204.72		81.51



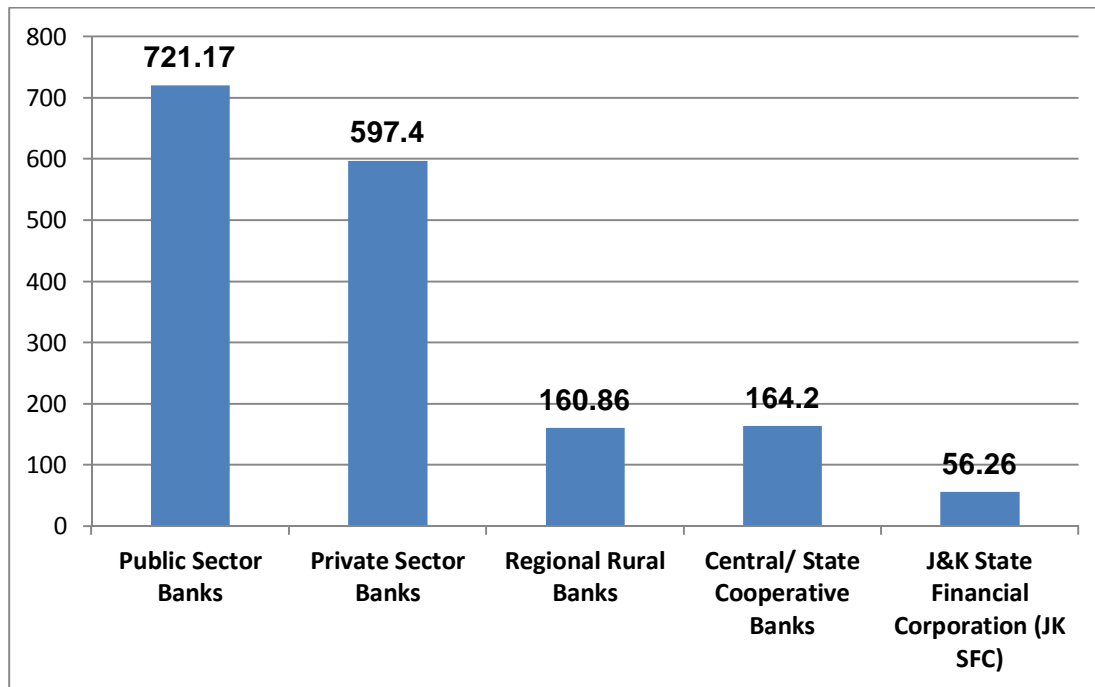


While analyzing the Non-Priority Sector advances it is observed that 81% of the total advances outstanding as on 31<sup>st</sup> March has gone to other sectors alone while the remaining 20% has gone to Heavy Industries(7.13%), Medium Industries(7.63%), Housing(3.59%) and lowest share of 0.14% has gone to education sector.

**Bank-Wise Position of Gross NPAs in the J&K State-Position as on 31<sup>st</sup> March 2015**

(Amt. in Crores of Rs.)

	Advances outstanding (Excluding Corporate Sector Advances)	Gross NPA	Gross NPA %age
<b>Public Sector Banks</b>	6232.41	721.17	12
<b>Private Sector Banks</b>	24196.92	597.40	2
<b>Regional Rural Banks</b>	1576.22	160.86	10
<b>Central/ State Cooperative Banks</b>	1149.43	164.20	14
<b>J&amp;K State Financial Corporation (JK SFC)</b>	532.88	56.26	11
<b>Total All Banks</b>	<b>33687.86</b>	<b>1699.89</b>	<b>5</b>



### Bank-wise position of Gross NPA (quantum-wise) - 31.03.2015

(Amt. in Crores of Rs.)

