

**STATE LEVEL BANKERS' COMMITTEE, BIHAR  
50<sup>TH</sup> REVIEW MEETING  
FOR THE QUARTER ENDED 30<sup>TH</sup> SEPTEMBER, 2014  
VENUE: HOTEL CHANAKYA, PATNA  
DATE: 21.11.2014    TIME: 10.30 AM**



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**STATE LEVEL BANKERS' COMMITTEE  
50<sup>TH</sup> REVIEW MEETING**

**NOTES ON AGENDA ITEMS**

**AGENDA-I**

**CONFIRMATION OF MINUTES OF THE  
49<sup>TH</sup> STATE LEVEL BANKERS' COMMITTEE MEETING  
HELD ON 20.08.2014**

The House may please confirm the Minutes of the 49<sup>th</sup> State Level Bankers' Committee meeting held on the 20<sup>th</sup> August, 2014.

**ACTION TAKEN REPORT ON THE ACTION POINTS OF 49<sup>TH</sup> SLBC MEETING HELD ON 20.08.2014 AT PATNA**

**[1] ACTION POINT** – Banks should put in concerted efforts to ensure achievement of 100% target set under ACP for 2014-15.

**(Action: All Banks)**

**ACTION TAKEN:** - Due to sincere efforts made by Banks in the State, ACP achievement till September'14 has been to the tune of 43.25% of the annual targets as compared to achievement of 40.35% target during the half year ending September'2013 quarter. In absolute terms 28% increase in disbursement is observed during the half year ending September'2014 over previous year's corresponding figure.

**[2] ACTION POINT** – The Banks should give focus on issuance of new and renewal of KCC and also increase Agri Term Loan financing like Storage, Farm equipments, Dairy, Poultry etc. in order to achieve the ACP target for Agri. segment.

**(Action: All Banks)**

**ACTION TAKEN:** - During the half year ending September'2014, the Banks in the State have extended credit to the tune of Rs.15773 Cr under Agriculture segment as compared to Rs. 12026 Cr provided during the same period last year, thus registering a growth of 31%. Financing under KCC has witnessed 30% improvement over last year.

**[3] ACTION POINT** – Implementation of Interest-Subvention scheme in the accounts of SHGs to be ensured. Interest to be applied at the rate of 7% in all NRLM compliant SHG accounts.

**(Action: All Banks & SRLM)**

**ACTION TAKEN:** - All Banks are requested to implement the Interest-Subvention scheme in the accounts of SHG so that the SHG borrowers get the benefit of the scheme.

**[4] ACTION POINT** - Notification to be issued by the State Govt. with regard to implementation of Interest Subvention scheme in the accounts of Self Help Groups, in the 27 non-IAP districts, on the same lines as in the 11 IAP districts.

**(Action: State Government)**

**ACTION TAKEN:** - The State Govt. is requested to issue suitable notification regarding implementation of Interest Subvention scheme in the accounts of Self Help Groups, in the 27 non-IAP districts, on the same lines as in the 11 IAP districts.

**[5] ACTION POINT** – Camps for financing SHGs to be organised on 23<sup>rd</sup> August and 23<sup>rd</sup> September' 2014 at all district headquarters of the state and all eligible SHGs to be provided with credit assistance.

**(Action: State Govt., Jeevika & All Banks)**

**ACTION TAKEN:** - Camps for financing SHGs were organised on 23<sup>rd</sup> August and 23<sup>rd</sup> September' 2014, in which all banks participated. The data with respect to applications received and disposed in the camps is placed at page no. 16C to 16D of the Agenda Book.

**[6] ACTION POINT** - Necessary action should be taken by SDCs-Banking for disposal of pending certificate cases of banks, especially the top ten cases provided to them by LDMs in August 2014, in order to improve the recovery climate as well as to contain the NPA of the banks.

**(Action: State Govt. & Banks)**

**ACTION TAKEN:** - The State Govt. is requested to advise the District Authorities for disposal of Certificate Cases, execution of Possession Notices under SARFAESI Act and action against the big defaulters of the district so that Banks may recover their dues from the defaulters. In the SLBC Sub Committee meeting on Industries held on 30.10.2013, it was decided to hold two monthly meetings in each district. One meeting to discuss Recovery and progress under Certificate Cases filed by Banks and the other to discuss all other issues related to Banks viz. Education Loan, PMEGP, WCC etc in each district. The State Govt had advised all the DMs to implement the above decision of holding these two monthly meetings regularly. However, the no. of pending cases is growing every quarter.

**[7] ACTION POINT** – Settlement rate of RSETIs should be increased by giving more focus on selection of candidates and settlement of trainees. Sponsoring & Credit linkage of minimum 5 persons in a year by each branch to be ensured.

**(Action: All Banks)**

**ACTION TAKEN:** -. The settlement ratio of RSETIs as on 30.09.2014 is 57.79%. All Banks having RSETI responsibility to ensure improvement in settlement ratio. As sponsoring of candidates by branch to RSETI has not picked up, all Banks are requested to ensure sponsoring of minimum 5 persons by each branch in a year for training at RSETI.

**[8] ACTION POINT** – Escalation in the rate of Stamp duty for small value non-Agri loans like DIR, WCC etc. be reviewed.

**(Action: State Government)**

**ACTION TAKEN:** - The State Govt. vide their letter no. 909 date: 11.07.2014 has declined the request of SLBC to revisit the hike in Stamp Duty for non-Agri loans such as DRI, WCC, PMEGP etc.

**[9] ACTION POINT** - All banks should give desired focus to PMEGP financing and timely utilisation of margin money in order to achieve PMEGP target during 2014-15.

**(Action: All Banks)**

**ACTION TAKEN:** - All banks are requested to issue suitable instructions to all their operating units to speed up financing under PMEGP and claim margin money from the their respective nodal branch.

**[10] ACTION POINT** – Principal Secretary-Finance to arrange discussions in order to arrive at a solution, on the different issues raised by banks related to Animal Husbandry, non-renewal of KCC by Cooperative banks, recovery and account opening by arranging meetings with the concerned departments and banks.

**(Action: State Government)**

**ACTION TAKEN:** The State Govt. is requested to arrange a meeting with the concerned departments and banks to resolve the issues raised by the Banks related to Animal Husbandry, non-renewal of KCC by Cooperative banks, recovery etc.

**[11] ACTION POINT** – At the time of providing new KCCs or renewing KCCs, Rupay cards to be issued to all eligible farmers.

**(Action: All Banks)**

**ACTION TAKEN:** - All banks are requested to issue Rupay Cards to all the eligible KCC Borrowers.

**[12] ACTION POINT-** Modalities for reimbursement of training cost of RSETIs for 2013-14 should be advised to banks at the earliest.

**(Action: State Government)**

**ACTION TAKEN:** - The State Govt. is requested to issue notification on Modalities for reimbursement of training cost of RSETIs for 2013-14.

**[13] ACTION POINT-** In case of training related to vocation where loan under PMEGP is applicable, loan application of trainees should be generated at the RSETIs so that their settlement after the training is facilitated.

**(Action: DIC, KVIC, KVIB and Banks)**

**ACTION TAKEN:** - The concerned bank branches and representatives of DIC are requested to visit all the RSETIs periodically for generation of PMEGP application from the trainees.

**[14] ACTION POINT-** Banks should open accounts of all uncovered households under Prime Minister Jan-Dhan Yojana and as Aadhar card had so far been given to very less percentage of the population, banks to open accounts even without Aadhar no. and Aadhar no. should be seeded subsequently.

