



Lead Bank/ UTLBC (J&K)

Ref. No. LBD/SP-UTLBC/ /2022-61

All Members of the

J&K Union Territory Level Bankers' Committee

January 27, 2022

Sub: **Minutes of Special Meeting of J&K UTLBC for necessary action on actionable points**

Sir/Madam,

We herewith forward a copy of minutes of the **Special Meeting** of J&K Union Territory Level Bankers' Committee (J&K UTLBC) held on **January 7, 2022** and Co-chaired by **Dr. Arun Kumar Mehta (IAS)**, Chief Secretary J&K Government and **Shri M. K. Jain**, Deputy Governor, Reserve Bank of India, for your kind information.

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

Desired compliance / progress may kindly be reported to this office over email-convenorbank@jkbmail.com or Fax No. 0194-2502639 enabling us to place the same before the house for review in its next meeting.

Yours Faithfully

For Convenor, J&K UTLBC

A handwritten signature in black ink, appearing to be 'S. K. Jain', written over a horizontal line.

**Assistant Vice President
(Lead Bank/ J&K UTLBC)**

Encls: **Minutes of Special Meeting of J&K UTLBC**

Minutes of Special Meeting of J&K UTLBC held on 7th January, 2022

The list of the participants is enclosed as Annexure “A”.

A Special meeting of J&K UTLBC was held on **7th January 2022 at 11:30 A. M** to review the measures taken by the banks in enhancing the flow of credit in the UT of J&K. The meeting was co-chaired by Dr. Arun Kumar Mehta, IAS, Chief Secretary, J&K Government and Shri. M. K. Jain, Deputy Governor, Reserve Bank of India

In his welcome address, MD & CEO, J&K Bank, Baldev Prakash expressed his gratitude to Dr. A. K. Mehta, Chief Secretary, J&K Government and Shri M. K. Jain, Deputy Governor Reserve Bank of India for their concern towards economic upliftment of UT of J&K. He expressed his gratefulness to Chief Secretary, J&K Government for driving the economy of the UT towards attaining the envisaged goals by bringing efficiency and transparency in the system and creating avenues and encouraging Financial Institutions to choose UT of J&K as their destination for business and investments.

Shri M. K. Jain Dy. Governor, Reserve Bank of India highlighted the following:

- Appreciated the status of coverage of banking services in UT. While noting considerable reach of J&K Bank in the UT, urged upon other banks to increase their foot prints with focus on augmenting Banking Correspondent network for delivery of banking services to the last mile, ensuring coverage of unbanked villages under the National Strategy on Financial Inclusion (NSFI) by addressing the connectivity issues, related to both internet and road, besides scaling up credit activities in UT of J&K.

(Action: Public Sector Banks, UT Administration)

- Directed banks to initiate dialogue for bringing in more Non-Banking Financial Companies (NBFCs) and Micro Financial Institutions (MFIs) to UT of J&K, and exploring bank partnership with NBFCs/MFIs to augment credit in the UT through co-lending model.

(Action: Public Sector Banks)

- Directed banks to improve lending to Priority Sector and Employment Generation Schemes meant for poverty alleviation and social upliftment. Also urged upon concerned Departments of UT Administration to resolve operational bottlenecks impeding timely disposal of cases of Government Sponsored Schemes, and reducing the turnaround time in processing of loan applications.

(Action: All member banks, UT Administration)

- Urged upon the banks to make concerted efforts to achieve the targets set under Annual Credit Plan. Directed NABARD to review and revisit the process of setting up ACP targets and ensure realistic distribution of targets between PSL and non-PSL. Also directed NABARD to take into consideration factors such as existing network of banks, average annual credit growth rate of banks in general and their ability of scaling up credit activities in the UT, NPA levels inhibiting

delivery of credit etc. while finalizing ACP targets. Urged upon the UTLBC Convenor bank to ensure coordinated approach amongst all stakeholders and the banks to actively participate in the credit planning exercise and ensure alignment of their internal corporate business targets with ACP from FY2022-23 onwards.

(Action: All member banks, UTLBC Convenor bank and NABARD)

- Stated that there is immense potential in agriculture and horticulture Sectors in UT of J&K and banks need to initiate measures to tap the same.

(Action: All member banks)

- Advised all member banks to shift focus from collateral based lending approach to cash flow based lending approach to promote entrepreneurship in the UT.

(Action: All member banks)

- Expressed satisfaction over the increase in CD Ratio of UT from 48.28% on March 2020 to 56.60% on November 2021. However, expressed concern over the persistently low CD Ratio of Jammu region.

(Action: LDMs of all districts of Jammu region with low CD ratio)

- Impressed upon the banks and Industrial Associations to join hands for creating awareness on MSME schemes besides providing handholding to entrepreneurs to start their ventures.

