

State Level Bankers Committee C G , Raipur

54th SLBC Meeting at Mantralay , Naya Raipur Dated 03.07.2014

Minutes of Meeting

The 54th Meeting of the State Level Bankers' Committee (SLBC) , was held on 03.07.2014 at Mantralay , Mahanadi Bhavan , Naya Raipur to review the performance of the Banks in Chhattisgarh for the quarter ended March 2014.

ITEM NO. 1: WELCOME OF PARTICIPANTS BY THE CONVENOR

Meeting was presided over by Shri Vivek Dhand , The Chief Secretary , Government of Chhattisgarh, in the presence of Shri Gautam Sengupta , Convener SLBC & General Manager State Bank of India , Network III, LHO Bhopal and Shri Shashank Saxena, Economic Advisor, DFS , MoF, GoI.

Other dignitaries present on the dias were Shri D S Misra, ACS (Finance) , Shri M K Raut, Principal Secretary , Panchayat and Grameen Vikas ,Shri N K Aswal Principal Secretary SC & ST , Govt of C G, Shri Akshay Kumar Sahu Chief General Manager NABARD , Dr Sanjeev Sharma General Manager & OIC R B I and and Smt Rashmi Prasad , Dy. General Manager , State Bank of India, Administrative Office Raipur.

Senior officials of Member Banks, and Senior officials and Heads of the various Departments of C G State Government were also present.

ITEM NO. 2: ADOPTION OF THE MINUTES OF 53rd SLBC MEETING

The Convenor,SLBC informed the house that the minutes were circulated to all concerned, by the SLBC cell. Amendments received from RBI have been incorporated. No further suggestions/amendment were requested/made. The house adopted the minutes of 53rd SLBC meeting. The Action Taken report was discussed along with the agenda items.

ITEM NO. 3 : FOLLOWING ACTION POINTS EMERGED DURING THE 54th SLBC MEETING

As discussed in 53rd meeting the Government Sponsored Schemes portion has been brought in the beginning . The Chief Secretary Shri Vivek Dhand sought clarification/ details from the departments of KVIB, KVIC and DIC which look after the PMEGP Scheme. The Dy General Manager & Convener SLBC Smt Rashmi Prasad said that the sanctions and disbursements depend on receiving of cases by Branches, therefore without waiting for targets to come from sponsoring agencies , the agencies should start sending the cases to Banks, so that the cases are not pushed to the last quarter of the year. The Chief Secretary instructed Banks to make timely disbursements in PMEGP cases and it was decided by the house that the cases either be sanctioned and disbursed or returned to the agencies promptly. The details of the cases approved by DTFC and sent to Branches should be advised to LDMs for better follow-up.

The Principal Secretary (Panchayat and Grameen Vikas) Shri M K Raut proposed that a Sub Committee of SLBC can be formed that will meet on monthly basis to discuss various issues of GSS. The General Manager & OIC of Reserve Bank of India Dr Sanjeev Sharma expressed similar views regarding separate Sub Committees as per RBI Circular, and that in SLBC meeting all the members or their representatives need not come. The recommendations of the sub committee be provided to all . Director Industries Smt Shruti Singh said that the remaining amount should be disbursed in PMEGP cases as the mandatory requirement for EDP training has been waived. She also said that an action plan for current year can be drawn after allotment of target by sponsoring agencies. After a long discussion a decision was taken that one Sub Committee will be formed under the Chairmanship of Development Commissioner, who will call monthly meeting and all the Senior Bank officials , LDMs & senior Government officials will attend the meeting of Sub Committee.

The Chief Secretary also advised the house that, while preparing the minutes the names of all the nodal officers should also be mentioned in it. Dy General Manager & Convener endorsed the proposal and said unless the names of nodal officers of Banks are provided to SLBC, they will not be called for meeting.

Chief General Manager NABARD Mr Akshay Kumar Sahoo, presenting the analysis of KCC data , wanted to know the number of active KCC accounts. Keeping KCC accounts active is more important than only sanctioning the KCC. Average size of a loan is very small. Shri Shrivastava of Co-Operative Deptt. advised the house that the scale of finance has been increased recently. Convener SLBC raised the issue of difficulty

experienced in agriculture recovery by the member Banks due to change in process last year of paddy procurement. The procurement amount was paid exclusively to Cooperative Banks & there was no provision in the software to include names / accounts numbers of other Banks. This will lead to slower disbursements this year. The ACS (Finance) Shri Mishra also endorsed this requirement of level playing field & instructed the Cooperative Department to arrange accordingly.

