

### Agenda Item No: 01

#### Confirmation of Minutes of the 5<sup>TH</sup> monthly Special Meeting of J&K SLBC on MSMEs:

The 5<sup>TH</sup> monthly special meeting of J&K SLBC on MSMEs was held on 30.07.2009 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/2009-241 dated 25.08.2009 for desired action.

The house is requested to confirm the same.

### Agenda Item No: 02

Action taken on action points of the previous Monthly Special SLBC Meeting on MSMEs.

#### Recommendations of Dr. K. C. Chakrabarty Working Group appointed by RBI – Action points relating to the State Government:

The recommendations of the Dr. K. C. Chakrabarty Working Group constituted by RBI to look into the problems being faced by the Micro and Small Enterprises (MSE) sector, particularly with respect to rehabilitation of potentially viable sick units, were included in agenda of the 4<sup>th</sup> and 5<sup>th</sup> Special Monthly SLBC meetings held on 14<sup>th</sup> May 2009 and 30<sup>th</sup> July 2009 and 76<sup>th</sup> SLBC meeting for being noted for action by the concerned quarters in this regard. Some recommendations mentioned below remained outstanding:

- (1) State Government may be encouraged to provide land at 50% of the normal rate for setting up industrial Estates exclusively for MSMEs. Further, 50% subsidy may be provided on the capital cost of common facilities like effluent treatment plant, power plant etc. (Para 7.9)

In the 5<sup>th</sup> Monthly Special SLBC meeting on MSMEs the representatives of trade and Industry voiced their concern that there have been certain deviations from the Industrial Policy on the part of the Government by enhancing the premium of land several times and pleaded that the Government should revert back to rates of land envisaged in the original industrial policy.

- (II) A Scheme for utilizing specified NGOs to provide training services to tiny micro enterprises may be considered (Para 4.10)

The Additional Secretary Finance, J&K Government informed that Industries Department has already been asked to work out the modalities in this regard.

(III) Each State Government may also have a separate Ministry for MSME. In addition the State Governments may also have long term and short term policy for development/ promotion of MSME sector (Para 5.9):

The Additional Secretary Finance, J&K Government stated that it is the Industries Department who have to make out the necessary proposal to the Government for the purpose.

The progress of compliance/ implementation be informed to the house.

Agenda Item No: 03

Review of data / position relating to implementation of IBA package on MSMEs, Housing & Auto sectors as at end of September 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 September 2009 is enclosed for information of the house. It is evident from the data available that:

- Upto the end of September 2009, banks in the State have so far restructured 4431 MSMEs accounts involving an amount of Rs.235.96 Crore.
- Banks have sanctioned working capital loans (new) to the extent of Rs.492.41 Crore in favour of 8353 beneficiaries and incremental working capital loans amounting to Rs.242.63 Crore in favour of 1853 existing units.
- Soft loans for D. G. Sets to the tune of Rs.2.81 Crore have been sanctioned in favour of 55 beneficiaries.
- Housing Loans to the tune of Rs.349.08 Crore have been sanctioned in favour of 12584 beneficiaries; and
- Auto loans to the tune of Rs.248.29 Crore have been sanctioned in favour of 8628 beneficiaries.

The house is requested to deliberate upon the issue

Encls: 03

**Bank-wise Position in implementation of package of enhancing of credit delivery to MSME and other Productive Sectors as at the end of August 2009**

*(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		Soft loans for D. G. Sets	
		A/Cs.	Amt.	A/Cs.	Amt.	A/Cs.	Amt.	A/Cs.	Amt.	A/Cs.	Amt.	A/Cs.	Amt.
1	J&K Bank	3291	125.39	783	95.58	888	119.29	10416	208.30	1828	88.87	12	0.30
2	SBI	769	53.57	1904	218.02	297	57.51	1338	82.01	2741	63.72	26	1.94
3	PNB	202	53.90	381	53.92	154	27.53	417	26.74	1527	13.81	9	0.43
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	9	0.20	136	17.78	98	5.00	170	1.41	...	...
6	P & S Bank	6	0.07	61	27.66	10	5.53	24	1.51	77	2.73	1	0.01
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	15	0.70	0	0	6	0.65	20	0.80	...	...
7	OBC	0	0	33	1.07	151	5.61	28	1.79	26	0.71	...	...
11	Bank of India	0	0	45	2.17	0	0	4	0.63	32	0.80	...	...
12	IOB	3	0.28	5	2.19	2	4.23	1	0.05	32	0.75	...	...
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	Bk. of Maha.	0	0	16	0.25	3	0.06	21	0.59	3	0.02	1	0.01
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	391	12.95	...	...
18	J&K Grameen	0	0	3469	44.90	0	0	56	1.40	830	35.89	...	...
19	EDB	0	0	1111	19.43	205	4.54	56	1.38	702	10.05	6	0.12
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>4431</b>	<b>235.96</b>	<b>8353</b>	<b>492.41</b>	<b>1853</b>	<b>242.63</b>	<b>12584</b>	<b>349.08</b>	<b>8628</b>	<b>248.29</b>	<b>55</b>	<b>2.81</b>