



State Level Bankers' Committee

69th Meeting

15th June, 2006

Convenor:

•The Jammu and Kashmir Bank



Structure of presentation:

- Overview of Credit off-take
- Performance Overview: Financial Year 05-06
- Priority Sector Credit Composition:
 - Spaces (Regions)
 - Sectors
 - Service Providers (Banks)
 - Sponsored Schemes



Overview of Credit off-take



J&K : Credit size & Mix

Size:

• **Total Credit** = **Rs 2,077 crore**

Form:

• **Priority** = **Rs 1,167 crore**

• **Non Priority** = **Rs 910 crore**

56% is directed lending or priority sector lending



Intra J&K : Credit Distribution

- Total Credit = Rs 2,077 crore
- Jammu = Rs 875 crore
- Kashmir = Rs 1,165 crore
- Ladakh = Rs 37 crore



Credit : Distribution Matrix

Rs in Crores

Region	Priority	Non-Priority	Total
Kashmir	539 (46%)	626 (54%)	1165 (56%)
Jammu	604 (69%)	271 (31%)	875 (42%)
Ladakh	24 (64%)	13 (36%)	37 (2%)
Total	1167 (56%)	910 (44%)	2077



Performance Analysis of Priority Sector Lending: 05-06



Performance Review: Financial

Annual Action Plan: 2005-2006

- Target : = Rs 1076.73 Crores
- Achievement: = Rs. 1167.94 Crores
- Percentage Achievement = 108% (115% PY)
- **In financial terms, targets are generally over-achieved.**



Performance Review: Physical

Annual Action Plan: 2005-2006

- Target : = 2,30,905 beneficiaries
- Achievement: = 80,125 beneficiaries
- Percentage Achievement = 35% (33% PY)

In physical terms targets are never achieved



Sectoral credit: Target v/s Actual

TARGET

- Agriculture : Rs 352.47 cr
- Industry : Rs 232.92 cr
- Services : Rs 491.33 cr

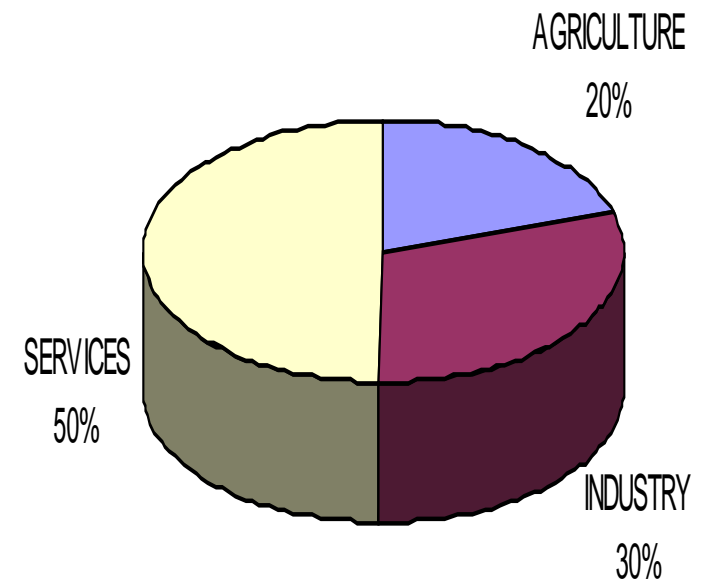
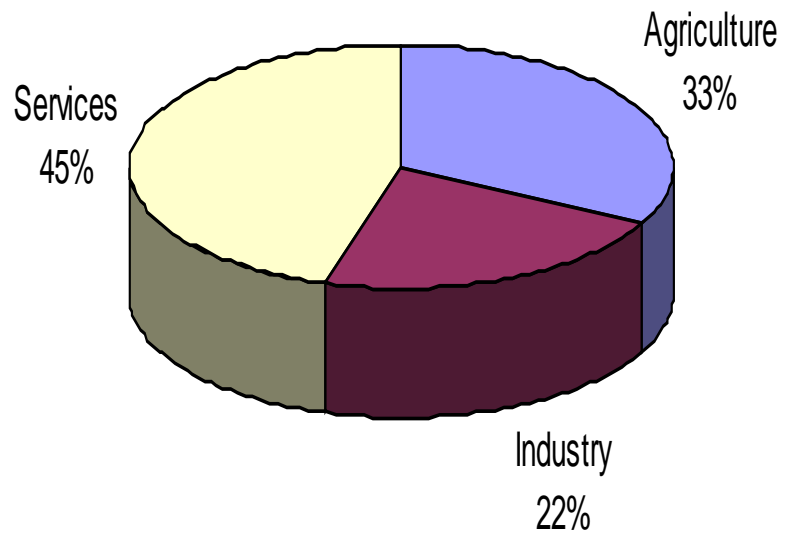
Total : Rs 1076.33 cr