**(Action: All Banks)**

**ACTION TAKEN:** - Under PMJDY, 3328794 no. of accounts have been opened up to 30.09.2014. All banks are advised to open the accounts of all uncovered households under Prime Minister Jan-Dhan Yojana and Aadhar no. to be seeded in the account as and when the same is issued.

**[15] ACTION POINT-** Special Camps to be organised for enrolment and issuance of Aadhar card especially for all the accounts being opened under Jan Dhan Yojana.

**(Action: UIDAI and State Govt.)**

**ACTION TAKEN:** - The State Govt. is requested to organise special camps for providing Aadhar No. to all the account holders of PMJDY.

**STATE LEVEL BANKERS' COMMITTEE, BIHAR**

**KEY INDICATORS**  
**(ALL BANKS)**

(Rs. in Crore)

<b>Sl. No.</b>	<b>ITEMS</b>	<b>SEPT'13</b>	<b>SEPT'14</b>	<b>Bench-mark</b>
1	DEPOSITS	169771.72	191827.91	
2	ADVANCES	58571.07	70272.67	
3	ADVANCES INCLUDING ADVANCES GRANTED TO UNITS IN BIHAR BY BRANCHES OPERATING OUTSIDE BIHAR	65446.00	78154.53	
4	ADVANCES INCLUDING RIDF	68791.00	82082.53	
5	CD RATIO	40.52%	42.79%	
6	PRIORITY SECTOR ADVANCES	43119.28	49899.64	
7	SHARE OF PSA IN TOTAL ADV (SL.NO.2)(%)	73.62%	71.01%	40%
8	AGRICULTURAL ADV.	24949.00	28391.86	
9	SHARE OF AGL. ADV IN TOTAL ADV (SL.NO.2) (%)	42.60%	40.40%	18%
10	MSE ADV.	10188.97	11502.38	
11	SHARE OF MSE ADV. IN PSA (%)	23.63%	23.05%	
12	ADV. TO WEAKER SEC.	15742.77	19452.86	
13	SHARE OF WEAKER SEC. IN PSA (%)	36.51%	38.98%	25%
14	DRI ADV.	76.27	69.65	
15	SHARE OF DRI ADV TOTAL ADV (Sl.No.2) of March (%)	0.14%	0.10%	1%
16	ADV. TO WOMEN (DISBURSEMENT)	1950.44	2168.20	
17	SHARE OF ADV. TO WOMEN IN DISBURSEMENT (%)	7.80%	6.77%	5%
18	TOTAL NUMBER OF BRANCHES	5454	6044	
A	RURAL	3238	3529	
B	SEMI-URBAN	1215	1387	
C	URBAN	1001	1128	

## AGENDA-III

### **REVIEW OF PERFORMANCE UNDER ACP 2014-15 DURING THE FINANCIAL YEAR 2014-15 UP TO SEPTEMBER'2014**

The performance of Banks under the Annual Credit Plan 2014-15 up to September'2014, is as under:-

(Rs. in Crore)

<b>Banks</b>	<b>Target</b>	<b>Achievement</b>	<b>% Ach.</b>
Comm. Banks	57166	24433	42.74
Co-op. Banks	1003	211	21.02
RRBs	15831	7362	46.50
<b>Total</b>	<b>74000</b>	<b>32006</b>	<b>43.25</b>

Sector-wise break-up of targets and achievement:

(Rs. in Crore)

<b>Sector</b>	<b>Target</b>	<b>Achievement</b>	<b>% Ach.</b>
Agriculture	36000	15773	43.82
SME	8500	4727	55.61
OPS	7500	3021	40.28
TPS	52000	23521	45.23
NPS	22000	8485	38.57
<b>Total</b>	<b>74000</b>	<b>32006</b>	<b>43.25</b>

Bank-wise and district-wise position is furnished on **Page- 8A to 8D.**

### **COMPARATIVE PERFORMANCE UNDER ACP** **As on Sept' 2014 vis-a-vis Sept' 2013**

(Rs. in Crore)

<b>Banks</b>	<b>2014-15</b>			<b>2013-14</b>			<b>YOY increase in disb. (%)</b>
	<b>Target</b>	<b>Ach.</b>	<b>% Ach</b>	<b>Target</b>	<b>Ach.</b>	<b>% Ach</b>	
Comm	57166	24433	42.74	47938	19114	39.87	28%
Co-op	1003	211	21.02	802	190	23.70	11%
RRBs	15831	7362	46.50	13260	5713	43.09	29%
<b>Total</b>	<b>74000</b>	<b>32006</b>	<b>43.25</b>	<b>62000</b>	<b>25018</b>	<b>40.35</b>	<b>28%</b>

**SECTOR-WISE PERFORMANCE:**

(Rs. in Crore)

Sector	2014-15			2013-14			YOY increase in disb. (%)
	Target	Ach.	% Ach	Target	Ach.	% Ach	
<b>AgI.</b>	36000	15773	43.82	30286	12026	39.71	31%
<b>MSE</b>	8500	4727	55.61	4821	2806	58.21	68%
<b>OPS</b>	7500	3021	40.28	5723	2316	40.47	30%
<b>TPS</b>	52000	23521	45.23	40830	17149	42.00	37%
<b>NPS</b>	22000	8485	38.57	21170	7869	37.17	08%
<b>Total</b>	74000	32006	43.25	62000	25018	40.35	28%

Comparative performance shows that the overall achievement of target during the period under review is 43.25%, as against 40.35% recorded during the corresponding period last year. In absolute terms, Banks have disbursed substantially higher quantum of loan (32006 Cr. i.e 128% of last year) during the period under review, as compared to the amount disbursed in the corresponding period last year. It will be seen that the Commercial Banks & RRBs have recorded impressive growth in their loan disbursements vis-a-vis their performance over the same period last year. In case of sector-wise performance growth in all segments except NPS, has been quite impressive.

**LEAD BANK SCHEME: STRENGTHENING OF MONITORING INFORMATION  
SYSTEM (MIS)**

In terms of RBI's instructions in this regard the LBS MIS- I, II & III of the state has been prepared and is placed at page No. 8E to 8H of the Agenda Book for information of the House.

LBS-IV and V which relates to financial inclusion is also placed at page no. 8I to 8 P of the Agenda Book.

## AGENDA-IV

### PROPOSED BRANCH OPENING DURING FY 2014-15

Against the annual target of opening of 600 branches, during 2014-15 all Banks have opened 136 branches during the half year ending Sept'2014.

The Bank-wise target and achievement during the first half-year, is placed at page No. 9A for information of the House.

All Banks are requested to give preference to uncovered Gram Panchayats while opening bank branches in rural areas. Block-wise names of Gram Panchayats not having a bank branch has been advised to all banks.

The Bank & District-wise information on Branch Network, ATM Network, ATM Card issued and Point of Sale Terminals is placed at Page No. 9B & 9C for information.

## AGENDA-V

### EDUCATION LOAN

Providing Education loan to the meritorious and needy students to enable them meet the expenses of higher studies not only in the State but also outside the State in India and abroad is one of the priorities of the Banks in the state.

A copy of the Bank-wise target and achievement thereagainst is placed at page No. 9D of the Agenda Book.

During the first half year of the current FY, Education Loan amounting to Rs 553.42 Crores was sanctioned to 13852 students and loan amounting to Rs. 337.50 Crore were disbursed among 11890 students under Education Loan.

The achievement of all banks taken together is 27.70% of the targets allocated. Controlling Head of all banks are requested to provide further impetus to financing under Education Loan so that the target set under the Scheme is achieved.