Name of the Bank	Advances (Excluding Corporate Sector Advances)	Gross NPAs	%age of Gross NPAs w.r.t. Adv. outstanding
J&K Bank	22904.58	560.25	2.45
PNB	961.84	159.98	16.63
SBI	3101.35	139.74	4.51
J&K Grameen Bank	1172.96	133.94	11.42
Ellaquai Dehati Bank	403.26	26.92	6.68
Bank of India	229.33	115.27	50.26
Other Banks/FIs	4914.54	563.79	10.92
<b>TOTAL (31.3.2015)</b>	<b>33687.86</b>	<b>1699.89</b>	<b>5.05</b>
<b>TOTAL (31.3.2014)</b>	<b>29258.92</b>	<b>1368.98</b>	<b>4.58</b>

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

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 Rs.1,699.89 Crore in the State as on 31<sup>st</sup> March 2015, the amount of three major banks, i.e. J&K Bank, SBI and PNB is to the tune of Rs.560.25 Crore, Rs.139.74 Crore and Rs.159.98 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: 97.15**

**Credit delivery to Micro, Small and Medium Enterprises (MSMEs) upto 31<sup>st</sup> March, 2015` :**

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

The progress achieved by Banks in implementation of IBA package under MSMEs and other productive sectors (cumulative since inception of the package, i.e. Dec. 2008, upto 31<sup>st</sup> March 2015 is given hereunder:

- Banks have sanctioned working capital loans to the extent of Rs.10,463.87 Crore in favour of 1,52,548 beneficiaries and incremental working capital loans of Rs.2,093.31 Crore in favour of 19,428 existing units.
- Banks in the State have so far restructured 9,289 MSMEs accounts involving an amount of Rs. 830.55 Crore.
- Banks have sanctioned Soft Loans for purchase of D. G. Sets to the tune of Rs.17.92 Crore in favour of 746 entrepreneurs.
- Housing loans have been sanctioned by the Banks operating in the State to the extent of Rs.3,514.87 Crore in favour of 75,428 beneficiaries.
- Auto loans have been sanctioned to the extent of Rs.3,543.42 Crore in favour of 1,19,381 beneficiaries.

Details of bank-wise cumulative achievements under aforesaid MSMEs package upto the quarter ended March 2015 are given in the [Annexure-M](#) & [Annexure-M1](#) for information of the members.

**Flow of credit under Credit Guarantee Fund Trust Scheme for MSMEs as on 31.03.2015**

Under the Credit Guarantee Fund Trust Scheme for MSMEs, the banks operating in J&K State have disbursed an amount of **Rs.842.05** Crore in favour of **44,460** beneficiaries upto 31<sup>st</sup> March 2015.

**Major contributors are J&K Bank Rs.442.45 Crore (53%), State Bank of India Rs.197.65 Crore (23%) and PNB Rs. 99.78(12%)**

During FY 2014-15 banks have disbursed a total amount of Rs.312.28 Crore in favour of 17,427 beneficiaries, which includes **Rs.64.69** Crore disbursed in favour of **3,249** beneficiaries during Q4 of FY 2014-15..

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

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

**AGENDA ITEM NO: 97.16**

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

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

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

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

B) RBI vide letter RPCD (JMU) No.397/03.01.24/2013-14 dated October 8, 2013 conveyed that the 15<sup>th</sup> Standing Advisory Committee on flow of Credit to MSME, in their 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.

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 [www.jkslbc.com](http://www.jkslbc.com) (Home Page>Other Inf.>Guidelines>List of MSME & SFURTI Clusters). The banking services to five SFURTI Clusters have already been provided by designated branches of J&K Bank.

**Banks may inform the house about 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: 97.17**

**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.

As per the data received from LDM, Leh, the flow of credit to minorities in Leh District under priority sector has been to the tune of **Rs.232.81 Crore** spread over **9,997** accounts as on 31<sup>st</sup> March 2015 as compared to outstanding amount of **Rs.219.99 Crore** in favour of **9784** beneficiaries as on 31<sup>st</sup> March, 2014.

**Break up is given below:**

(Amount in Crores of Rs.)

Serial	Name of community	No. of Accounts		Amount outstanding	
		31.03.2014	31.03.2015	31.03.2014	31.03.2015
	<b>Christians</b>	3	4	0.06	0.08
	<b>Muslims</b>	1760	1770	37.95	40.93
	<b>Buddhists</b>	7122	7324	150.68	160.52
	<b>Sikhs</b>	11	11	0.51	0.49
	<b>Zoroastrians</b>	0	0	0	0
<b>A</b>	<b>TOTAL</b>	<b>8896</b>	<b>9109</b>	<b>189.20</b>	<b>202.02</b>
<b>B</b>	<b>Others</b>	<b>888</b>	<b>888</b>	<b>30.79</b>	<b>30.79</b>
<b>C</b>	<b>Total Priority Sector Advances (A+B)=C</b>	<b>9784</b>	<b>9997</b>	<b>219.99</b>	<b>232.81</b>
<b>D</b>	<b>Share of A out of C (in %)</b>	<b>90.92</b>	<b>91.12</b>	<b>86.00</b>	<b>86.77</b>