ACHIEVEMENT

- Agriculture : Rs 238.34 crore
- Industry : Rs 350.22 crore
- Services : Rs 579.37 crore

Total : Rs 1167.94 crore

Sectoral Credit : Target v/s Actual





Regional Credit: Target v/s Actual

TARGET

- Kashmir : Rs 637.41 cr
- Jammu : Rs 420.94 cr
- Ladakh : Rs 18.38 cr

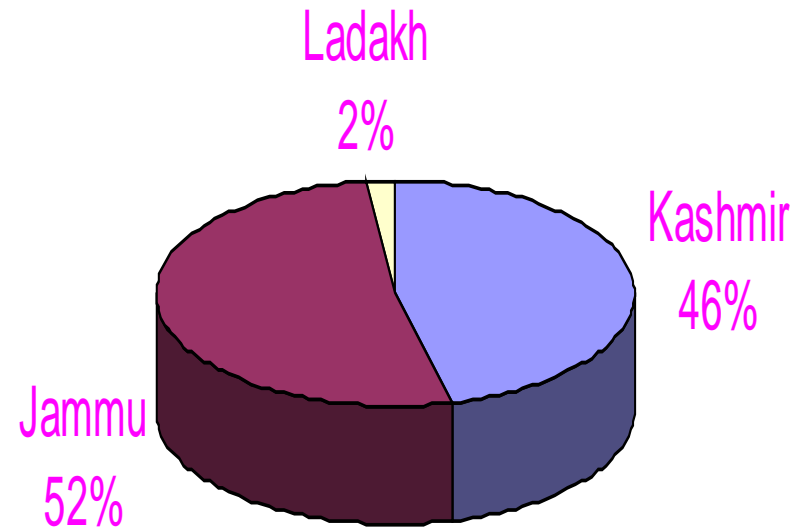
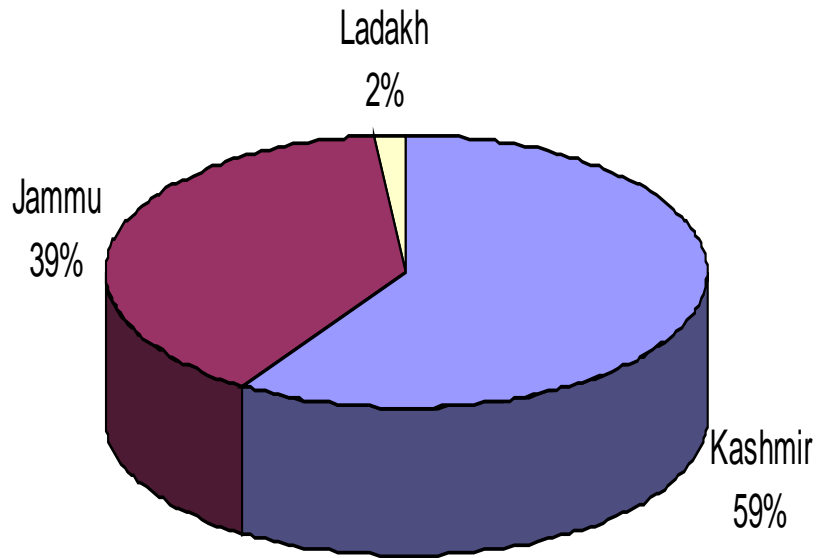
Total : Rs 1076.33 cr

ACHIEVEMENT

- Kashmir : Rs 539.21 crore
- Jammu : Rs 604.90 crore
- Ladakh : Rs 23.82 crore

Total : Rs 1167.94 crore

Credit By Region : Distribution





Region-wise Sectoral Deployment

	Agriculture	Industry	Services	Total
Kashmir	167.35	109.81	262.84	539.21
Jammu	69.89	239.71	295.30	604.90
Ladakh	1.10	1.50	21.23	23.93
Total	238.34	350.22	579.37	1167.94