(Action: Member Banks & Industrial Associations)

- Appreciated efforts of NABARD for formulating five year development package of Rs.25,991 Crore for UT of J&K in consultation with DFS and Government of J&K. Expressed hope that NABARD shall continue to assist the Government in development of rural infrastructure in UT of J&K.

(Action: NABARD)

- Stated that in view of ample scope for setting up the food processing parks & MSME Clusters in UT of J&K collective efforts are required to tap the potential.

(Action: I&C Deptt., J&K Govt. and All member banks)

- Directed Reserve Bank of India, Regional office Jammu and J&K UTLBC to assist Local administration in mapping the new entrepreneurs at the district level aspiring to establish their ventures, to the nearest branch and assessing their credit needs for giving assistance through the Stand Up India Scheme. The mapping should be done to ascertain what are their financial needs and how many of them have been deprived of the financial requirements and reasons thereof.

(Action: Director (Industries & Commerce), DDCs, RBI Jammu & J&K UTLBC)

- Directed banks to formulate concrete plans for complying with the action points emanated from Hon'ble FM's visit to the UT of J&K in November 2021 with specific timelines and milestones. A quarterly review of the progress to be undertaken by the RBI Regional Office Jammu and J&K UTLBC.

(Action : RBI Jammu & J&K UTLBC)

Dr. A. K. Mehta Chief Secretary, J&K Government emphasized the following:

The Chief Secretary in his opening remarks made/issued the following specific observations/decision:

- Stated that besides agriculture and horticulture sectors there is huge potential in other sectors like Tourism, Hospitality, Food Processing, Floriculture, IT Industry, Medical Tourism, Infrastructure & Real Estate, Hydropower, Film Sector, Handlooms and Handicrafts in the Union Territory of J&K and concerted efforts are required to put in place to tap the potential.

(Action: Concerned Government Departments and banks)

- Stated that with the collective efforts of the Government and banks, the economy of J&K, which is presently at around Rs.1.80 Lac Crore, can be scaled up to Rs.3.60 Lac Crore within next five years.

- Stated that J&K Government is committed to lower un-employment rate to below 5% mark in UT of J&K with the joint efforts of all stakeholders.

(Action: Concerned Government Departments and banks)

- Directed banks to expedite lending by hassle-free and expeditious verification of land records which have been digitized completely and access has been made available online.

(Action: Member Banks)

- Directed banks to provide banking facilities in identified uncovered villages under various initiatives of Government of India by 31st March 2022 so as to bring the people of those areas under the ambit of banking.

(Action: Concerned Banks)

- Urged upon the Public Sector Banks to increase the credit activity in UT of J&K and assured them of all necessary support from the Government.

(Action: Public Sector banks)

- Set timeline of 31st January 2022 for end to end digitization of all the services to make lending under Government Sponsored Schemes hassle free. Further, lay guidelines for time bound processing of applications.

(Action: IT Department, J&K Govt.)

- Took note of subdued performance of banks in lending under Government Sponsored Schemes/ Programmes, which is aimed at the marginalized sections of the society.

(Action: Member banks & concerned sponsoring agencies)

Dr. G. R. Chintala, Chairman, NABARD laid emphasis on following aspects:

- The Chairman NABARD expressed confidence on the conducive environment and hoped that NABARD shall be able to provide further support through low cost funding especially for development of rural infrastructure and agriculture in UT of J&K.
- Stated that in terms of the vision of Hon'ble Finance Minister, GoI; NABARD as eco-system enabler prepared a five year package of Rs.25,991 Crore for J&K.
- Informed that in association with SKAUST, NABARD is working to develop new crops and practices that will open new avenues in agriculture sector in J&K.
- Endorsing the views of Chief Secretary, J&K Government that floriculture has a huge potential to flourish in J&K, NABARD is looking to develop model schemes to encourage banks to lend to the floriculture activity.
- Stated that arts and crafts of J&K has a global acceptance and there is huge scope for lending to off-farm sector products in J&K. Formation of Off-Farm Producer Organizations (OFPOs) by NABARD shall encourage new people to enter into the arena and be a source of employment generation in J&K.
- Informed that Geographical Indication Tag (GI Tag) facilitated by NABARD for nine products of J&K shall create sustainable employment opportunities for youth of J&K.
- Stated that SHG environment is not picking up in J&K in the manner it should have been. Emphasized that measures should be taken to bring more women under the ambit of SHGs and utilize the benefits of Livelihood Entrepreneurship Development Programme (LEDP) of NABARD which is yielding good results in many parts of the country. Under programme NABARD provides specialized training through master craftsmen besides handholding and opportunities to sell products online.
- Informed that NABARD has formed 26 Farmer Producer Organizations (FPOs) in J&K and there is further scope in this field as J&K produces many specialized products in the agro sector. FPOs have distinction to produce specialized products, process, value, brand and sell them on their own. The formation of FPOs will revitalize the agriculture sector and enhance the credit flow and improve the CD Ratio.
- Stated that RRBs and Cooperative Banks, which have an important role to play in upliftment of rural economy, are not in good shape in J&K and NABARD is already extending support in form of concessional refinance and Special Equity Fund to them. In respect of three Central Cooperative Banks the Government of India, on the recommendations of NABARD, has already worked out a package of around Rs.366 Crore. The GoI has released its share and the funds are lying with NABARD, however, the share of J&K Government is yet to come.

