

**Agenda / Background Papers  
for  
the meeting of Sub-Committee of SLBC on  
Relaxation to Trade & Industry in J&K State**

1. Reserve Bank of India on appreciating the difficulties expressed by Customers / Borrowers of the banks in obtaining normal banking facilities in the State of Jammu and Kashmir due to abnormal situation extended some concessions / relaxations to customers in the State in respect of Trade and Industry as laid down in their Circular No. DBOD.No.BP.BC.77/21.04.012/2003-04 dated April 21, 2004 (copy enclosed for ready reference), which are renewed on yearly basis on the recommendations of SLBC Sub-Committee on Relaxation to Trade & Industry in J&K State. The last such extension was conveyed by Reserve Bank of India vide their Circular bearing **RPCD (JMU) No.2024/03.01.17(A)/2007-08 dated June 6, 2008 (copy enclosed)**, which is due to expire on **31<sup>st</sup> of March 2009**.

As the presently in vogue extension in the period of package of concessions / relaxations to Trade & Industry in J&K State is expiring by the end of March 2009, the house is requested to review the position and consider further extension or otherwise of concessions/ relaxations to Trade & Industry in the State beyond 31<sup>st</sup> March 2009.

2. **Points referred by Kashmir Chamber of Commerce & Industry vide their letter No.KCC&I/Com.-23/3491 dated February 16, 2009 (copy enclosed):**
  - a) Lending to MSMEs under Credit Guarantee Fund Scheme (CGFS);
  - b) Implementation of Circular No. RBI-2008-09/340 issued vide RBI DBOD-BP No.104/21.04.132/2008-09 dated 02.01.2009 regarding "Prudential Guidelines on Restructuring of Advances by Banks (copy enclosed) in J&K State;
  - c) Relaxation to trade and industry for 10 years;
  - d) Revival & Rehabilitation models of KCC&I for sick units;
  - e) Specific models of increase in financing of different sectors of our economy particularly handicrafts/ handloom.
3. Any other point with the permission of the Chair.

Encls: **5**