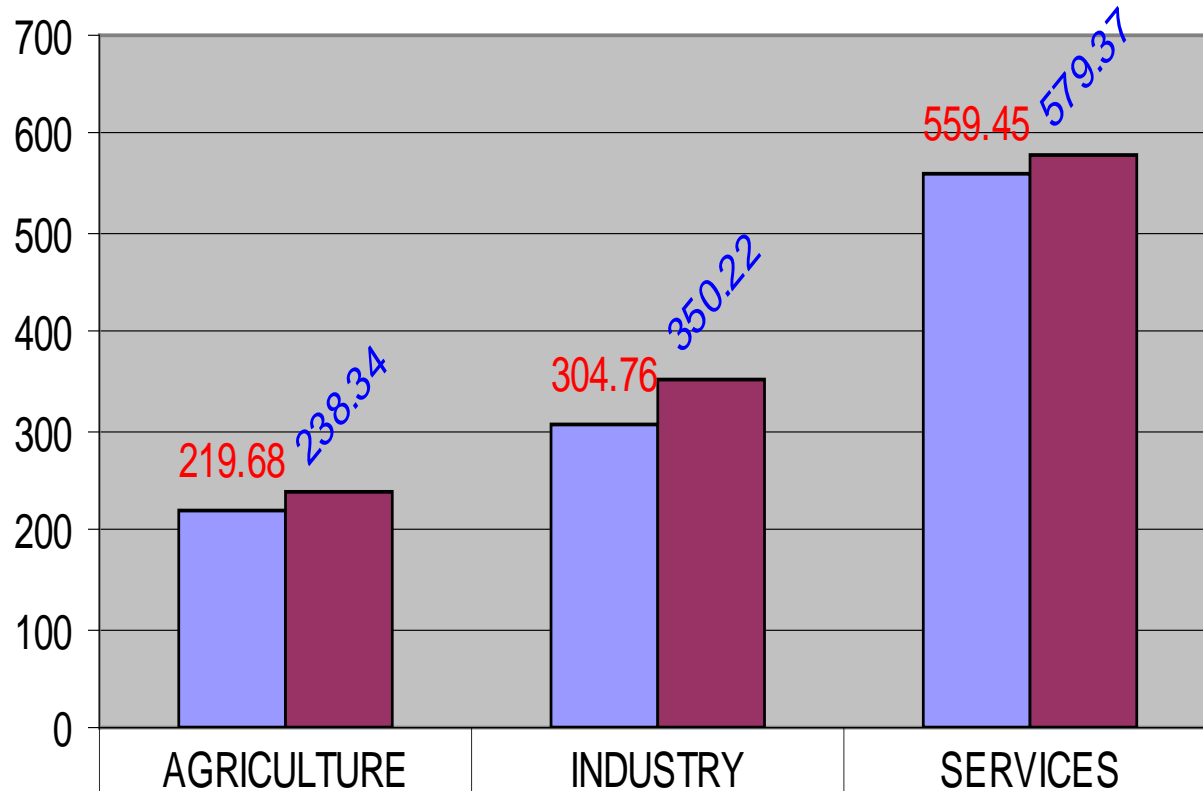
Achievement Matrix %

	Agriculture	Industry	Services	Total
Kashmir	70.59	85.21	96.47	84.59
Jammu	61.99	233.07	143.81	143.71
Ladakh	41.67	69.77	156.10	129.60
Total	68	150	118	108