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

**AGENDA ITEM NO: 97.18**

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

The High Level Committee (HLC) of RBI to review Lead Bank Scheme has recommended that “various fora at lower levels should give adequate feedback to the SLBC on various issues that need to be discussed on a wider platform. Important issues/ decisions of the BLBC, DCC and 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 86<sup>th</sup> meeting of J&K SLBC Performance Reports of the individual District Level Review Committees (DLRCs)/ District Consultative Committees (DCCs) are being included in the agenda of the SLBC meetings regularly for information of the house.

**Conduct of DCCs and DLRCs meetings:**

The 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 **all the LDMs**. The detailed statements of DLRC / DCC meetings conducted during the quarter ended March 2015 are 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 31<sup>st</sup> March 2015 is tabulated hereunder for information of the house:

S. No.	Name of District	C.D. Ratio (%age)	Remarks	S. No.	Name of District	C.D. Ratio (%age)	Remarks
<b>Lead Districts of J&amp;K Bank</b>				<b>Lead Districts of SBI</b>			
1	Srinagar	46.68	...	13	Samba	53.76	...
2	Ganderbal	69.68	...	14	Kathua	42.99	...
3	Baramulla	74.04	...	15	<b>Udhampur</b>	<b>30.72</b>	Low CD Ratio
4	Bandipora	66.17	...	16	<b>Reasi</b>	<b>25.36</b>	Low CD Ratio
5	Anantnag	63.57	...	17	<b>Jammu</b>	<b>32.83</b>	Low CD Ratio
6	Kulgam	78.99	...	18	<b>Doda</b>	<b>29.35</b>	Low CD Ratio
7	Pulwama	78.88	...	19	<b>Ramban</b>	<b>26.84</b>	Low CD Ratio
8	Shopian	135.43	...	20	<b>Kishtwar</b>	<b>25.20</b>	Low CD Ratio
9	Budgam	74.38	...	21	<b>Leh</b>	<b>22.72</b>	Low CD Ratio
10	Kupwara	71.30	...	22	<b>Kargil</b>	<b>30.40</b>	Low CD Ratio
11	<b>Poonch</b>	<b>21.16</b>	Low CD Ratio				
12	<b>Rajouri</b>	<b>26.30</b>	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 need to 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 DLCC to the Convenor of SLBC.**

**On the basis of the feedback received from the DLCC regarding the progress in the implementation of the Monitorable Action Plans, consolidated report is 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: 97.19**

#### **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 91<sup>st</sup> meeting held on 16<sup>th</sup> December 2013.

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

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 21<sup>st</sup> 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.**

#### **Progress under NMPS Scheme-Position as on 31<sup>st</sup> March 2015**

Against target of **Rs.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 **Rs.0.09 Crore** to **11 beneficiaries** upto the end of March 2015, indicating an achievement of **0.30%** in financial terms and **1.05%** in physical terms. Against physical target of **1,052** cases set for the FY 2014-15, **326** cases were sponsored to various banks during the FY 2014-15, out of which the banks have sanctioned **64** cases, **114** cases were rejected and **148** cases are pending with the banks for sanction.

The detailed Bank-wise performance as on 31<sup>st</sup> March 2015 is submitted as per [Annexure-P](#)

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



**AGENDA ITEM NO: 97.20**

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

MoF, GoI vide letter dated 30<sup>th</sup> 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 not having any land holding, as the target group under the scheme.

J&K SLBC Secretariat has received the District-wise targets from NABARD, R.O. Jammu for financing 1000 “Joint Liability Farming Groups of Bhoomi heen Kisan” in J&K State and the same were conveyed to all the 22 Lead District offices vide SLBC Secretariat mail dated 14<sup>th</sup> 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, GoI 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.

Against the target of financing 1000 Joint Liability Farming Groups of Bhoomi heen Kisan, banks in J&K State have financed only 324 JLGs involving an amount of Rs.3.37 crores upto 31<sup>st</sup> March 2015.

This includes 276 JLGs formed by J&K Grameen Bank and remaining 48 JLGs formed by EDB. Other banks have not made any progress under this scheme.