The bank-wise outstanding Education loan advances as on 30.09.2014 is placed at page no.9E of Agenda Book.

**Major Private Sector banks' performance under education loan is below 5%.**

### HOUSING LOAN

Loan amounting to Rs.910.61 Crore was sanctioned to 6991 beneficiaries by Banks during the first half year of F.Y. 2014-15. Out of these, Housing Loan amounting to Rs. 696.44 Cr has been disbursed among 6912 beneficiaries. The Bank-wise performance during the review period is placed at Page No. 9F.

## AGENDA-VI

### **PM'S NEW 15-POINT PROGRAMME FOR WELFARE OF MINORITY COMMUNITY**

In accordance with the guidelines issued by the Government of India in this regard, Banks have to ensure that within the overall target for Priority Sector lending (PSA), 15% of PSA is provided to Minority Communities.

With this objective in view, 121 minority concentrated districts in the country have been identified exclusively for monitoring the credit flow to minority communities. In Bihar, the following seven districts are identified for the purpose :- (i) Kishanganj (ii) Araria (iii) Purnea (iv) Katihar (v) Sitamarhi (vi) Darbhanga and (vii) West Champaran .

In these identified districts, total priority sector loans (PSA) outstanding as on 30.09.2014 was Rs.7701.32 Crore (No. of borrowers: 911194 ) out of which loans amounting to Rs.3619.02 Crore (47% of PSA) were provided to 396816 (44% of PSA) borrowers belonging to minority communities. The amount provided to Minority communities by Banks in the above mentioned districts ranges from 31 to 77%. Thus, all the districts have achieved the target of providing more than 15% of their priority sector loans to persons belonging to minority communities.

District-wise performance regarding loans extended to minority communities in the identified districts is furnished below.

LENDING TO MINORITY COMMUNITIES							
AS ON 30 <sup>th</sup> September'2014 (Amt. in Lacs)							
SL. No.	Minority Concentrated Districts in Bihar	Priority Sector Advance		Out of (A) Total Advances to Minority		%age Share of Minority Advance ( B to A )	
		(A)		(B)			
		No.	Amt.	No.	Amt.	No.	Amt.
1	ARARIA	72445	73170	53609	44634	74	61
2	PURNEA	141356	140726	60783	60512	43	43
3	KATI HAR	194259	104876	56335	44048	29	42
4	KISHANGANJ	74389	58281	55792	44877	75	77
5	DARBHANGA	196321	164650	86381	82325	44	50
6	SITAMARHI	85641	94854	22267	29405	26	31
7	W CHAMPARAN	146783	133576	61649	56102	42	42
	TOTAL	911194	770132	396816	361902	44	47

## AGENDA-VII

### PRADHAN MANTRI JAN-DHAN YOJANA

Pradhan Mantri Jan-dhan Yojana launched on 28.08.2014 is a National Mission on Financial Inclusion with the objective of covering all households in the country with banking facilities and opening at least one account for each household by 25<sup>th</sup> January 2015.

**The scheme consists of six pillars:**

- Universal access to banking facilities
- Providing Basic Banking accounts with overdraft facility of Rs. 5000 and Rupay Debit card with inbuilt accident insurance cover of Rs. 1 lakh.
- Financial Literacy Programme
- Creation of Credit Guarantee Fund for coverage of defaults in overdraft A/Cs
- Micro Insurance
- Unorganized sector Pension schemes like Swavlamban

- a) **Universal access to Banking facilities:-** Mapping of each district in to Sub Service Area (SSA) catering to 1000-1500 households, and branch/ BCA has to be opened in each SSA in a manner that every citizen has access to Banking services within a reasonable distance. Mapping of all the 13526 SSAs in the state has been completed and SSAs have been allotted to Banks for providing banking facilities.
- b) **Providing Basic Banking Accounts with Rupay Debit Card and overdraft facility to all households** – All account holders under PMJDY are being provided a Rupay Debit Card which has inbuilt accidental death insurance cover of Rs 1.00 lac. Facility of an overdraft to every basic banking a/c holder would be considered after satisfactory operation of account for six months.
- c) **Financial Literacy Programme-** Financial literacy is an integral part of the Mission in order to let the beneficiaries make best use of the financial services being made available to them. Banks to sensitise the customers about the benefits of PMJDY and other banking schemes and the process for availing the same.

**d) Micro Insurance:** Insurance Regulatory and Development Authority (IRDA) has created a special category of insurance policy called micro-insurance policies to promote insurance coverage among economically vulnerable sections of society. The IRDA Micro-insurance Regulations, 2005 defines and enables micro-insurance. A micro-insurance policy can be a general or life insurance policy with a sum assured of Rs.50, 000 or less. A general micro-insurance product could be:

- Health insurance contract
- Any contract covering belongings such as
  - a.Hut b.Livestock c.tools or instruments
  - d.Any personal accident contract

They can be on an individual or group basis

A life micro-insurance product is:

- A term insurance contract with or without return of premium
- Any endowment insurance contract or
- A health insurance contract

They can be with or without an accident benefit rider and either on an individual or group Basis.

The insurance Companies are expected to enable the extension/distribution machinery to offer micro-insurance products like Aam Admi Bima Yojna, to the PMJDY beneficiaries.

**e) Unorganized sector Pension schemes like Swavlamban:**

The sixth and final pillar of this plan relates to old age income security. To encourage workers in the unorganised sector to save voluntarily for their old age, an initiative called “Swavlamban Scheme”, a co-contributory pension scheme was launched on 26.09.2010, wherein the Central Government would contribute a sum of Rs.1000 per annum in each **National Pension Scheme (NPS)** account opened and having a saving of Rs.1,000 to Rs.12,000 per annum for a period not exceeding five years. The Scheme runs up to Financial Year 2016-17.

The Banks and the Insurance Companies are requested to use the extension/distribution mechanism for full coverage under New Pension Scheme like Swavlamban.

**STATUS OF COVERAGE:**

**a) Coverage of Sub Service Area (SSAs):-** Banks have covered 13315 SSAs (98%) up to 31.10.2014. Banks are advised to cover the remaining 211 SSAs without further delay. Bank wise SSAs coverage status is placed on 14A.

**b) Household Survey for Account Opening:** All the Banks have arranged to conduct a household survey in their allotted SSAs/Wards and the data as on 31.10.2014 in this regard is placed at page no 14B & 14C

The survey data provided by the Banks suggest that 42.51 lac accounts are required to be opened in order to cover each household under PMJDY.

*However, If we go through estimated bankwise household share (Census-2011) in the state and No.of household having bank account furnished by banks based on survey conducted by them; we understand that banks are still required to open 81.21 lac accounts in Rural Area and 12.94 lacs in urban area to cover each household.*

The concerned Banks are therefore requested to cross-check their survey data. As per the extant instructions under PMJDY, a paper publication has to be done before the final declaration of completion of job, so that the left over households contact their respective Banks to get their accounts opened.

The Banks have opened 39.07 lac accounts under PMJDY scheme upto 31.10.2014.

**c) Financial Literacy Camps:** Besides sensitising the public about PMJDY scheme in the account opening camps at CSPs, Banks are also organising financial literacy camps through rural branches and Financial Literacy Centres(FLCs). The data submitted by banks for their respective FLCs (placed at page 28B) explain the Bank's efforts under Financial Literacy.

**d) Micro Insurance:**

As advised by GIC companies, no target has been set-up for them by their respective Corporate Centres under the Scheme. They have been advised to get in touch with the Bank Mitras for selling their products through Customer Service Points. The list of Bank Mitra provided by Banks have been uploaded at SLBC website.