Credit By sector—YoY Growth

Rs. In Crores

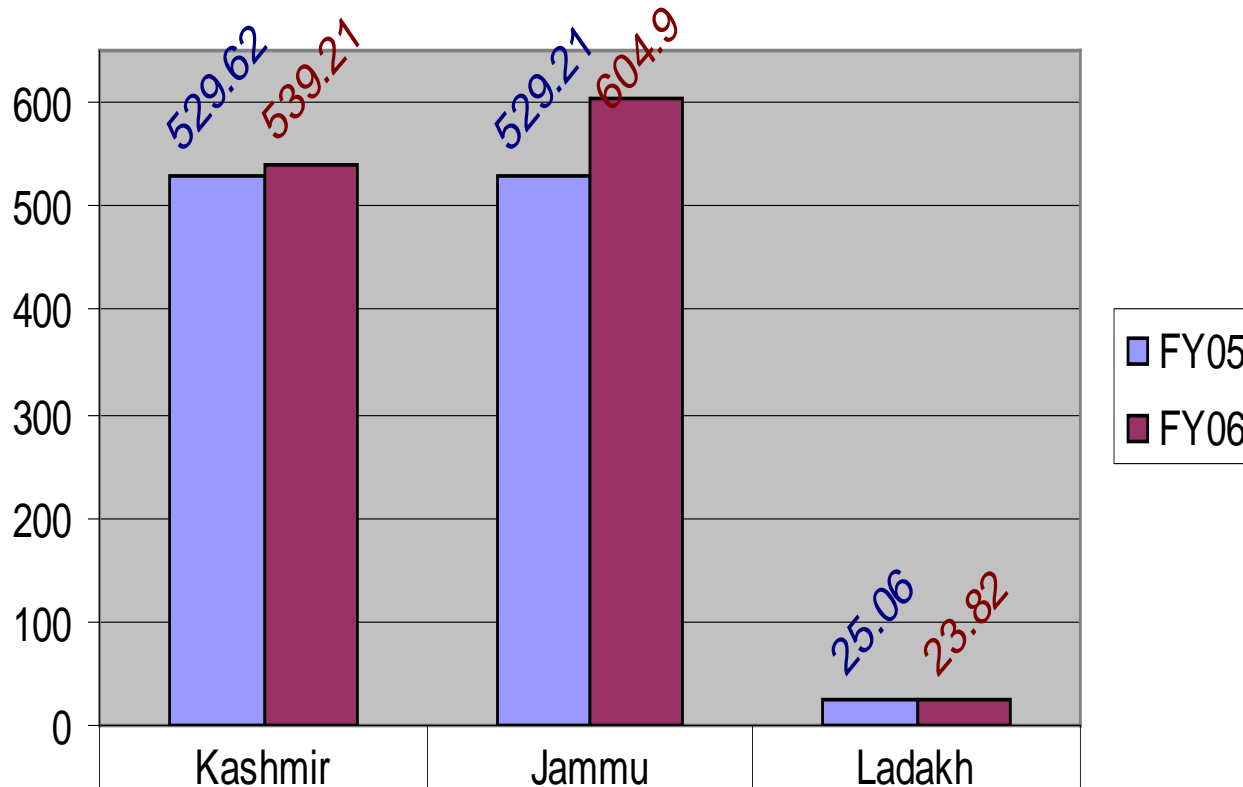


SECTOR	YoY GROWTH%
AGRICULTURE	8.5
INDUSTRY	14.9
SERVICES	3.6

	AGRICULTURE	INDUSTRY	SERVICES
FY05	219.68	304.76	559.45
FY06	238.34	350.22	579.37



Credit by Region---YoY Growth



FY05	529.62	529.21	25.06
FY06	539.21	604.9	23.82

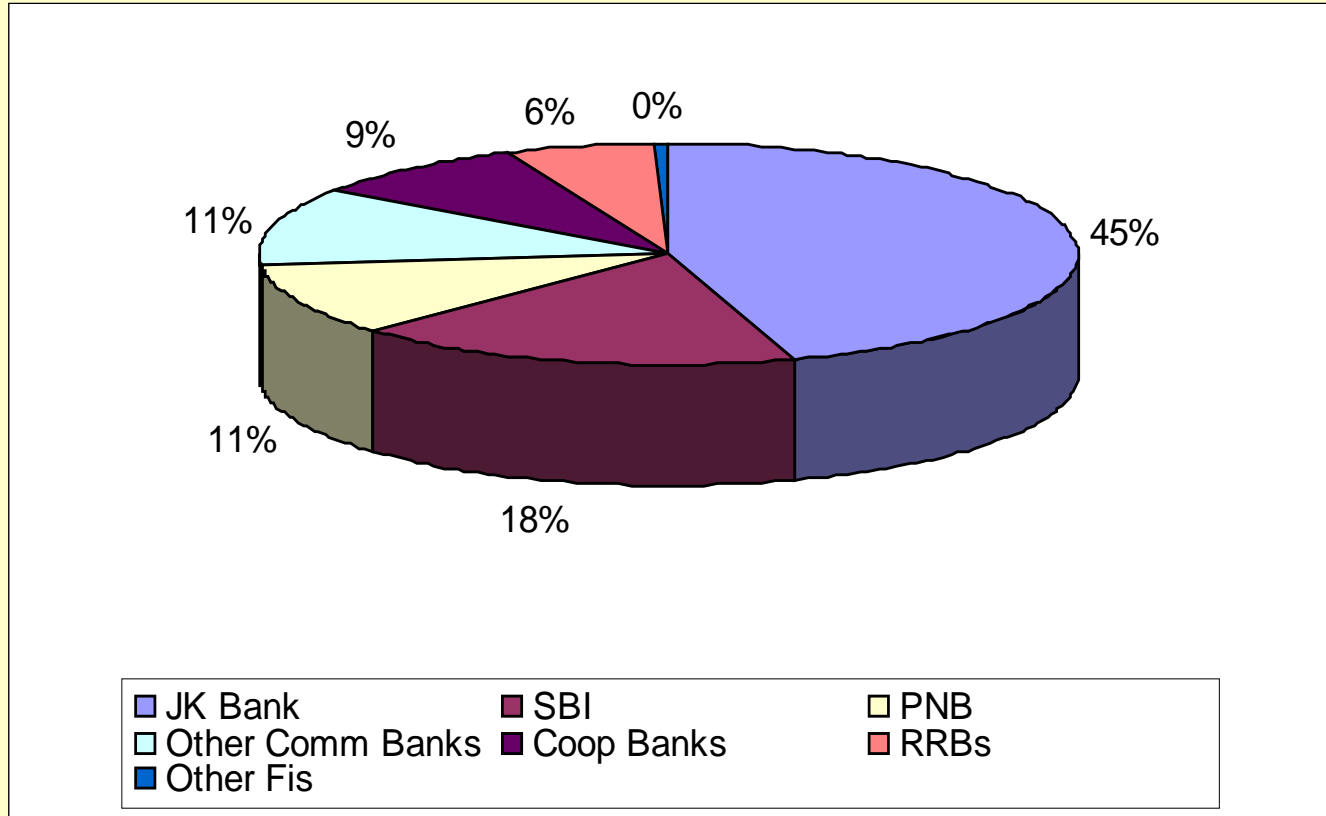
Region	YoY Growth
Kashmir	1.80%
Jammu	14.30%
Ladakh	-4.90%