Thereafter, Executive President (J&K UTLBC) started proceedings of the meeting and delivered the Power Point Presentation.

After a threadbare discussion on all agenda points, following decisions were taken:-

AGENDA ITEM NO. SP-01

ACTION TAKEN REPORT ON THE ACTIONABLE POINTS EMERGED DURING THE VISIT OF HON'BLE UNION FINANCE MINISTER, TO UT OF J&K ON 23RD NOVEMBER 2021

Hon'ble Union Finance Minister visited Union Territory of Jammu & Kashmir on 23th November 2021 and inter alia interacted with senior officers of RBI, NABARD and major banks operating in the UT.

The directions given by Hon'ble Finance Minister were reiterated by Chief Secretary J&K Government during **5th Meeting of J&K UTLBC** held on **30th November 2021** and following decisions were taken:

SRL	ACTION POINT	DECISIONS TAKEN IN 5 TH UTLBC	DECISION TAKEN IN SPECIAL UTLBC MEETING
1	Special UTLBC to be convened and Public Sector Banks to present future Plan of expanding their foot print in UT of J&K. Public Sector banks to approach their Boards thereafter for seeking approval for expanding their activities in all the districts of UT of J&K.	The Chair reiterated the directions issued by Hon'ble Finance Minister and directed Public Sector Banks to expand their foot print besides scaling up their credit activities in J&K. The PSBs were directed to prepare the plan in this regard by 31st December 2021 . (Action: Public Sector Banks)	The house was informed that out of 12 Public Sector Banks, only 10 banks have submitted roadmap for expanding foot prints besides scaling up their Credit activities in UT of J&K. Decision ➤ Indian Bank and Indian Overseas Bank were directed to expedite the submission of roadmap to J&K UTLBC (Action: Indian Bank & Indian Overseas Bank) ➤ PSBs to submit the timelines and milestones for implementation of their Plans to J&K UTLBC (Action: Public Sector Banks) ➤ J&K UTLBC to review the timelines and milestones submitted by Public Sector Banks on regular basis besides submitting the progress to RBI. (Action: J&K UTLBC)

SRL	ACTION POINT	DECISIONS TAKEN IN 5 TH UTLBC	DECISION TAKEN IN SPECIAL UTLBC MEETING
2	NABARD to give roadmap for utilization pipeline under all schemes in UT of J&K and prepare projects for better utilization.	The Chief Secretary asked NABARD to prepare a roadmap for utilization pipeline under all Schemes and prepare projects for better implementation by 31st December 2021. (Action: NABARD)	The house was informed that roadmap for utilization pipeline under various NABARD schemes has been prepared by NABARD and submitted to J&K Government on 31st December 2021. Chief Secretary, J&K Government stated that campaign has already started for 2 season-2 crops to increase the intensity in agriculture sector. In terms of up-scaling lending by NABARD from Rs.800 Crore to Rs.1500 Crore Government shall submit the pipeline soon.
3	Each Bank has to bring greater presence of NBFC's/ MFI's they have tied up with elsewhere.	Chief Secretary advised Public Sector Banks to initiate measures to bring more Non-Banking Financial Corporation's (NBFCs) and Micro Finance Institutions (MFIs), having business relations with them outside UT, to J&K. The PSBs were directed to prepare the plan in this regard by 31st December 2021. (Action: Public Sector Banks)	Chief Secretary stated that in view of attractive Industrial package of Rs.28,400 Crore announced by Central Government, J&K Government is envisaging an investment of Rs.50,000 Crore wherein NBFCs and MFIs have important role to play. He also stated that in view of scope for SHGs to flourish in UT of J&K, Government is committed to increase their number and NBFCs and MFIs have a role in this activity also. Decision: ➤ Public Sector Banks to submit precise Plan for bringing more NBFCs and MFIs to J&K (Action: Public Sector Banks)
4	PNB to prepare Plan for ODOP (One District One Product) to be implemented in UT of J&K on the lines of Uttar Pradesh etc. For this J&K Government will provide list of products and	While announcing that agricultural and industrial products for each district have been identified by J&K Government, the Chief Secretary directed Punjab National Bank to take lead in preparing the Plan under One District One Product (ODOP)	The House was informed that concept paper on ODOP finalized by PNB in coordination with Govt. of J&K, Jammu & Kashmir Bank and J&K Trade Promotion organization has been submitted to J&K Government on 15.12.2021.