**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								Ach. (Rs. in lacs)		
	J&K Bank	SBI	JKGB	EDB	ICICI	PNB	HDFC	Total	JLGs Formed	JLGs Credit Linked	
										A/C	Amt.
Poonch	18	4	4	0	0	2	2	30	0	0	0
Rajouri	20	10	28	0	2	6	4	70	54	54	27.45
Jammu	21	7	28	13	11	5	5	90	126	126	247.00
Samba	40	9	30	6	6	5	4	100	57	57	14.25
Udhampur	50	8	0	29	5	5	3	100	0	0	0
Reasi	25	8	0	15	4	4	4	60	0	0	0
Kathua	31	8	30	0	2	2	2	75	0	0	0
Doda	42	8	0	11	5	5	4	75	0	0	0
Kishtwar	10	3	6	0	0	1	0	20	0	0	0
Ramban	19	6	0	11	1	1	2	40	0	0	0
Anantnag	9	2	0	6	1	0	2	20	0	0	0
Bandipora	13	2	13	0	0	1	1	30	7	6	13.00
Baramulla	10	2	35	0	0	2	1	50	32	9	11.20
Budgam	12	2	0	12	1	1	2	30	0	0	0
Ganderbal	6	2	2	7	0	1	2	20	0	0	0
Kulgam	24	3	0	20	0	2	1	50	48	48	24.00
Kupwara	15	3	20	0	0	1	1	40	0	0	0
Pulwama	5	1	0	6	1	1	1	15	0	0	0
Shopian	6	1	0	6	0	1	1	15	0	0	0
Srinagar	5	3	0	8	8	2	4	30	0	0	0
Leh	8	3	2	0	3	2	2	20	0	0	0
Kargil	11	5	2	0	0	0	2	20	0	0	0
<b>Total</b>	<b>400</b>	<b>100</b>	<b>200</b>	<b>150</b>	<b>50</b>	<b>50</b>	<b>50</b>	<b>1000</b>	<b>324</b>	<b>300</b>	<b>336.90</b>

The house is requested to deliberate upon the issue.

**AGENDA ITEM NO: 97.21**

**Launch of 3 new Social Security Schemes relating to Insurance and Pension sector by Government of India on 9<sup>th</sup> May, 2015, viz. 1) Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY), 2) Pradhan Mantri Suraksha Bima Yojana (PMSBY) and 3) Atal Pension Yojana (APY).**

Three ambitious Social Security Schemes pertaining to the insurance and pension sector were launched across the country by the Hon'ble Prime Minister in a mega event on 9<sup>th</sup> of May, 2015 from Kolkata. Simultaneously, mega events for launching the said three schemes were held in about 115 cities / State Capitals throughout the country. The mega event at Srinagar was held at SKICC, Srinagar, where Hon'ble Union Minister for Minority Affairs Smt. Najma A. Heptulla was the Chief Guest and Hon'ble Finance Minister, J&K State, Dr. Haseeb A. Drabu, was the Guest of Honour.

These schemes are:

- 1) Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY),**
- 2) Pradhan Mantri Suraksha Bima Yojana (PMSBY) and**
- 3) Atal Pension Yojana (APY).**

These schemes along with the relevant publicity material received from DFS, MoF, Gol, have already been circulated by J&K SLBC to all members of the J&K SLBC for implementation.

**Progress achieved in J&K State (as of 28.05.2015):**

Bank operating in J&K State have recorded a total of **7,02,908** enrolments under these three schemes upto **28<sup>th</sup> May, 2015**, which includes **PMJJBY=2,07,865** **PMSBY=4,95,010** and **APY =33** enrolments.

Major contributors in J&K State are: J&K Bank with 2,96,604 enrolments followed by State Bank of India with 1,78,914 enrolments Punjab National Bank with 52,586 enrolments and Oriental Bank of Commerce with 30,280 enrolments.

J&K Government was requested vide J&KSLBC letter No.LBD/SLBC/PM-INS/2015-31 dated 5.5.2015 and also vide Jt. Secretary DFS,MoF,Gol D.O No. 12011/02/2015-Ins.II dated May 6,2015 to consider exemption of service tax on the premium collection under these Insurance Schemes on the lines of Gol, to which the response of the State Government is still awaited.