The Chief Secretary said the NRLM is the flagship programme for poverty eradication and it should be given more attention. ACS Shri Misra said that in a recent survey by the Collector on chit fund companies, they approach for micro finance. There is a need to sensitize the Bankers regarding increasing penetration of NBFCs in CG. They are able to harness the potential of finance on micro level. The Convener SLBC mentioned the requirement of implementing financial inclusion & SSA in a mission mode by August 2015.

A general issue was raised by LDM Gariaband, that ACP targets given to Districts by NABARD have been given very high and are not realistic. The growth target has been given over last year's projections & not actuals. CGM NABARD intervened and told the house that in line with the Union Budget, targets have been allotted for CG. The credit planning process should be understood in a right perspective in the district. He said that the target data is discussed at different meetings and different levels, hence any observations should have been raised in those forums. He however agreed that the process will be looked into separately with RBI in a small team.

Convener SLBC appraised the house in respect of good progress in construction of Buildings of RSETI. One was completed & Six were under construction. She also suggested that neighboring districts may be allowed to sponsor cases to RESETIs located in other districts. CS advised that land was allotted to Janjgir for RSETI.

The actionable points raised in the meeting are mentioned hereunder point wise :

1	Review of GSS
1.1	<p>Action Point - PMEGP cases should be sent in first half of the financial year also, to avoid rush at the year end.</p> <p>Action : Sponsoring Agencies.</p>
1.2	<p>Action Point : For disbursement of balance amount in PMEGP training is no longer mandatory and may be disbursed by Banks. Government to provide Circular to enable SLBC Secretariat appraise all Banks accordingly..</p> <p>Action : KVIC/KVIB/DIC</p>
1.3	<p>Action Point – Disposal of the cases i.e. either Sanction or Return if cases are not viable they should be returned immediately.</p> <p>Action : All Banks</p>
1.4	<p>Action Point: The list of Sponsored Cases should be provided to LDMs so that a more effective follow-up can be done at district level.</p> <p>Action : Sponsoring Agencies.</p>
1.5	<p>Action Point : Sponsoring agencies may sponsor cases as per Bank wise target allotted by the LDMs, who allocate targets as per the presence of Banks in these districts.</p> <p>Action : Sponsoring Agencies /LDMs.</p>
1.6	<p>Action Point : In the minutes of the meeting the names of the Nodal officers of all the Banks should be incorporated. Those Nodal officers whose names come to SLBC, shall be called in the SLBC sub committee meeting.</p> <p>Action : SLBC Sectt. / All Banks.</p>
1.6	<p>Action Point : Amount of Subsidy is lying idle / undistributed to the borrower in cases of Antyvyavsaayee and Antyoday scheme borrowers. Department of finance will look in to the matter & call for meeting of all Banks.</p> <p>Action : C G State Government / All Banks concern.</p>
2	Branch Expansion
2.1	<p>Action Point :Some of the private Banks have not opened even a single USB in LWE districts in last one year against the proposed 22 USBs , even when Government Deposits were being given to them.</p> <p>Action : C G State Government.</p>

3	Sub-Committee
3.1	<p>Action Point : One Sub-committee is proposed to be formed, for Monitoring of All Government Sponsored Schemes and Kisan Credit Card, Education Loan related issue under the Chairmanship of the Development Commissioner with limited members. The Sub-committee will look after the discrepancies like late submission of cases, allocating disproportionate number of cases, Sending cases in bulk etc. The sub-committee will meet every month.</p> <p>Action : Development Commissioner, All Banks , SLBC Sectt.</p>
4	Kisan Credit Card
4.1	<p>Action Point : In KCC, disbursement is declining , NPA is increasing and restrictive practice being adopted by Cooperative Banks is adversely affecting the KCC borrowers of Commercial Banks. At the time of registration of farmers their Commercial Bank loan account number should be incorporated in their registration and not the Saving Bank account</p> <p>Action : Cooperative Department CG Govt</p>
4.2	<p>Action Point: Paddy Procurement Software is to be amended to include the Other Banks names also. Provision to be made to incorporate account numbers of other Banks also at the time of registration of farmers and to transfer money on-line to these accounts, through NEFT / RTGS.</p> <p>Action : Cooperative Department CG Govt.</p>
5	Education Loan
5.1	<p>Action Point : In Education Loan, Private Sector Banks should also come forward to finance .</p> <p>Action : Private Sector Banks.</p>
5.2	<p>Action Point : The State Bank of India, Bastar model in Education loan to Nursing students, can be adopted by other Banks for various courses.</p> <p>Action : All other Banks.</p>
5.3	<p>Action Point : Camps to promote Education Loan should be organised not only for Technical Education courses but also for non-technical courses like Agriculture etc.</p> <p>Action : Department of technical Education and All Banks.</p>