SRL	ACTION POINT	DECISIONS TAKEN IN 5 TH UTLBC	DECISION TAKEN IN SPECIAL UTLBC MEETING
	framework for each district.	programme by 15th December 2021 in respect of the products already identified by Government. (Action: PNB)	Executive Director PNB gave the detailed Power Point Presentation on ODOP Scheme. The Chief Secretary stated that ODOP Scheme shall be taken forward. He announced the constitution of a three member team to be led by Additional Chief Secretary/ Financial Commissioner Finance with Principal Secretary, Agriculture Production and Farmers welfare and Principal Secretary, Industries & Commerce its members, to draw the roadmap for implementation of ODOP Scheme in J&K.
5	PSL targets to be revisited by PSBs and presented to Special UTLBC/ DFS/ RBI.	The House decided that NABARD will redraw the Priority Sector Lending Targets of Public Sector Banks and prepare the revised Action Plan by 31st December 2021. (Action: NABARD)	The house was informed that meeting was convened by NABARD on 30 th December 2021, wherein the issue of revisiting priority sector targets was discussed in detail. After the detailed deliberations and discussions, there was a general consensus that the potential is available under various priority sectors as identified by NABARD and revision of ACP targets, as recommended by District Consultative Committees (DCCs) of 9 districts, at this juncture will not be of much purpose. The Chief Secretary endorsed the decision of NABARD not to reduce the size of ACP for FY 2021-22. Deputy Governor, Reserve Bank of India stated that Annual Credit Plan is being prepared on the

SRL	ACTION POINT	DECISIONS TAKEN IN 5 TH UTLBC	DECISION TAKEN IN SPECIAL UTLBC MEETING
			<p>basis of bottom-up approach wherein all stake holders are taken on board. The poor performance of banks especially large Public Sector and Private Sector banks under Priority Sector is not acceptable.</p> <p style="text-align: center;">(Action: All Banks)</p> <p>Deputy Governor, Reserve Bank of India further stated that achievement of District Credit Plans should be monitored actively and closely in district level fora and role of Lead District Officers (LDOs) needs to be strengthened.</p> <p>Deputy Governor, Reserve Bank of India also advised NABARD to review and revisit the process of setting up ACP targets based on a rigorous and realistic assessment of credit potential in various sectors through active involvement of banks and other stakeholders. Also directed DCCs to review the distribution of ACP targets among priority and non-priority sectors.</p>

PROGRESS UNDER ATMANIRBHAR BHARAT ABHIYAN

AGENDA ITEM NO. SP-02

- (A) **PROGRESS UNDER GUARANTEED EMERGENCY CREDIT LINE (GECL)-1.0,2.0, 3.0& 4.0**
- (B) **GUARANTEED EMERGENCY CREDIT LINE (GECL)-EXTENSION**

Executive President, J&K UTLBC informed that banks operating in J&K have sanctioned an amount of Rs.1,878.28 Crore in favour of 60,736 beneficiaries, out of which Rs.1,812.66 Crore has been disbursed in favour of 59,143 beneficiaries till 30 November 2021.

Under GECL- 2 and GECL-3, an amount of Rs.105.03 Crore and Rs.34.04 Crore have been disbursed by the banks respectively.

Under GECL-Extension Scheme Banks in UT of J&K have disbursed Rs.43.36 Crore in favour of 674 beneficiaries till 30 November 2021.

Decision: Noted

(C) SPECIAL CREDIT FACILITY FOR STREET VENDORS WITH AN INITIAL WORKING CAPITAL UPTO RS.10,000 and Rs.20,000

The House was informed that upto 15.12.2021, out of 15,531 applications picked up by the banks from the portal, 14,514 applications have been sanctioned and 13,336 cases have been disbursed Credit of Rs.10,000 each under the First Tranche.

Under Second Tranche 398 applications have been picked up by banks from the portal out of which 303 applications have been sanctioned and 217 applications have been disbursed credit of Rs.20,000 each.

Decision: Noted

(D) PROGRESS UNDER OTHER INITIATIVES

(I) PM Formalization of Micro Food Processing Enterprises Scheme (PMFME Scheme):

Executive President, J&K UTLBC informed the House that out of 114 applications uploaded on the Portal, 15 applications have been sanctioned and 84 applications are pending disposal.

(II) Agriculture Infrastructure Fund:

Under the Scheme, out of 23 applications uploaded on the portal, 12 applications have been sanctioned by the banks and 11 applications pending disposal.

(III) Animal Husbandry Infrastructure Development Fund

Under the Scheme, one application picked up from the portal has been sanctioned by J&K Bank.