**Life Insurance Corporation has advised that** under Aam Aadmi Bima Yojana they have achieved coverage of 2, 63,000 lives in the state against the target of 2,20,000.

**e) Unorganized sector Pension schemes like Swavlamban:**

**Life Insurance Corporation has advised that under\_\_Swablamban** they have achieved coverage of 200 accounts. Banks are requested to publicise the scheme and open accounts under Swavlamban for the benefit of the workers in unorganised sector..

**MONITORING OF THE SCHEME:**

**a)State Level Implementation Committee (SLIC):** For monitoring of Progress and related issues under PMJDY , a committee headed by Mission Director ( a nominee from State Govt.) being the President and State Level Bankers'Committee,Convenor being Secretary; has been constituted.Other member of committee are Heads of Major Banks, Regional Heads of RBI and NABARD, Insurance Companies etc.

3 meeting of SLIC has been held in the state till date. The last meeting was held on 13.10.2014.

**b) District Level Monitoring Committee:** Similarly, at District Level, District Level Monitoring Committee meeting should be held initially at Fortnightly and at later stage Monthly to review the progress made under the scheme. Controlling head of banks having lead bank responsibility are required to monitor their respective lead district managers to ensure conduct of such meeting. District Magistrates are president and Lead District

Manager, are Secretary of the District Level committee. Other member of the committee are Senior most officers of banks in the district and NABARD,NRLM members, Insurance Companies, Officers of district administration and Local Bodies.

**Grievance Redressal Mechanism:**

To redress the customer enquiry /complaint under PMJDY,SLBC has set up a Call Centre with a TOLL FREE NUMBER. Customers facing difficulty in opening of accounts are making calls on this Toll Free number, where his /her complaint are being registered and the same is forwarded to the concerned Banks for their resolution within a fixed timeline .

**TOLL FREE NUMBER OF SLBC Bihar is :1800 3456 195**

**Hoisting of BANK MITRA (BCA) details on Banks and SLBC website:**

Banks are required to Hoist details of Bank Mitra on their banks website. All Banks are requested to provide details of SSAs covered through BCA for hoisting the same on SLBC website. So far, Bank Mitra details of 6 banks are hoisted at SLBC website. Banks are requested to provide the complete list with all details sought by DFS,Gol of Bank Mitras for hoisting on SLBC website.

PMJDY on its compilation is expected to change the socio-economic set-up of our rural fabric. All concerned Banks are requested to implement the scheme in its true spirit and within the given timeline.

**EXTENSION OF BANKING SERVICES TO ALL THE REMAINING UNBANKED VILLAGES IRRESPECTIVE OF POPULATION CRITERIA BY MARCH, 2016:**

Reserve Bank of India has instructed for providing banking facilities in all the remaining unbanked villages irrespective of population criteria i.e. all villages with population below 2000 by March, 2016. All Banks have submitted their Roadmap for providing banking services in villages with population below 2000. The total No. of such identified villages is 27343. Till September'2014 in 19331 as against the target of 20018 villages till 2014-15 were covered by the Banks. Bank-wise allotment and progress as on 30.09.2014 is placed at Page No14D for information of the House.

**AGENDA-VIII****GOVT. SPONSORED SCHEMES/ PROGRAMMES****(A) PRIME MINISTER'S EMPLOYMENT GENERATION PROGRAMME (PMEGP)**

Against the physical target of 7648 projects, Banks have sanctioned 166 projects amounting to Rs. 4.61 Cr during the half year ending Sept'2014. The information on loan sanctioned & disbursed by Banks is provided at Page No. 15A of the Agenda Book for information of the House. Adequate applications have now reached the Branches and all Banks are requested to give desired thrust towards financing under PMEGP and make efforts towards achievement of their annual target.

**(B) NATIONAL URBAN LIVELIHOOD MISSION (NULM)-SELF EMPLOYMENT PROGRAMME**

Urban SHGs are to be provided financial support under the National Urban Livelihood Mission (NULM) and the target in this regard has been given to the state by Govt. of India. In 42 Urban Local Bodies (ULBs) the state has been given target for financing under Self Employment Program (SEP), Social Mobilization & Institution Development (SM&ID) and Support to Urban Street Vendors (SUSV).

As allocation of wards has been done among the banks, the applications pertaining to a specific ward should be disposed by the bank/bank branch which has responsibility of the ward.

## AGENDA-IX

### **FINANCE TO SELF HELP GROUPS (SHGs)**

SHGs play a very crucial and effective role in providing timely and adequate credit and other financial services to the vulnerable and weaker sections resulting in overall economic development of the society and Banks play a facilitating role through credit linkages to them. Banks have opened savings bank account of 41723 SHGs and have credit-linked 30422 SHGs up to the half year ending of the financial year 2014-15, with total Bank-finance of Rs. 159.50 Crore, whereas during the corresponding period last year only 19195 account were credit linked, with total bank finance if Rs. 114.04 crores. Bank & district wise SHG savings and credit-linkage, on the basis of data provided by BRLPS & WDC, up to the half year ending of financial year 2014-15 is furnished on Page 16A to 16B.

The target for savings linkage of 150000 SHGs and Credit linkage of 1,00,000 SHGs has been distributed among Banks for achievement during the current Financial year. Banks need to pay more attention towards bank & credit linkage of SHGs and work in tandem with JEEVIKA to achieve the desired level of growth in this hugely potential business segment. On 23<sup>rd</sup> August'2014 & 23<sup>rd</sup> September'2014 camps were organised in many districts for providing credit to the SHGs. The district wise performance of the camp organised by JEEVIKA is placed at page no 16C to 16D.

In the 48<sup>TH</sup> SLBC meeting dated 27.05.2014, uniform Savings Linkage and Credit Linkage format for first dose of financing to SHGs was adopted by the House. This common format has been circulated among the banks and is also uploaded on the SLBC website. In the 22<sup>nd</sup> SLBC sub-committee on SHGs and RSETI held on 25.06.2014, all banks were requested to arrange for printing of only new formats after exhaustion of the current stock.

The Reserve Bank of India has already advised the detailed guidelines for operationalisation of the Interest Subvention Scheme under NRLM for SHG credit. All Banks are requested to provide the stipulated interest- subvention to all eligible SHG accounts.

### **JOINT LIABILITY GROUP**

Against the yearly target of 50,000 units, Banks have sanctioned 21500 number of JLGs amounting to Rs. 178.12 Crores during the first half year of the F.Y. 2014-15. The RRBs have performed much better than the Commercial Banks in this regard. As SHG & JLG are important tools to reach the so far financially excluded rural people, all Banks are requested to enhance financing under these schemes during F.Y. 2014-15.

The Bank-wise performance under JLG is placed at Page No 16E for information of the House.

# AGENDA-X

## KISAN CREDIT CARD (KCC)

### REVIEW OF PROGRESS AS ON 30.09.2014

A summarised statement of Kisan Credit Cards issued by Commercial Banks, RRBs and Co-operative Banks, vis-à-vis their respective targets, during the 1<sup>st</sup> half of FY 2014-15 is given below:

Banks	Target (No.)	Sanctioned (No.)			% Achievement
	New	New	Renewal	TOTAL	New
Comm. Banks	903944	287814	253064	540878	31.84
RRBs	537590	135292	635093	770385	25.17
TOTAL	1441534	423106	888157	1311263	29.35
Co-op. Banks	58466	8606	83253	91859	14.72
<b>GRANDTOTAL</b>	<b>1500000</b>	<b>431712</b>	<b>971410</b>	<b>1403122</b>	<b>28.78</b>

It is evident from the above Table that Banks operating in the state have sanctioned loans to a total of 1403122 beneficiaries (New-431712 & Renewal-971410) under KCC amounting to Rs. 10939.26 Crore during the FY 2014-15 while during the same period last year, only 1276900 beneficiaries were extended loans under KCC, the amount involved being Rs.8001.95 Crore.

