

**Agenda & background notes**  
**For**  
**5<sup>th</sup> Special Monthly meeting of J&K SLBC on MSMEs**  
**slated on 30/07/2009 at SKICC, Srinagar.**

**Agenda Item No: 01**

**Confirmation of Minutes of the 4<sup>TH</sup> monthly Special Meeting of J&K SLBC on MSMEs:**

The 4<sup>TH</sup> monthly special meeting of J&K SLBC on MSMEs was held on 14.05.2009 at Srinagar. Minutes of the said special SLBC meeting were web cast on [www.jkslbc.com](http://www.jkslbc.com) and also circulated vide this office No. LBD/Spl.SLBC.MSMEs/2009-93 dated 07.06.2009 for desired action. A copy of the same is enclosed for information and ready reference.

**The house is requested to confirm the same.**

**Encls: 04**

**Agenda Item No: 02**

**Review of data / position relating to implementation of IBA package on MSMEs, Housing & Auto sectors as at end of June, 2009:**

The consolidated data relating to implementation of IBA package on MSMEs, Housing & Auto sectors in the prescribed format as received from banks/ lending institutions operating in the State as at the end of June 2009 is enclosed for information of the house. It is evident from the data available that:

- **Upto the end of June 2009, banks in the State have so far restructured 4402 MSMEs accounts involving an amount of Rs.235.37 Crore.**
- **Banks have sanctioned working capital loans (new) to the extent of Rs.374.78 Crore in favour of 3931 beneficiaries and incremental working capital loans amounting to Rs.163.20 Crore in favour of 1244 existing units.**
- **Housing Loans to the tune of Rs.254.63 Crore have been sanctioned in favour of 9161 beneficiaries; and**
- **Auto loans to the tune of Rs.186.17 Crore have been sanctioned in favour of 6777 beneficiaries.**

Besides, the bank-wise cumulative position as at the end of **June 2009** is given below for information of the house:

*(Amount in Crores of Rupees)*

S. No.	Name of the Bank	Restructuring of MSMEs a/cs.		Sanction of working capital loans (new)		Incremental Working Capital loans Sanctioned		Housing Loans sanctioned		Auto loans sanctioned	
		A/Cs.	Amt.	A/Cs.	Amt.	A/Cs.	Amt.	A/Cs.	Amt.	A/Cs.	Amt.
1	J&K Bank	3262	124.80	470	67.86	436	58.47	7299	133.75	1191	58.63
2	SBI	769	53.57	1375	180.66	208	44.63	1081	64.82	2154	50.13
3	PNB	202	53.90	381	53.92	154	27.53	417	26.74	1527	13.81
4	Canara Bank	56	0.79	76	16.23	0	0	10	0.59	32	0.90
5	Central Bank of India	86	0.07	3	0.11	137	18.03	84	4.13	150	1.06
6	P & S Bank	6	0.07	53	26.90	8	0.88	18	0.96	64	2.53
8	Union Bank	0	0	11	1.20	6	0.35	14	1.00	148	1.81
9	Synd. Bank	0	0	1	0.50	0	0	3	13.32	5	10.50
10	Vijaya Bank	10	0.13	13	0.40	0	0	6	0.65	17	0.70
7	OBC	0	0	29	0.93	144	5.38	24	1.56	23	0.58
11	Bank of India	0	0	35	1.23	0	0	2	0.15	25	0.61
12	IOB	3	0.28	3	1.74	1	4.15	1	0.05	15	0.54
13	United Bank	6	0.90	135	4.61	1	0.20	12	1.06	3	0.19
14	Corpora. Bnk	0	0	1	0.20	0	0	28	1.17	54	1.43
15	Bnk. of Maha.	0	0	16	0.25	3	0.06	21	0.59	3	0.02
16	UCO Bank	2	0.86	1	0.51	0	0	7	0.42	0	0
17	HDFC Bank	0	0	0	0	0	0	0	0	146	5.04
18	JRB	0	0	234	2.39	42	1.20	49	1.20	647	29.13
19	EDB	0	0	798	12.07	104	2.32	40	1.00	566	7.61
20	ACCB	0	0	296	3.07	0	0	0	0	7	0.95
21	DUCO Bank	0	0	0	0	0	0	45	1.47	0	0
	<b>TOTAL</b>	<b>4402</b>	<b>235.37</b>	<b>3931</b>	<b>374.78</b>	<b>1244</b>	<b>163.20</b>	<b>9161</b>	<b>254.63</b>	<b>6777</b>	<b>186.17</b>

**The house may review the position and deliberate on the issue.**

**Encls: 02**

### **Agenda Item No. 03**

#### **Dishonoring of commitment letter by Punjab National Bank, Lalchowk, Anantnag branch:**

The Federation Chamber of Industries, Kashmir (FCIK) vide its office letter No.FCIK/P/09/265-66 dated 16.05.2009 addressed to Regional Director, Reserve Bank of India, R. O. Jammu with a copy thereof endorsed to Convenor, J&K SLBC, have informed that the Organization has received a complaint from M/S Gulab Spices, Khanabal, Anantnag with regard to breaking of commitment by Punjab National Bank, Anantnag Branch to provide working capital facility to the unit engaged in processing and manufacturing spices.

As per the said letter, M/S Gulab Spices, Khanabal Anantnag has been established in the year 2003 with financial assistance in the form of Term Loan from J&K State Financial Corporation (J&K SFC), who had reportedly agreed to also release margin money for working capital committed to be provided by Punjab National Bank. It has, however, been complained that PNB has not fulfilled the commitment to provide the working capital to the unit despite several letters sent by J&K SFC to the bank causing incipient sickness to the unit thereby leading to huge losses suffered by the unit. The FCIK has pleaded that the Unit concerned be compensated for the losses suffered by it on this account.

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

**The representative of Punjab National Bank may clarify the position**

**Encls: 01**