Decision

- **Concerned Banks were directed to dispose of the pending applications expeditiously and strictly adhere to the stipulated timelines while processing the applications.**

(Action: concerned Banks)

AGENDA ITEM NO. SP-03

Performance of banks under Employment Generation Schemes-Position as on 30.11.2021

The House was informed that against the target of Rs.982.57 Crore covering 42,658 beneficiaries, banks operating in J&K have sanctioned Rs.1,116.36 Crore in favour of 31,482 beneficiaries under various

Employment Generation Schemes, i.e. PMEGP, NRLM, NULM, PMWMY, CCS for Artisans & Weavers and JKREGP. This included Rs.825.89 Crore under PMEGP, Rs.184.33 Crore under NRLM, Rs.37.38 Crore under NULM, Rs.5.75 Crore under PMWMY, Rs. 31.82 Crore CCS for Artisans & Weavers and Rs.31.19 Crore under JKREGP.

The Chair laid emphasis on end to end digitization of all beneficiary oriented schemes in J&K for better tracking of cases and asked the concerned departments and banks to synergize their processes for early results. He impressed upon the Banks to take advantage of the digitization of the land records for extending hassle free credit in J&K.

Decision:

- **Banks to clear the backlog under Government sponsored cases expeditiously and achieve the set target by 31st March 2022.**

(Action: All member Banks)

AGENDA ITEM NO. SP-04

A) MISSION YOUTH PROGRAMME OF GOVERNMENT OF J&K

The House was informed that out of the six schemes approved by Mission youth, following two schemes have been rolled out by J&K Bank:-

- 1) The Livelihood Generation Scheme for Youth-MUMKIN
- 2) Self-Employment Scheme for Women- TEJASWANI-

Under Mumkin and Tejaswani Schemes of Mission Youth, J&K Bank has disbursed credit of Rs.72.00 Crore in favour of 1,065 beneficiaries and Rs.0.11 Crore in favour of 6 beneficiaries respectively.

Decision: Noted

B) SCHEDULE CASTE / SCHEDULE TRIBE /OTHER BACKWARD CLASSES (SC/ST/OBC):

The House noted that against the target of Rs.31.95 Crore for 3,200 beneficiaries, banks in J&K have sanctioned credit of Rs.2.79 Crore in favour of 218 beneficiaries. It was also noted that against the annual target to cover 3,200 beneficiaries, the concerned sponsoring agency has sponsored 492 cases only to various banks upto 30.11.2021. The position was considered by the House as unsatisfactory.

Decision: Noted

C) PROGRESS UNDER KCC SCHEME – UPTO 30.11.2021:

The House observed that 41,411 fresh KCCs were issued under Kissan Credit Card Scheme during the period 01-4-2021 to 30-11-2021. The total number of active KCCs as on 30.11.2021 was 9,53,467, with an outstanding amount of Rs.6,477.97 Crore. 4,633 cases are pending with the banks for disposal.

Decision:

- **The Chief Secretary appreciated the banks for their role in saturating Kissan Credit Card Scheme and advised them to clear the pendency under the scheme by 26th January 2022.**
(Action: All member banks)
- **Awareness to be created among the farmers to use the GSS Helpline (Helpline Number 0194-2502600) already in place for issues / queries regarding the scheme.**
(Action: All member banks)

D) FINANCE TO JOINT LIABILITY FARMING GROUPS (JLGs) OF “BHOOMI HEEN KISSAN”: Position as on 30-11-2021

The House noted that against the target of 4,360 JLGs fixed for FY 2021-22, banks have formed 1,407 JLGs upto 30.11.2021, out of which 1,359 JLGs have been credit linked with an amount of Rs.10.81 Crore.

Decision: Noted

E) PRADHAN MANTRI MUDRA YOJANA (PMMY) - PROGRESS AS ON 30-11-2021

The House was informed that against the target of Rs.3,534.87 Crore for FY 2021-22, banks have disbursed Rs.3,464.39 Crore, constituting 98% of the target in financial terms.

Mr. A. K. Dogra, Director, DFS, MoF, GoI (Nodal Officer of GoI for J&K UTLBC) observed that the quantum of loans disbursed by banks under Shishu Category of PMMY is not consistent with the mandate of the Scheme, as the Scheme mandates that 60% of the total loans disbursed should be made in Shishu category.

Decision:

- **Keeping in view that 60% of the loans under PMMY are to be sanctioned under Shishu category, banks were directed to improve lending under the Shishu category.**
(Action: All Member Banks)

F) STAND-UP INDIA (SUPI) SCHEME:

It was informed that under Stand-up India Programme, against the target of 3,468 cases banks operating in J&K have disbursed an amount of Rs.253.47 Crore in favour of 1,524 beneficiaries

The position was considered by the House as unsatisfactory.

Decision:

- **The chair stressed upon the banks to lay more focus on lending under Stand-up India Scheme and reach out to new SC/ST and Women entrepreneurs so that the benefit of the scheme is percolated to the target group.**
(Action: All Member Banks)

G) PRADHAN MANTRI AWAS YOJANA (CREDIT LINKED SUBSIDY SCHEME- CLSS):

The House noted that against the target of 8,472 cases for FY 2021-22, 379 cases have been sponsored till 30.11.2021 out of which 320 cases amounting to Rs.26.34 Crore have been disbursed. 180 cases amounting to Rs.36.85 Crore have been disbursed directly by the banks under the scheme.