Credit by Institution

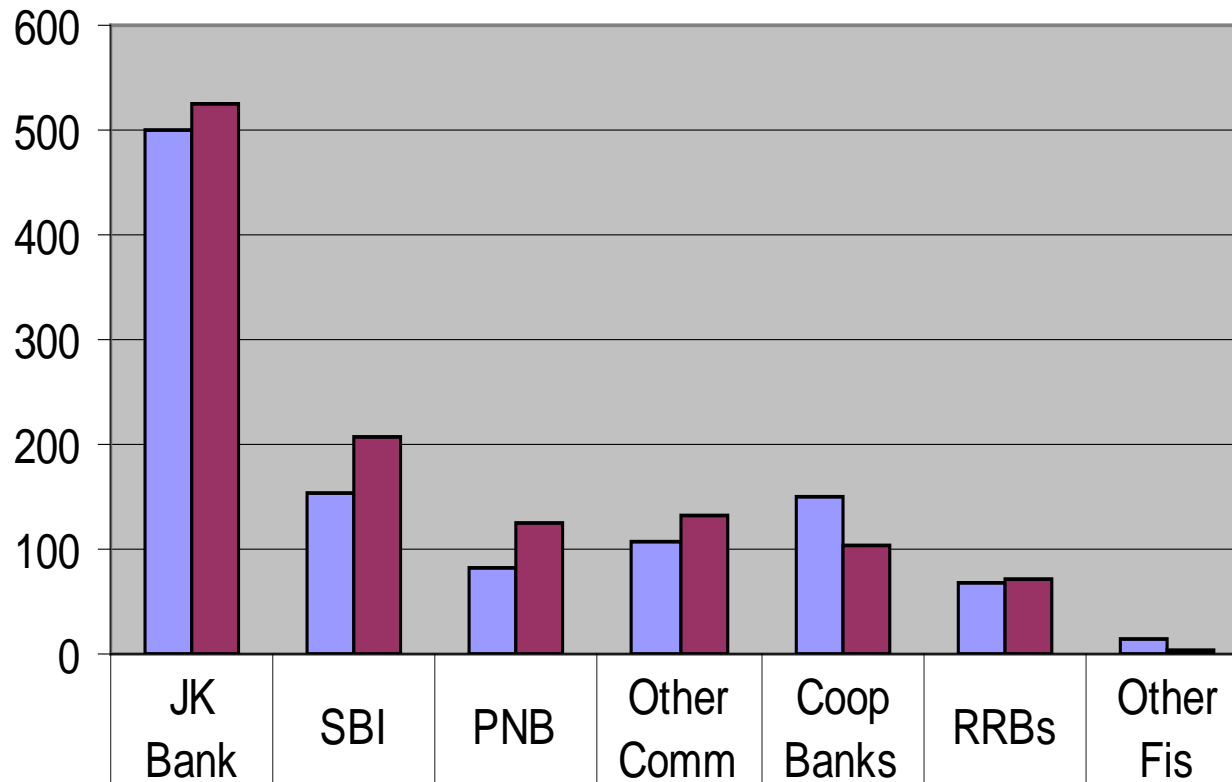
RS in Crores

JK Bank	524.37
SBI	208.14
PNB	125.35
Other Comm Banks	132.07
Coop Banks	102.7
RRBs	70.41
Other Fis	4.89