Thus, Y-o-Y growth of 10% and 37% has been witnessed in terms of no. of KCCs issued and amount of finance extended, respectively. Bank-wise & District-wise performance is furnished on Page No. 18A & 18B.

For giving further boost to the KCC Loan in the state, two KCC Loan camps were organised at all the blocks by the State Government on 27<sup>th</sup> August & 24<sup>th</sup> September. Data with respect to the No. of applications received and disposal in the camps is placed at page no.18C of the Agenda Book.

### **PROVIDING KCC TO ALL ELIGIBLE AND NON-DEFAULTER FARMERS**

In the light of the directives issued by the Ministry of Finance, Government of India, Kisan Credit Card is to be provided to all eligible and non-defaulter farmers. Modified Common Application Form, format of affidavit (for loan upto Rs. 50,000) and Checklist for KCC loan has been provided to the Agri Department, GoB with a request to circulate the same down the line to facilitate generation of loan applications from all eligible farmers. The Agriculture Department, GoB has been requested to provide village-wise list of eligible farmers to Banks, to enable them to extend credit facility to all such farmers.

The Revenue & Land Reforms Department, GOB is requested to arrange for timely issuance of the LPCs complete in all respect on the new formats, by the Revenue Authorities at the Circle level.

**Private Sector Banks not doing Crop loans.**

### **ISSUANCE OF ATM CARDS TO KCC HOLDERS**

As per RBI instructions, all KCC borrowers are to be issued ATM cum Debit Cards. The Bank-wise information on ATM Cards issued to KCC borrowers is placed at Page No 18D of the Agenda Book for information of the House. All Banks are requested to ensure that ATM cards are issued to all eligible KCC borrowers both at the time of new sanction as well as renewal of KCC.

### **CROP INSURANCE SCHEME**

As per information received from Patna Regional Office of Agriculture Insurance Company of India Ltd, 891756 farmers have been covered under WBCIS Kharif 2014, 391249 farmers have been extended the benefit of crop insurance coverage under MNAIS Kharif 2014. Thus, a total of 1283005 farmers have been provided the crop insurance cover, the sum insured being Rs. 2385.33 Crores and the area covered being 1326622.93 hectares by Agriculture Insurance Company of India Ltd. The information on crop insurance received from three insurance companies are as under:

<b>NAME OF THE INSURANCE COMPANY</b>	<b>NO. OF FARMERS WHOSE CROPS INSURED</b>	<b>AREA (IN HA.)</b>	<b>SUM INSURED (IN CR)</b>
<b>Agriculture Insurance Company Of India Ltd</b>	<b>1283005</b>	<b>1326622.93</b>	<b>2385.33</b>
<b>Chola Mandalam</b>	<b>346759</b>	<b>53227.57</b>	<b>39.25</b>
<b>SBI General Insurance</b>	<b>96145</b>	<b>76917</b>	<b>173.06</b>
<b>TOTAL</b>	<b>1725909</b>	<b>1456767.50</b>	<b>2597.64</b>

Thus, as per information received from the above said 3 insurance companies, a total of 1725909 farmers have been provided crop insurance cover, the sum insured being Rs. 2597.64 Crores and the area covered being 1456767.50 hectares.

Controlling Head of all banks operating in the State have been requested to instruct their operating functionaries to ensure to cover all the crop loans under crop insurance and the claims of agriculture crop insurance should be credited into the beneficiary's account within 15 days of receipt of claim and no interest should be charged in the loan account of borrowers on the claim amount, for the period beyond 15 days of receipt of claim till the date of credit. In case of interest being applied on the claim amount credited with delay beyond 15 days, it should be refunded to the beneficiaries. Controlling Head of all banks operating in the State have also been requested to instruct their operating functionaries to ensure submission of statement of crop insurance at monthly intervals to the Insurance Companies. It should also be ensured that the statement so submitted is complete in all respects.

The position of insurance as advised by Agriculture Insurance Company of India Ltd, M/s Chola Madalam and SBI General Insurance co. Ltd. is furnished on Page- 18E to 18H.

## **AGENDA-XI**

### **DAIRY, FISHERY & POULTRY**

Banks have sanctioned loans amounting to Rs 224.55 Crore to 15914 beneficiaries under various Dairy schemes, Rs. 17.65 Crore to 1816 beneficiaries under Fishery schemes and Rs. 52.89 Crore to 736 beneficiaries under Poultry schemes up to the half year of FY 2014-15. Bank wise performance is furnished on page no. 19A to 19C.

The issue of non-receipt of subsidy in the accounts of dairy borrowers, due to non-signing of forwarding letter by the District Animal Husbandry officer has been raised by LDMs. The State Govt. is requested to streamline the system of release of subsidy in the accounts of dairy borrowers, as non-receipt of subsidy in loans disbursed during 2013-14 is coming in the way of fresh disbursement under the scheme. IDBI bank is the only implementing bank of the Fishery Scheme of the State Govt. The State Govt. is requested to include other banks also for implementing the Fishery scheme in the state so that performance under fishery improves.

### **FARM MECHANISATION**

Against the financial target of Rs.2221.87 Crore for the year 2014-15, Banks have sanctioned loans amounting to Rs. 367.46 Crore to 12544 farmers for purchasing farm equipments. While during the same period last year Banks could sanction loans amounting to Rs 228.51 Crore to 7111 farmers, registering Y-o-Y growth of 61% in terms of amount sanctioned. Bank-wise target and performance is furnished on Page no. 19D for information.

Controlling head of all Banks are requested to advise their branches to initiate requisite measures so that the target set under the scheme is achieved.

### **ADVANCES GRANTED TO UNITS PROVIDING STORAGE FACILITY**

Banks have sanctioned loans amounting to Rs. 34.26 Crore to 100 farmers for storage facility during the financial year 2014-15. All banks are requested to pay more attention towards financing under the scheme as there is a huge demand for storage facility.

Bank- wise target and performance is furnished on Page No. 19E for information.

### **AGRICULTURE TERM LOAN (ATL)**

Against the financial target of Rs.10343.96 Crore for the year 2014-15, Banks have sanctioned loans amounting to Rs. 7021.23 Crore to 294522 farmers.

Bank-wise target and performance is furnished on Page no. 19F for information.

## AGENDA-XII

### CD RATIO (As on 30.09.2014)

(Rs. in Crore)

<b>Bank</b>	<b>Deposits</b>	<b>Advances</b>	<b>CD ratio</b>
Comm. Banks	170504	66729	<b>39.14</b>
Co-op. Banks	1874	995	<b>53.10</b>
RRBs	19449	10430	<b>53.63</b>
Total	191828	78155	<b>40.74</b>
RIDF	-----	3927	-----
Total (Advances +RIDF)	191828	82082	<b>42.79</b>
Investment	-----	5657	-----
Grand Total (Adv.+RIDF+Inv.)	191828	87739	<b>45.74</b>

As at the end of Sept'2014, CD Ratio of the state stood at 42.79% which shows an increase of 227 basis points as compared to Sept, 2013. The incremental CD ratio for the period under review is 60.26%. Due to large amount of advances written off every year, CD Ratio has also been adversely affected. If write-off to the tune of Rs.114.28 Crores had not taken place during the period, the CD ratio of the State would have increased by 6 bps. The CD ratio of the State would have improved further by 273 basis point, had the State Government utilised the total amount of Rs.9159.71 Crore (as on 30.09.2014), sanctioned under RIDF. As on 30<sup>th</sup> Sept, 2014 only 43% of the amount sanctioned was utilised by the Government of Bihar.