Decision: Noted

AGENDA ITEM NO. SP-05

REVIEW OF SECTOR-WISE/BANK-WISE ACHIEVEMENTS IN LENDING TO PRIORITY/ NON-PRIORITY SECTOR UNDER ACP 2021-22 – AS ON NOVEMBER 30, 2021:

Overview of Credit Disbursements to Priority & Non-Priority Sectors

The House noted that banks in UT of J&K have provided an aggregate credit of Rs.22,379.84 Crore in favour of 7,77,904 beneficiaries against the target of Rs.44,980.57 Crore for 14,97,700 beneficiaries in Priority as well as Non-priority sectors of economy under Annual Action Plan (ACP), 2021-22, registering achievement of 50 % in financial terms and 52 % in physical terms.

Under Priority Sector a credit of Rs.11,824.76 Crore has been extended to 4,95,666 beneficiaries against the target of Rs.35,482.62 Crore for 12,11,772 beneficiaries registering achievement of 33% in financial terms and 41 % in physical terms.

AGENDA ITEM NO. SP-06

A) OVERVIEW OF CREDIT SCENARIO AS ON NOVEMBER 30, 2021.

B) DISTRICTS-WISE CD RATIO.

House noted that Credit Deposit Ratio of banks in J&K has improved considerably from 53.77% as on 31.3.2021 to 56.60% as on 30.11.2021, reflecting growth of 5.27% during the period. It was informed that during the current financial year the number of low CD ratio districts (<40%) has come down from three to one. As on 31.11.2021 only district Jammu in J&K has CD ratio less than 40%.

Since the performance of banks under Annual Credit Plan (Agenda Item No. SP-05) and Overview of Credit Scenario (Agenda Item No.Sp-06) came up for deliberations during the initial addresses of speakers, it was decided to move to the next agenda item.

C) NPAs UNDER AGRICULTURE SECTOR, MSMES SECTOR AND PMMY (MUDRA)

D) NPAs UNDER MAJOR GSS.

The House observed that under Agriculture, MSME and MUDRA, the percentage of NPA as on 30.11.2021 is 9%, 9.65% and 3.69% respectively.

Under various Government Sponsored Schemes i.e. NRLM, PMEGP and NULM the percentage of NPA is 1.83%, 2.40% and 6.40% respectively.

The position of NPA was considered as satisfactory when compared to the industry position of NPAs.

Decision: Noted

(E) FLOW OF CREDIT UNDER CGTMSE/ CGFMU FOR MSMEs

Executive President, J&K UTLBC informed the House that against outstanding credit of Rs.6,407.30 Crore for 3,56,240 MSME beneficiaries with loan upto Rs.10.00 lac, banks have covered 84,762 beneficiaries involving an amount of Rs.1,720.36 Crore under CGTMSE/ CGFMU, thereby covering 27% of the total credit portfolio in financial terms under the Sector.

Decision: Noted

AGENDA ITEM NO. SP-07

EXPANDING AND DEEPENING OF DIGITAL PAYMENT ECOSYSTEM

House was informed that under the Expanding and Deepening of Digital Payment Ecosystem district Srinagar has been identified as one more district in addition to district Samba in UT of J&K in making them 100% digitally enabled.

In respect of district Samba 94% of saving accounts and 96% of business accounts have already been digitally enabled. In respect of Srinagar district which was identified for the programme in the month of September 2021, 72% of saving accounts and 96% of business accounts have been digitally enabled.

Decision: Noted

AGENDA ITEM NO. SP-08

FINANCIAL INCLUSION

(i) Roadmap for opening of banking outlets in 104 identified villages having population over 5000, which are without a branch of Scheduled Commercial Bank.

The House was informed that out of total 104 identified villages, banks have covered 92 villages upto 30.11.2021 and 12 villages are pending coverage in respect of HDFC Bank (5 Villages), Canara Bank and CBI (2 Villages each), SBI, ICICI Bank and UCO Bank (1 Village each).

(ii) National Strategy for Financial Inclusion (NSFI) 2019-24 by Reserve Bank of India – Universal Access to Financial Services:

The House was informed that out of total 147 allocated villages, banks have covered 143 villages upto 30.11.2021 by providing Banking Touch points (Bank Branch/BC/IPPB outlets) within a radius of 5 kms of every village.

Presenting the details in respect of 4 pending villages, J&K Bank informed that village Deharna District Kishtwar has been covered by BC mode and in respect of remaining three villages, BCs have been engaged. Bank has initiated the process of installing VSAT's at the BC locations, in view of non-availability of connectivity.