Service Providers: Performance



■ Target

■ Achievement

500.72

155.11

80.42

108.89

149.32

66.37

15.89

524.37

208.14

125.35

132.07

102.7

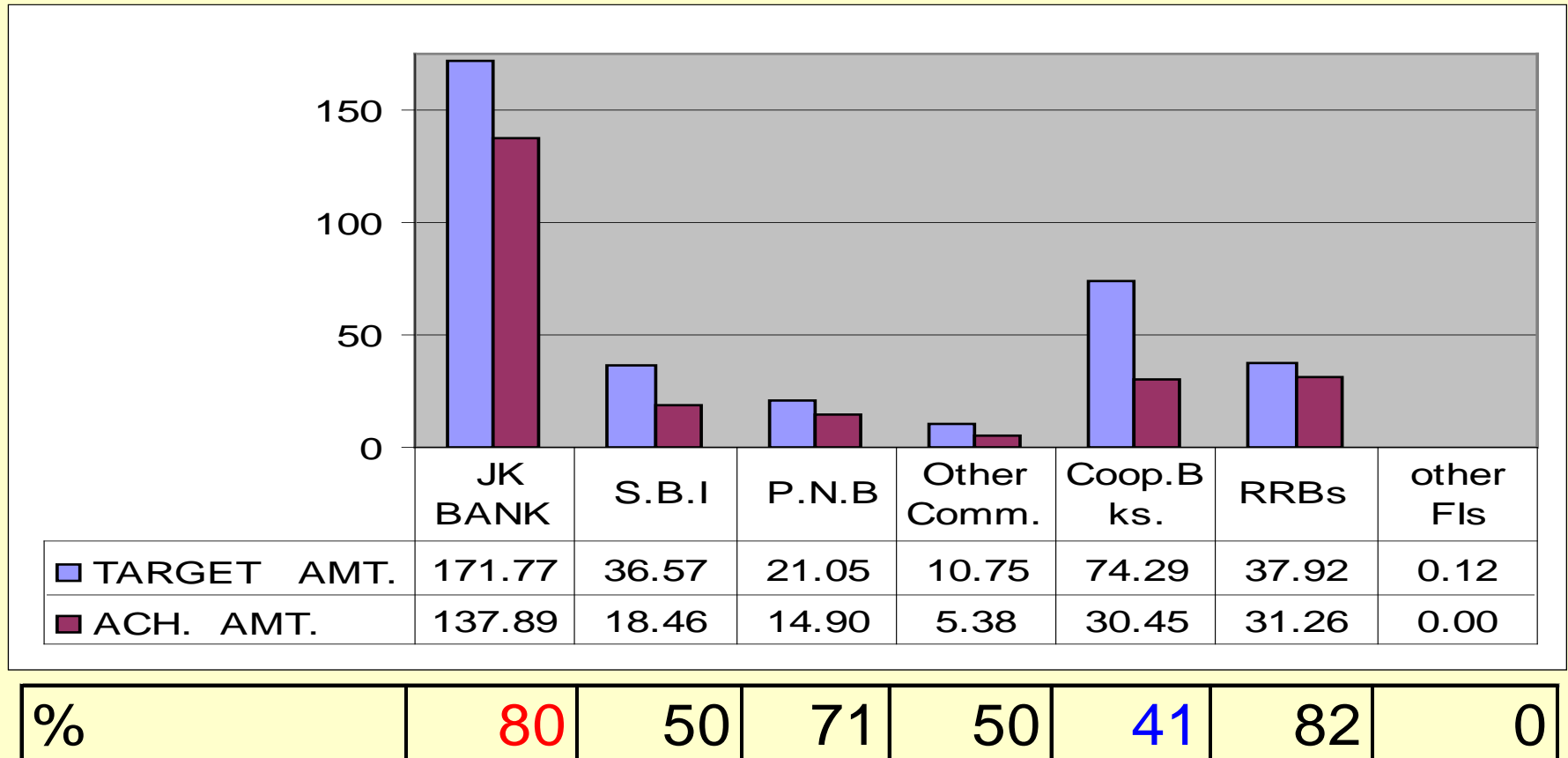
70.41

4.89

	Achievement(%)
JK Bank	104.72
SBI	134.19
PNB	155.87
Other Comm Banks	121.29
Coop Banks	68.78
RRBs	106.09
Other Fis	30.77