**Government of J&K may inform the latest position in this regard.**

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

**AGENDA ITEM NO: 97.22**

**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 94<sup>th</sup> meeting held on 20<sup>th</sup> 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 1<sup>st</sup> of August, 2014 to November 30<sup>th</sup>, 2014 and for Saffron Crop from 15<sup>th</sup> August, 2014 to 31<sup>st</sup> of May, 2015.

The guidelines and operational modalities of the programme as fixed by Ministry of Agriculture, Gol, stand circulated among all the banks in the State for strict implementation vide J&K SLBC Secretariat reference No.LBD/SLBC/NCIS/2014- dated August 21, 2014.

**Progress under the Scheme-Position as on 31.03.2015:**

S. No	Name of the District	Crop to be covered	No. of accounts covered under the Scheme		
			SBI	JCCB	Total
1	Pulwama	Saffron	NIL	NIL	Nil
2	Jammu	Paddy/ Basmati Rice	793	Nil	793
3	Kathua	Paddy/ Basmati Rice	351	33	384
4	Samba	Paddy/ Basmati Rice	16	169	185
	<b>TOTAL</b>		<b>1160</b>	<b>202</b>	<b>1362</b>

Only State Bank of India and Jammu Central Cooperative Bank have effected insurance coverage under the scheme during the FY 2014-15.

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

**AGENDA ITEM NO: 97.23**

**Uniformity in documentation charges on Government Sponsored cases by various banks in J&K State**

The Lead District Manager, Budgam has informed that in the 49<sup>th</sup> meeting of the DLRC/DCC of District Budgam held on 28<sup>th</sup> August, 2014, it was observed that there is no uniformity in collecting the documentation charges by different banks for granting loans to the borrowers under various Government Sponsored Schemes, as some banks are levying the documentation charges at very exorbitant rates. The LDM Budgam has forwarded some relevant inputs regarding charges collected by various banks.

As conveyed by the LDM Budgam, the District Development Commissioner, Budgam (Chairman of the DLRC of the district) has desired that the issue be discussed in the J&K SLBC meeting, so that all the banks adhere to the uniform rates of documentation charges, which would be for the benefit of the beneficiaries.

It is in place to mention here that Recommendations of the High Level Committee (HLC) of RBI to review Lead Bank Scheme provide that “various fora at lower levels, i.e. DCC/ DLRC etc. should give adequate feedback to the SLBC on various issues that need to be discussed on a wider platform, so that these receive adequate attention at the state level.

**In the above background the House is requested to deliberate the issue**

**Banks may inform the rates of documentation charges collected / levied by them from the beneficiaries of various Government Sponsored Schemes.**

**AGENDA ITEM NO: 97.24**

**Widespread damage to standing crops due to unseasonal rains/ hailstorm –  
Restructuring of Crop loans by the banks**

Finance Department, Government of J&K, vide communication No. FD-VI-72(53)/Agri/97 dated 24.04.2015 have forwarded a copy of the D.O.No.38-9/2015-DM dated 1<sup>st</sup> April, 2015 from Secretary, Government of India, Ministry of Agriculture, Department of Agriculture & Cooperation – addressed to the Chief Secretary, J&K Govt. regarding widespread damages to standing crops due to unseasonal rains, hailstorm etc., wherein the Government of India has desired as under:

- In areas where crop damage is more than 50%, there is need to immediately distribute input subsidy under SDRF already available with State Government. In case of shortfall in funds, a memorandum seeking additional funds under NDRF may be submitted to Government of India.
- SDRF guidelines only provide assistance to those farmers who have suffered crop loss of more than 50%.
- State Government to issue directions to its officials and insurance companies to survey the affected areas for faster processing of claims under Modified NAIS and Weather Based Crop Insurance Scheme. Insurance Benefit can be made available without waiting for crop cutting experiments in case of Modified NAIS. In case of Weather Based Crop Insurance Scheme, payout to farmers is to be provided within 45 days.
- Government of J&K to provide the details of crops affected in each district, crops covered in various schemes of insurance and the present status of processing of insurance claims.
- Meeting of State Level Bankers' Committee to be convened and action initiated for restructuring of crop loans;

Copies of both the above communications have already been forwarded to all the banks operating in J&K State vide letter No. LBD/SLBC/97/2015-42 dated May 12, 2015 for information and comments on the issue. But so far, none of the banks have provided any feedback in the matter.

**Agriculture Production Department, J&K Government may inform whether any of the districts in J&K State have been identified for the widespread damages caused due to unseasonal rains and hailstorm.**

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