Decision:

- **The Chief Secretary directed the concerned banks to open Banking Touch Points by 31st March, 2022**

(Action: Concerned Banks)

AGENDA ITEM NO. SP-09

SCALING UP OF CENTRE FOR FINANCIAL LITERARY (CFL) PROJECT:

In terms of directions of RBI **48 CFLs** are to be established in UT of J&K with 27 CFLs by J&K Bank and 21 CFLs by SBI in the identified/ allocated blocks, in association with specified NGO namely CRISIL Foundation, Mumbai.

House was informed that so far J&K bank and SBI have established 22 and 17 CFLs respectively.

In respect of remaining 5 Blocks allocated to J&K Bank, the premises has been identified for establishing the CFL and signing of rent deeds is under process, whileas in respect of remaining 4 Blocks allocated to SBI the process of identifying the premises for establishing the CFLs is under process.

Decision: Noted

AGENDA ITEM NO. SP-10

FINANCIAL LITERACY INITIATIVES BY FLCs IN UT OF J&K:

The House was informed that 31 Financial Literacy Centres (FLCs) operated by J&K Bank, SBI, PNB, JKGB, EDB and JKSCB in J&K have conducted 1,531 financial literacy camps against the target of 1,736 camps during the period 1st April 2021 to 30th November 2021. It was noted that SBI and PNB have 6 and 3 FLCs respectively without Financial Literacy Counsellors.

Decision:

- **The chair directed State Bank of India and Punjab National Bank to engage Financial Literacy Counselors at vacant locations immediately**

AGENDA ITEM NO. SP-11

PERFORMANCE OF RURAL SELF-EMPLOYMENT TRAINING INSTITUTES (RSETIs)

The House noted that the RSETIs in all the districts of UT of J&K have conducted 111 skill development programmes in which 2,366 persons were imparted training

Allotment of Land by Government for creating infrastructure for RSETIs:

Executive President, J&K UTLBC informed the House that out of 20 RSETIs operating in UT of J&K, land has been allotted by the Government in 16 districts for construction of buildings and lease deeds

have been executed in most of the districts. In respect of the remaining districts, allotment of land by the Government is under process.

Decision: Noted

AGENDA ITEM NO. SP-12

PROGRESS UNDER PRADHAN MANTRI JAN DHAN YOJANA (PMJDY) – ISSUANCE OF RUPAY DEBIT CARDS TO PMJDY ACCOUNT HOLDERS-

Progress achieved by banks in having opened 26.03 Lac PMJDY Accounts in J&K upto 30.11.2021 was taken on record. It was observed that 17.67 RuPay Debit Cards were issued by banks, which constitute 68% of the total PMJDY accounts opened till 30.11.2021.

Decision: Noted

AGENDA ITEM NO. SP-13

PRAGATI (PRO-ACTIVE GOVERNANCE AND TIMELY IMPLEMENTATION) MEETING: REVIEW OF SOCIAL SECURITY SCHEMES – PMJJBY, PMSBY & APY:

The House was informed that against the target of 17.19 Lac and 6.51 Lac enrolments, banks have enrolled 10.11 lac and 4.41 lac beneficiaries under PMSBY and PMJJBY respectively upto 30.11.2021.

Under Atal Pension Yojana (APY), against the annual target of 87,800 enrolments for FY 2021-22, banks in J&K have sourced 13,255 accounts, taking the total number of APY Accounts sourced from inception upto 30.11.2021 to 1,01,945.

Decision: Noted

AGENDA ITEM NO. SP-14

STATUS OF BUSINESS CORRESPONDENTS / BANK MITRAS IN UT OF J&K:

The House was informed that banks have engaged a total of 2,788 Business Correspondents (BCs)/ Bank Mitras, against which 2,280 BCs were active and Micro ATMS and AEPS (Aadhaar Enabled Payment Systems) devices have been provided to 2,346 and 2,594 BCs respectively.

Decision: Noted

INTERVENTION BY OTHER MAJOR BANKS

MD SBI, MD & CEO HDFC Bank, ED ICICI Bank, ED PNB, MD & CEO Yes Bank, MD & CEO Indian Post Payment Bank, SVP Axis Bank, shared their roadmap for UT of J&K with special emphasis on the directions given by Hon'ble Finance Minister, GoI during her recent visit to J&K. They assured the Chair that efforts shall be made to improve their foot prints besides scaling up credit activities in UT of J&K.

The meeting ended with a vote of thanks to the Chair presented by Chief General Manager State Bank of India Anukool Bhatnagar,.