Munger (24.80%) and Siwan (23.10%) are the only two districts in the state having less than 25% CD ratio as on 30.09.2014. Controlling Head of Banks having lead responsibility in these districts are requested to instruct the respective LDMs to coordinate with all Banks operating in the district and intensify efforts for improving CD ratio in the district.

Bank-wise and district-wise details are furnished on Page no. 23A to 23D.

It is pertinent to mention here that an amount of Rs.7881.86 Crores have been financed to units functioning in Bihar by SBI, PNB, Union Bank of India, Allahabad Bank, Corporation Bank, Indian Overseas Bank, Punjab & Sind Bank, State Bank of Bikaner & Jaipur, Federal Bank and Axis Bank by their branches operating outside the State and the amount has been taken into account for calculating the CD ratio as per guidelines issued by the Reserve Bank of India vide its circular No.-RPCD.LBS.BC.No.47/02.13.03/2005-06 dated 9<sup>th</sup> November 2005.

**INCREMENTAL CD RATIO AS ON 30.09.2014**

<b>Amt. In Crore</b>	<b>Sept'13</b>	<b>Sept'14</b>
Deposits	169772	191828
Advances including RIDF	68791	82082
Incremental CDR	-----	60.26%

**RECOVERY**

A summary of the recovery data (as on 30.09.2014) is given below. (Rs.in Crore)

<b>Bank</b>	<b>Demand raised</b>	<b>Amount recovered</b>	<b>Recovery %</b>
Comm. Banks	19420	11229	57.83
Co-op. Banks	712	203	28.55
RRBs	4696	4209	89.63
Total	24828	15641	63.00

Recovery percentage is at 63.00% of the total demand raised by Banks as on 30<sup>th</sup> Sept, 2014. The recovery position needs improvement to drive the financing by Banks in the State. While the Banks are following up with the borrowers for recovery of their dues, the State government is requested to help the Banks in their efforts. A better recovery culture will act as an incentive for Banks to lend more.

Bank-wise position of recovery as on 30.09.2014 is furnished on Page No. 23E.

With regard to disposal of top ten certificate cases of the districts, the progress has not been very encouraging. The State Government is requested to sensitize the functionaries at district level to give adequate attention towards disposal of certificate cases, execution of Possession Notice under SARFAESI Act and action against big defaulters of the district so that Banks may recover their dues from the defaulters. In the first Sub-Committee meeting of SLBC on Industries held on 30.10.2013, it was decided that monthly meeting should be conducted by SDC (Banking) in each district on Recovery & Certificate Case related issues of Banks. The State Govt. is requested to suitably instruct the district authorities to hold the said meeting in all Districts on regular basis & all recovery related issues of Banks are discussed therein.

**NPAs & WRITE-OFF**

As on 30.09.2014, overall position of NPAs and the amount of loans written off is as under:

(Rs. in Crore)

<b>Banks</b>	<b>Total Adv.</b>	<b>Total NPA</b>	<b>% of NPA</b>	<b>Amt. written-off</b>
Comm. Banks	58847	4112	6.99	114
Co-op. Banks	995	258	25.88	0
RRBs	10430	551	5.28	0
<b>Total</b>	<b>70272</b>	<b>4921</b>	<b>7.00</b>	<b>114</b>

NPA of Banks at 7.00% is a matter of great concern. All steps should be taken for bringing the NPA level below 3%.

Amount Written off and Segment-wise details of NPA amount is furnished on Page No. 23F for discussion and review by the House.

**CERTIFICATE CASES & DISPOSAL OF TOP 10 CASES**

As on 30.09.2014, overall position of Certificate Cases filed by all Banks is furnished below:

(Rs. in Crore)

<b>Banks</b>	<b>Total Cases (No.) As on 30.06.2014</b>	<b>Total Cases (Amount) As on 30.06.2014</b>	<b>Cases filed (No.) (During the quarter)</b>	<b>Cases filed (Amount) (During the quarter)</b>	<b>Cases disposed of (No.) (During the quarter)</b>	<b>Cases disposed of (Amount) (During the quarter)</b>	<b>Pending Cases (No.) As on 30.09.2014</b>	<b>Pending Cases (Amount) As on 30.09.2014</b>
Comm	335454	1687.10	2601	36.83	1060	3.93	336995	1720.00
Co-op	34674	72.00	0	0	60	1.88	34614	70.12
RRBs	30727	19.10	20	0.65	8	0.06	30739	19.69
<b>Total</b>	<b>400855</b>	<b>1778.20</b>	<b>2621</b>	<b>37.48</b>	<b>1128</b>	<b>5.87</b>	<b>402348</b>	<b>1809.81</b>

It is evident from the above Table that during the second quarter of FY 2014-15, 2621 cases were filed and 1128 cases were disposed off and 402348 cases involving Rs. 1809.81 Crore are pending at different stages. A disturbing trend in this data is that the disposal rate of certificate cases is much slower than the fresh cases filed, which results in increasing the no. and amount of pending cases in each quarter. This large amount of bad loans, if recovered and recycled, can further enhance disbursements by Banks. The list containing details of top 10 Certificate Cases of each district has been provided to the SDC-Banking of the respective districts for effecting recovery in these cases. However, very meagre recovery has been made in these accounts despite regular follow

up by Banks at the district level. The State Government is requested to instruct the district-administration of all districts to initiate requisite steps at their end for early disposal of the top 10 Certificate Cases. At the same time, Block-level recovery camps on the lines of credit camp, need to be organised which will help Banks in improving their asset quality besides conveying a message to the borrowers, for timely repayment of loans.

Bank-wise no. of certificate cases pending with amount is furnished on Page No. 23G.

### **PRIORITY SECTOR LENDING**

As on 30.09.2014, the Benchmark of 40% for Priority Sector advances has been achieved by majority of the Banks. The House may notice that the ratio of Priority Sector advances to total advances is as high as 71.01% in the State, which is well above the Benchmark. Bank-wise position is furnished on Page No. 23H & 23I.

### **AGRI CREDIT**

At the State level, the ratio of Agri Credit to Total Advances stands at 40.40% as on 30.09.2014, against the national benchmark of 18%. However, a few Banks have failed to achieve the benchmark. Bank-wise position is furnished on Page No. 23H.

### **DIFFERENTIAL RATE OF INTEREST (DRI)**

As on 30<sup>th</sup> Sept, 2014 the aggregate advances level under DRI Scheme stands at Rs. 69.65 Crore, which is 0.10 % of the total advances of Rs.66568.11Crore as on 31.03.2014.

A total of 1939 beneficiaries were provided loans amounting to Rs. 3.76 Crore under DRI Scheme during the period under review. Out of this, 104 beneficiaries were provided credit support of Rs. 0.22 Crore to complete their dwelling units under Indira Awas Yojana. Banks should provide more loans under the Scheme to the needy and eligible beneficiaries, and ensure maximum coverage of people belonging to SC/ST and women categories, apart from providing top-up Loans to the beneficiaries of Indira Awas Yojana. Also, Banks should step up financing to the rural artisans like carpenters, blacksmiths, washermen, cobblers etc. under the Scheme. Bank-wise position is furnished on Page No. 23I to 23J.