5.4	<p>Action Point : The Income criteria for Mukhyantri Uchch Shiksha Rin Byaj Anudan Yojanaa is Rs.2.00 Lakh where as in Central Government Scheme income criteria is Rs.4.00 Lac and eligibility criteria for both the subsidies where candidates may or may not be eligible , the issue for claim of subsidy should be decided in Sub-committee of SLBC.</p> <p>Action : Sub Committee of SLBC.</p>
6	<p>Rajeev Rin Yojana</p>
6.1	<p>Action Point : The nodal agency for Rajeev Rin Yojanaa will now be C G Housing Board. Sponsored cases should be sent at to the Banks at earliest and a list of beneficiaries should be provided to SLBC Sectt..</p> <p>Action : C G Housing Board</p>
7	<p>Self Help Group</p>
7.1	<p>Action Point : Appointment of Bank Mitra is to be done in the state .</p> <p>Action : SRLM</p>
8	<p>Financial Inclusion</p>
8.1	<p>Action Point : Panchayat Buildings will be provided to open Ultra Small Branches. 40 remaining villages to be covered by August 2014 . Banks to be more inclusive keeping in view the demand for credit.</p> <p>Action : Panchayat Deptt. C G Govt. / Banks</p>
8.2	<p>Action Point : Allotment of villages unilaterally to AXIS Bank by CEO Janpad panchayat at Tilda / Korba where United Bank of India has already been allotted these villages by LDM & police action by Government authorities against allottee Banks's activity.</p> <p>Action : C G State Government.</p>
8.3	<p>Action Point : Financial Inclusion should be the first agenda item in SLBC meeting.</p> <p>Action : SLBC Sectt.</p>
9	<p>RSETI</p>
9.1	<p>Action Point : Candidates of the districts where RSETI is not available , may be allowed to be sent to neighboring district RSETIs, & the cost reimbursed accordingly. The reimbursement which is at present being given for breakaway districts only, may be given for any neighboring district.</p> <p>Action : SRLM</p>

9.1	<p>Action Point : Stay order against construction of RSETI building in Durg has been issued, whereas proper infrastructure for RSETI is very essential for skill development of rural youth in implementation of Government scheme.</p> <p>Action : C G State Government</p>
10	<p>Emerging Issues</p>
10.1	<p>Action Point : Regarding Sealing of ATMs and demand for charges order in 2010 is to be revoked.</p> <p>Action : CG State Govt.</p>
10.2	<p>Action Point : Connectivity from BSNL at some places is feasible now but for financial inclusion in mission mode every area will need connectivity. Proper infrastructure may be put in place . Banks may also invest in connectivity at appropriate points.</p> <p>Action : BSNL , CG State Govt , Banks</p>
11	<p>Priority Sector Advances</p>
11.1	<p>Action Point : In Priority Sector Advances there is decline in Agri and MSME segment which need to be improved.</p> <p>Action : All Banks</p>
12	<p>RRC</p>
12.1	<p>Action Point : Targets should be given to Tehsildar for recovery in RRC cases and their performance may be closely monitored.</p> <p>Action : Revenue Department C G Govt.</p>
13.2	<p>Action Point : RRC filing may be made online , as it is done in MP state Government.</p> <p>Action : C G State Government.</p>
14	<p>Computerization of land records:</p>
14.1	<p>Action Point : The progress is under way, & the work is likely to completed by September 2014.</p> <p>Action : C G State Government</p>