Annexure-A
List of Participants
Special Meeting of J&K UTLBC held on 07.01.2022

<u>S.No.</u>	<u>Name</u>	<u>Designation /</u>	<u>Department/ Organization</u>
<u>In the Chair</u>			
1)	Dr. A. K. Mehta (IAS)	...	Chief Secretary, J&K Government
2)	M. K. Jain	...	Deputy Governor, Reserve Bank of India
<u>Convenor, J&K UTLBC</u>			
3)	Baldev Prakash	...	MD & CEO, J&K Bank
<u>Government of India</u>			
4)	A. K. Dogra	...	Director, DFS, Ministry of Finance, GoI
<u>Government of J&K</u>			
5)	Atal Dulloo (IAS)	...	Addl. Chief Secretary/ Financial Commissioner, Finance
6)	Navin K. Choudhary (IAS)	...	Principal Secretary, Agriculture Prod./Farmers Welfare
7)	Sarita Chauhan (IAS)	...	Commissioner Secretary, Labour & Employment
8)	Mandeep Kaur (IAS)	...	Commissioner Secretary, RDD & PR
9)	Vijay Kumar Bidhuri (IAS)	...	Commissioner Secretary, Revenue Deptt.
10)	Sushma Chauhan (IAS)	...	Administrative Secretary, Planning, Dev. & Monitoring
11)	M. Y. Ittoo	...	DG Budget/ Mission Director PMJDY
12)	Anoo Malhotra	...	Director, Industries & Commerce (Jammu)
13)	Ishfaq Pakchiwal	...	Director Planning HUDD
14)	Manoj Kumar Pandit	...	Special Secretary, Law Department
<u>Reserve Bank of India</u>			
15)	Sonali Sen Gupta	...	CGM-in-Charge, FIDD, C.O Mumbai
16)	Kamal P. Patnaik	...	Regional Director for J&K, R. O. Jammu
17)	Kaya Tripathi	...	CGM, FIDD, C.O Mumbai
18)	Sujata Lal	...	GM, FIDD, C. O. Mumbai
19)	Sandeep Mittal	...	General Manager (FIDD), R. O. Jammu
<u>NABARD</u>			
20)	G. R. Chintala	...	Chairman
21)	A. K. Sood	...	Chief General Manager R. O. Jammu
<u>Convenor Bank (J&K Bank)</u>			
22)	Sunil Gupta	...	Executive President, J&K UTLBC
23)	Rakesh Koul	...	President, J&K UTLBC
24)	Manju Gupta	...	Vice President, J&K UTLBC
25)	Rafi Ahmad Mir	...	AVP (Lead Bank/J&K UTLBC)
26)	Aftab Shalla	...	Incharge, GSGD

Public Sector Banks

- 27) Ashwani Bhatia ... MD (CB & GM) State Bank of India
28) Swarup Kumar Saha ... ED, Punjab National Bank, Srinagar
29) Ajay Vyas ... ED, UCO Bank
30) Vijay Kumar ... GM, UCO Bank
31) Sukh Dev Singh ... DGM, UCO Bank
32) Vivek Wahi ... ED, Central Bank of India
33) A. Manimekhalai ... ED, Canara Bank
34) Brij Mohan Sharma ... Executive Director
35) Raghavendra V Kollegal... ED, Punjab & Sindh Bank
36) Vikramaditya Singh Khichi... ED, Bank of Baroda
37) Rajneesh Karnatak ... ED, Union Bank of India
38) M Karthikeyan ... ED, Bank of India
39) S C Mohanta ... GM, Indian Overseas Bank
40) V. Kamble ... GM Planning, Bank of Maharashtra
41) Ashwani Kumar ... ED, Indian Bank

Private Sector Banks

- 42) Sashidhar Jagdishan ... MD & CEO, HDFC Bank
43) Sandeep Batra ... ED, ICICI Bank
44) Prashant Kumar ... MD & CEO, Yes Bank
45) Rakesh Sharma ... MD & CEO, IDBI
46) Chandra Shekhar Ghosh... MD & CEO, Bandhan Bank
47) Sumant Kathpalia ... MD & CEO, IndusInd Bank
48) Ramaswamy Meyyappan... Chief Risk Officer, IndusInd Bank
49) Ashutosh Khajuria ... ED, Federal Bank
50) Thomas Joseph K ... Executive Vice President, South Indian Bank
51) Vinjamuri Sriram ... Sr. Vice President, Axis Bank
52) Munish Sharda ... Group Executive, Axis Bank
53) T V Sudhakar ... President and Chief Compliance Officer, Kotak Mahindra Bank
54) Raghavendra Singh ... President, Kotak Mahindta Bank

Regional Rural Banks

- 55) Sudhir Gupta ... Chairman, J&K Grameen Bank
56) Arshad-ul-Islam ... Chairman, Ellaquai Dehati Bank

Co-Operative Banks

- 57) Mohammad Latief Dar ... MD, J&K State Coop. Bank

India Post Payments Bank (IPPB)

- 58) J Venkatramu ... MD & CEO

Other Institutions

- 59) Chandra Shekhar Thanvi... Chief General Manager, SIDBI