### **WEAKER SECTION**

Total loan extended by Banks to the weaker section, as on 30<sup>th</sup> Sept' 2014 was Rs. 19452.86 Crore out of the aggregate advances of Rs.70272.67 Crore i.e. 27.68% of the total advances, against the benchmark of 10%. Further, as percentage of Priority Sector Advances, the achievement comes to 38.98% which is much better than the Benchmark of 25%.

Bank-wise position is furnished on Page No. 23I.

## **AGENDA-XIII**

### **OPENING OF NO-FRILL ACCOUNTs AND TRANSACTIONS DONE BY BCAs**

As per information received from Banks, a total of 4580328 No-Frill accounts were opened during the 1<sup>st</sup> half of FY 2014-15. Thus, a total of 18304737 No-frill accounts have been opened till 30<sup>th</sup> Sept, 2014 since inception. Out of these, 13833337 accounts are operational.

Bank & District-wise details with respect to No Frill accounts opened and transactions carried out by BCAs is furnished on Page No. 24 A to 24D.

### **EXTENDING MOBILE BANKING AND INTERNET BANKING FACILITY**

All Banks should extend mobile Banking and internet Banking facility to customers as these are not only cost-effective but also adds to customer-convenience. As per information received by SLBC, all Banks taken together have provided Mobile Banking facility to 2171252 customers whereas the facility of Internet Banking has been provided to 1402243 customers. Controlling Head of all Banks operating in the State are requested to bestow their attention and initiate requisite steps for extending these facilities to large no. of customers as it would facilitate the in service delivery of Banks.

Bank-wise information regarding Mobile Banking and Internet Banking facility provided is furnished on Page 24E.

## AGENDA-XIV

### **IMPLEMENTATION OF FINANCIAL INCLUSION PLANS IN LWE AFFECTED DISTRICTS**

The Government of India is regularly reviewing the progress made in implementing Financial Inclusion in Left Wing Extremist (LWE) affected districts in the State of Bihar with a focus on development of Infrastructure, Credit availability, Advocacy, Livelihood development etc. There are 15 LWE affected districts in Bihar.

Banks operating in these districts are implementing financial inclusion plans on a priority basis for extending Banking facilities to these LWE affected areas. Credit extension by Banks in quarter ended September'2014 in these districts is furnished below, which shows improvement in all the districts, over the same period during the last Financial Year:

SL. No.	District	Disbursement under ACP during the Ist Half Year ended 2014-15	Disbursement under ACP during the Ist Half Year ended 2013-14	Growth (%)
		(Rs. in Lakh)	(Rs. in Lakh)	
1	Arwal	17985	13649	31.77
2	Aurangabad	75490	65223	15.74
3	Bhojpur	90693	67495	34.37
4	East Champaran	118303	78332	51.03
5	Gaya	114791	88212	30.13
6	Jamui	29426	31872	-7.67
7	Jehanabad	29802	20352	46.43
8	Kaimur	72120	50211	43.63
9	Munger	38224	39596	-3.46
10	<b>Nalanda</b>	<b>66256</b>	<b>54570</b>	<b>21.41</b>
11	<b>Nawada</b>	<b>37734</b>	<b>30697</b>	<b>22.92</b>
12	Patna	548597	450684	21.73
13	Rohtas	104764	79756	31.36
14	Sitamarhi	62714	47631	31.67
15	West Champaran	116348	80416	44.68
	<b>TOTAL</b>	<b>1523247</b>	<b>1198696</b>	<b>27.08</b>

It is evident from the above that Banks have extended higher quantum of credit as compared to last year in the LWE affected districts except Munger and Jamui.

## **AGENDA-XV**

### **INVESTIGATION OF CYBER FRAUD & COUNTERFEIT NOTES DETECTED BY BANKS**

A meeting of Public Sector Banks was held on 17<sup>th</sup> August 2011 at Department of Financial Services, New Delhi regarding Status of Technology Adoption and Integration with the Banking Network. Concern was expressed in the meeting on the slow progress in investigation of Cyber fraud and counterfeit notes being detected by Banks. It was suggested that the issue should be taken up in the SLBC meeting and State Government may be requested to expedite the process of investigation of cyber fraud and other related issues by providing infrastructural support. Further, Controlling Head of all Banks operating in the State are requested to bring to the notice of the State Government occurrences of cyber fraud and detection of counterfeit notes so that appropriate steps may be initiated by the Government in this regard. At the State Head Quarter a separate wing has been established for speedy investigation and disposal of cases related to cyber crime.

## **AGENDA-XVI**

### **FUNCTIONING OF RURAL SELF EMPLOYMENT TRAINING INSTITUTES (RSETIs)**

RSETIs are functional in all the 38 districts of the State. They are engaged in skill development of the unemployed youth for undertaking self employment venture/ wage employment. During the first half year of the financial year 344 training programmes have been organised and 8524 youth imparted training by the RSETIs. Altogether 76405 persons have been trained by the RSETIs in the State by organizing 2671 programmes since inception. The detailed information pertaining to RSETIs in the State is placed on Page No. 27A for information.

Controlling Head of all Banks operating in the State have been requested to arrange to issue instructions to all their branches to sponsor at least 5 trainees in a financial year to the RSETI functioning in the district and also to provide credit-linkage to at least 5 RSETI trained persons in a financial year. This will help the trained youth to start their own venture and also improve the grading of RSETIs as settlement of trainees is a key parameter for grading by GoI.

Under the PMEGP Scheme, the beneficiaries are to be provided training before loan is disbursed to them. The KVIC, KVIB & DIC are requested to utilise the Training facilities available at the RSETIs for PMEGP beneficiaries.

### **LAND ALLOTMENT AT RSETIs**

Reallotment of land in two districts [Sheikhpura & Sitamarhi] in connection with construction of RSETI building is pending. The state government has already advised the District Magistrates of these districts to make available/ reallocate land at the earliest so that building of RSETI may be constructed thereat. At Bhagalpur, possession of land has not been taken by the RSETI. The encroachment in the allotted land for RSETI at Jamui has come in the way of construction of building. State Govt. is requested to help resolve the issue to enable RSETI Jamui complete construction. All Banks which have been provided with land and fund, are requested to complete construction of RSETI building at the earliest.

### **REIMBURSEMENT OF EXPENSES**

The State Govt. has directed the District Magistrates of all districts for payment of training expenses to concerned RSETIs. However there are still many instances of bills pending with distt. authorities. The Deputy Secretary, MoRD, GoI, New Delhi has advised that MoRD would be reimbursing the cost of training BPL candidate in RSETIs which are graded A/B/AA/AB/BA/BB through the State Rural Livelihood Mission.

The modalities for reimbursement of training expenses of RSETI has been provided by MoRD. The modalities for reimbursement the claim in respect of training imparted to BPL trainees during 2013-14 has not yet been advised to Banks. As such no reimbursement claim of expenditure incurred by RSETIs for training BPL youths during 2013-14 has been made. The State Govt. is requested to advise the modalities of reimbursement of claim for training imparted since April'2013, to enable Banks lodge their claims at the appropriate level.

## AGENDA-XVII

### **FINANCIAL LITERACY INITIATIVES**

Financial Literacy Centers (FLCs) are functional in all the districts in the State. 434852 persons participated in 2294 camps organised by the FLCs during the first half year of FY 2014-15. The information pertaining to FLCs in the State is placed at Page No. 28A for information.