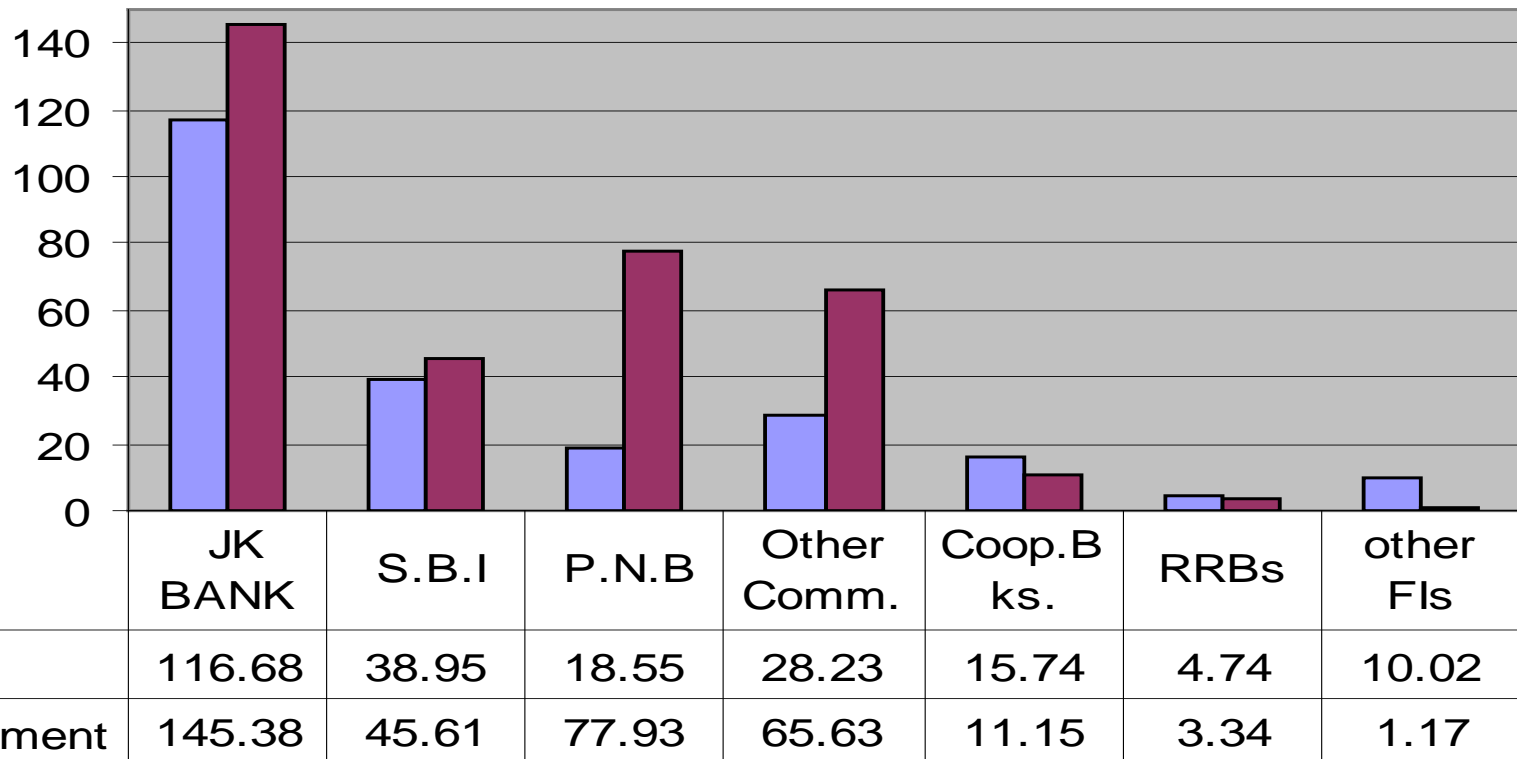


Banks performance : Agriculture





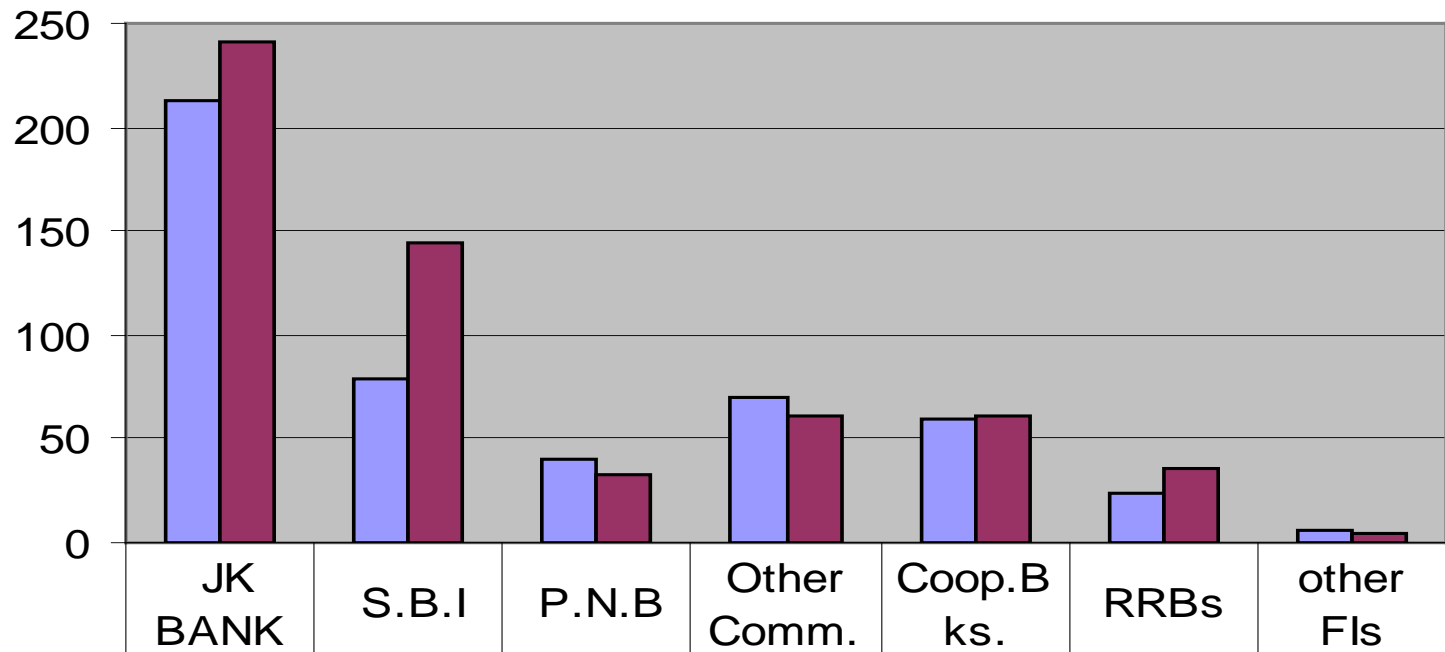
Banks performance : Industry



% Achievement	125.00	117.00	420	232.00	71	70.00	12
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Banks performance : Services

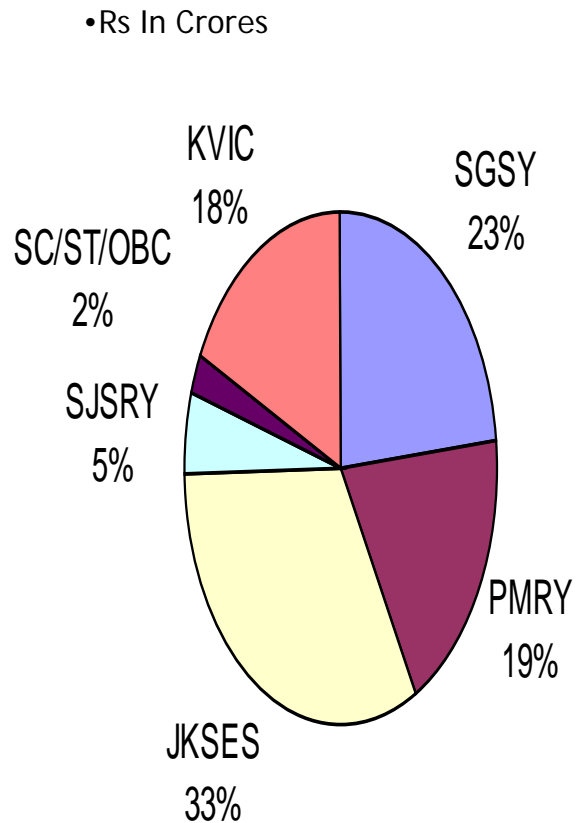


Target	212.27	79.58	40.82	69.91	59.29	23.70	5.748
Achievement	241.09	144.08	32.52	61.06	61.09	35.81	3.72

Achievement %	114	181	80	87	103	151	65
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Sponsored Schemes:

Credit disbursement through Six Major schemes



Achievement In Percentage

- SGSY : 54%
- PMRY: 49%
- JKSES: 44 %
- SJSRY : 33%
- KVIB : 37%
- SC/ST/OBC :31%



Sponsored Schemes—Service Providers

RS in crores

	SGSY	PMRY	JKSES	SJSRY	SC/ST	KVIC	Total
JKB	8.92	10.47	20.23	2.48	0.74	8.99	51
SBI	4.07	5.08	6.87	1.12	0.38	4.14	21
PNB	1.34	1.93	3.70	0.84	0.27	2.05	22
Other Comm Banks	0.30	1.00	1.69	0.93	-	0.53	4
RRBs	3.21	-	-	-	0.40	2.09	5
Coop Banks	5.10	-	-	0.05	0.56		5
Total	23.50	18.65	32.49	5.42	2.45	17.79	100



Sponsored schemes : Poor track record

Scheme	Balance Outstanding	NPA	NPA %
SGSY	21.93	4.70	21.41
PMRY	35.43	11.54	32.58
JKSES	49.62	10.25	20.65
SJSRY	9.91	4.15	41.89
SC/ST	2.76	1.14	41.41
KVIB	10.21	0.54	5.32
OTHERS	19.71	4.08	20.70
TOTAL	149.57	36.41	24.43

The Bank as a whole has NPAs equaling
2.51% Only



Issues:

- Financial targets are met, but not the physical ones : need to relook the implied ticket size of loans
- Regional Target allocation is at variance with the Achieved allocation : Distortionary impact has to be reduced
- Allocation for agriculture never met; diverted to industry; need to examine lending forms
- Sponsored schemes: Need to work out a new mechanism



Thank You