As per recent instructions received from the GoI, all rural branches are to conduct at least one financial literacy camp in each month and Financial Literacy Guide, Diary & Poster, designed by RBI, is to be used by the branches in the camp. The data of Financial Literacy Camps organised by rural branches in the districts is placed at page no. 28B.

The Financial Literacy materials, as per requirement of Banks and as decided in the 20<sup>th</sup> meeting of SLBC Sub Committee on Branch Opening and IT Enabled Financial Inclusion, held on 19<sup>th</sup> December 2013, has been printed and distributed by SLBC among Banks in the state. All Banks are requested to ensure that their rural branches undertake Financial Literacy activities using the standard Financial Literacy materials at the required intervals.

## **AGENDA-XVIII**

### **MICRO, SMALL & MEDIUM ENTERPRISES**

The Reserve Bank of India's instructions to the scheduled commercial banks, as advised vide MSME Development Institute, Patna letter No. SLBC/MSME-DI/2011/1306 dated 14<sup>th</sup> March, 2012 regarding enhancing credit flow to Micro, Small & Medium Enterprises (MSMEs), is as under:-

1. Achieve a 20% year-on-year growth in credit to Micro & Small Enterprises to ensure enhanced credit flow.
2. Allocation of 60% of the MSE advances to the Micro Enterprises is to be achieved in stages viz. 50% in the year 2010-11, 55% in the year 2011-12 and 60% in the year 2012-13 and
3. Achieve a 10% annual growth in number of Micro Enterprises accounts.

The performance of Banks in this regard as on 30.09.2014 is placed at page no. 29A of the Agenda Book.

### **SMALL ROAD TRANSPORT OPERATORS (SRTOs)**

Against the target of financing 22000 units, Banks in the state have sanctioned loan amounting to Rs. 306.90 Crore for purchasing 8397 vehicles by SRTOs during the first half year of financial year 2014-15 which is 38% of the annual target. Bank-wise performance is furnished on Page No. 29B.

### **ADVANCES GRANTED UNDER CGTMSE COVERAGE**

A total of 23545 units were financed by Banks involving Rs.672.37 Crore with CGTMSE cover, during the first half year of financial year 2014-15. Further, loans amounting to Rs. 663.22 Crore were disbursed to 23545 units under CGTMSE cover. Considering the wide scope available for coverage of loans under CGTMSE, controlling Head of all Banks in the state are requested to instruct their operating functionaries to cover all the eligible units under CGTMSE.

Bank-wise performance data is furnished on Page No. 29C for information of the House.

### **TARGET UNDER MANUFACTURING SECTOR**

Against the financial target of Rs.850 Crore for the year 2014-15, during the first half year, loan amounting to Rs 393.44 Crores were sanctioned to 3604 units and out of that Rs. 296.88 Crores were disbursed among 3068 units under Manufacturing Sector. The achievement of all banks taken together is 46.28% of the targets allocated.

Controlling head of all Banks are requested to advise their branches to initiate requisite measures so that the target set under the scheme is achieved.

Bank-wise performance data is furnished on Page No. 29D for information of the House.

## **AGENDA-XIX**

### **WEAVERS CREDIT CARD**

Weavers Credit Card (WCC) scheme aims at providing adequate and timely assistance from the Banks to the Weavers to meet their credit requirements i.e. the investment needs as well as the working capital needs of weavers in a flexible and cost effective manner. The Scheme is valid for both rural and urban areas. Controlling Head of all Banks and LDMs of all districts of the State are requested to initiate requisite steps for proper implementation of the Scheme in the State.

Against the target of 5000, total of only 917 applications for loans amounting to Rs. 10.92 Crore have been sanctioned by Banks during the period under review. The Bank-wise achievement as on 30.09.2014 is furnished on Page No. 30A.

### **FOOD PROCESSING UNITS**

In the 44<sup>th</sup> SLBC meeting Food Processing industry was identified as focus area for the State

Banks have sanctioned loans amounting to Rs.284.33 Crore to 398 Food Processing Units during the first half year of the financial year 2014-15. Controlling Head of all Banks are requested to instruct their operating functionaries to intensify efforts for increasing finance to such units.

Bank- wise performance is furnished on Page No. 30B for information.

## AGENDA-XX

### **SECURITY RELATED CONCERN OF BANKS**

Many instances of Dacoity, Theft and other security related incidents have been reported by Banks as under:

Incidents of Dacoity /Theft etc.						
Sl. No.	Name of the Bank	Branch Name	District	Date of Incidence	Loss of property (Amount in Lac)	Nature of Incidence
1.	MBGB	Baurisarai	Biharshari	26.08.2013	3.00	Dacoity
2.	Indian Bank	Aurangabad	Aurangabad	28.09.2013	5.37	Dacoity
3.	SBI	AMY Bhita	Patna	11.11.2013	61.28	Burglary
4.	UBGB	Bhalpatti	Darbhangha	15.04.2014	BR. Manager Shot Dead	Dacoity
5.	Union Bank	Fathua	Patna	14.05.2014	100.00	Dacoity
6.	Allahabad Bank	Jalhara	Buxur	17.09.2014	15.59	Dacoity

The Above mentioned data suggests that criminal activities have increased in the area of operation of Banks in general and as such staff members have developed a sense of insecurity.

The State Government is therefore requested to expedite the process of raising a special battalion of police personnel for security of Banks so that the Bankers are able to provide unhindered Banking services to the people in a more secured environment, especially in remote areas.

## AGENDA-XXI

### **SPECIAL CENTRAL ASSISTANCE (SCA) TO SPECIAL COMPONENT PLAN (SCP) FOR SCHEDULED CASTES**

The Govt. of India's scheme provides for Special Central Assistance (SCA) to be utilised in conjunction with Special Component Plan (SCP) for Scheduled Castes (SCs).

A Copy of letter of Joint Secretary, Ministry of Social Justice, Govt. of India containing the details of the scheme was placed in the Agenda Book of 46<sup>th</sup> SLBC meeting held on 26.11.2013

All Banks are requested to provide financial assistance to the Scheduled Caste people to bring about economic development of Scheduled Caste families in the state. The State Govt. is requested to circulate the salient features of the scheme to facilitate financial assistance under the scheme, by the banks.

**AGENDA-XXII****MISCELLANEOUS ISSUES****REGISTRATION OF SECURITY INTEREST WITH CENTRAL ELECTRONIC  
REGISTRY (CERSAI)  
MEMBERSHIP FOR CERSAI IN SLBC MEETINGS**

The status of filing of transaction by the Banks on CERSAI portal needs to be discussed in the SLBC meeting as decided in the meeting dated 11<sup>th</sup> September, 2012 of the Core Committee of Banks/FIs with CERSAI officials. Accordingly, the CERSAI officials are being invited in the SLBC meetings for discussions on the issues concerning CERSAI.

**ESCALATION IN STAMP DUTY PAYABLE ON SECURITY DOCUMENTS**

The escalation in stamp duty payable on security documents pertaining to non-Agri loans from Rs. 100/- to Rs. 1000/- is acting as a hurdle in credit dispensation to small borrowers, particularly under retail lending, DRI, WCC etc. The State Government is earnestly requested to look into the matter so that the credit growth, particularly under small loan segment, is not adversely affected. In this connection the State Govt. has advised that it was not possible to consider the request in this regard. The State Govt. is, however, again requested to reconsider the escalation in stamp duty on small value non Agri loans & that applicable on other documents viz. deceased payment etc for convenience of general public.