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**STATE LEVEL BANKERS' COMMITTEE
45TH MEETING**

NOTES ON AGENDA ITEMS

AGENDA-I

**CONFIRMATION OF MINUTES OF THE
44th STATE LEVEL BANKERS' COMMITTEE MEETING
HELD ON 11.05.2013**

The House may please confirm the Minutes of the 44th State Level Bankers' Committee meeting held on the 11th May, 2013.

ACTION TAKEN REPORT ON THE ACTION POINTS OF 44th SLBC MEETING HELD ON 11.05.2013 AT RAJGIR

[1] ACTION POINT - In terms of the instructions of the Hon'ble Finance Minister during the SLBC meeting, the target of Education Loan should be increased in such a manner that the performance of the state catches up with the national average in this regard and all Banks should strive to achieve their Education Loan target during 2013-14.

(Action: SLBC & All Banks)

ACTION TAKEN: - (i) The target for providing Education Loan by the banks during 2013-14 in the state has been fixed at 80,000 which is double of last year's target.

(ii) The target has been distributed among banks for achievement. The bank-wise & district-wise target is placed at page no. - to - of the Agenda Book.

(iii) Upto June 2013 all banks have financed 7091 Education Loans to deserving students of the state.

[2] ACTION POINT- The Senior functionaries of Banks should make field visits at least once a month and inspect a few branches on every visit. During these visits the Education Loan register should be verified, on random basis, to ascertain the actual position with regard to obtaining collateral security in Education Loans.

(Action: All Banks)

ACTION TAKEN: - All banks have been advised to ensure compliance of the above decisions taken in the 44th SLBC meeting.

[3] ACTION POINT- All complaints regarding education loan together with details of resolution should be sent by all Banks to the AGM, SLBC for collation & reporting to Govt. of India on a monthly basis.

(Action: All Banks & SLBC)

ACTION TAKEN: - All banks have been advised to send the monthly report with respect to complaints regarding Education Loan received at their end, to SLBC to enable it to report to Government of India accordingly.

[4] ACTION POINT- 750 new Brick & Mortar branches should be opened by the Banks in the State during 2013-14. During opening of branches priority should be given to unbanked villages with population above 5000 and to unbanked panchayats.

(Action: SLBC & All Banks)

ACTION TAKEN: - Target for opening 750 new Brick & Mortar branches during 2013-14 has been formulated & advised to all banks. The same is placed at page from - to - of the Agenda Book. All banks have also been requested to give priority for opening branches in allotted villages with population above 5000 and to unbanked Gram Panchayats in the state.

[5] ACTION POINT- Bank account should be opened in the identified three districts (Arwal, Sheikhpura & Sheohar) by 31st May 2013 for all beneficiaries of the identified schemes who do not have a bank account. The feeding of Aadhar No. in these accounts should also be done at the earliest.

(Action: All Banks & State government)

ACTION TAKEN:- The status of opening of account of beneficiaries of the identified schemes in the three districts is placed at page no.- to – of the Agenda Book. The details of Aadhar Number/ NPR are to be made available by the state government by 31st August 2013. Once that is made available, the banks have been advised to seed the Aadhar No. in the account of the beneficiary, within three days of receipt of Aadhar number.

[6] ACTION POINT- Cluster based plan for financing Weavers should be made and implemented and all Weavers having identity card issued by authorized Government agency should be financed during the current financial year.

(Action: All Banks)

ACTION TAKEN: - The Directorate of Handloom & Sericulture has formulated a target of providing loan to 15000 weavers during 2013-14. The target has been distributed among banks & district & advised to all concerned for achievement of the same (Target of WCC placed at page --- to ---). All banks have been requested to give priority to weavers who have been issued identity card by the state government agency, while financing loan to weavers.

[7] ACTION POINT- RBI should devise a common verifiable format at an early date, for reporting of data by banks so that Scheme-wise/ category-wise disbursements etc. are properly reported by various Banks

(Action: RBI)

ACTION TAKEN: The Lead Bank Scheme – Monitoring Information System (LBS-MIS) format of RBI has been advised to all banks for providing data on the same. The information received from banks for June quarter has been placed at page no. – to – of the Agenda Book.

[8] ACTION POINT- All proposals received/ pending under Food processing (rice mill, flour mill, solvent extraction, poultry feed manufacture, honey processing, maize processing, diary and cold storage) should be collated by the State Govt. by 15th June 2013 and all Banks should ensure timely disposal of these proposals.

(Action: Industry Department, State Government & All Banks)

ACTION TAKEN: The list of 24 proposals under Food Processing received from Industries Department, Govt. of Bihar is placed at page no. – to – of the Agenda Book & all banks have been advised to dispose these applications on priority basis.

[9] ACTION POINT- ATM cards on 'RUPAY' platform should be issued to all new eligible KCC borrowers. At the time of renewal of KCC, the kisan must be issued the RUPAY card.

(Action: All Banks)

ACTION TAKEN: All banks have been advised suitably for issuing ATM card to all eligible KCC borrowers. The performance of Banks upto June 2013 in this regard is placed at page No. --- of the Agenda Book.

STATE LEVEL BANKERS' COMMITTEE, BIHAR

KEY INDICATORS
(ALL BANKS)

(Rs. in Crore)

Sl. No.	ITEMS	JUNE'12	JUNE'13	Bench-mark
1	DEPOSITS	140254.40	161858.43	
2	ADVANCES	46124.65	56118.88	
3	ADVANCES INCLUDING ADVANCES GRANTED TO UNITS IN BIHAR BY BRANCHES OPERATING OUTSIDE BIHAR	51118.49	61857.69	
4	ADVANCES INCLUDING RIDF	53716.91	65041.45	
5	CD RATIO	38.30	40.18	
6	PRIORITY SECTOR ADVANCES	34072.58	40202.81	
7	SHARE OF PSA IN TOTAL ADV (SL.NO.2)(%)	73.87	71.64%	40 %
8	AGRICULTURAL ADV.	20716.15	23401.90	
9	SHARE OF AGL. ADV IN TOTAL ADV (SL.NO.2) (%)	44.91%	41.70%	18 %
10	MSE ADV.	6945.01	9359.36	
11	SHARE OF MSE ADV. IN PSA (%)	20.38%	23.28%	
12	ADV. TO WEAKER SEC.	12157.89	14155.68	
13	SHARE OF WEAKER SEC. IN PSA (%)	35.68	35.21	25 %
14	DRI ADV.	79.75	69.50	
15	SHARE OF DRI ADV IN TOTAL ADV (sl.no.2) of mar'12 (%)	0.18%	0.12%	1 %
16	ADV. TO WOMEN (DISBURSEMENT)	464.12	822.49	
17	SHARE OF ADV. TO WOMEN IN DISBURSEMENT (%)	6.51%	7.64%	5 %
18	TOTAL NUMBER OF BRANCHES	4882	5342	
A	RURAL	2750	3181	

B	SEMI-URBAN	1208	1173	
C	URBAN	221	988	

AGENDA-III

ANNUAL CREDIT PLAN: 2013-14 TARGET 2013-14

The ACP target of the state for FY 2013-14 has been fixed at Rs.62000 Crore which is 20.62% increase over last year's target of Rs 51400 Cr.

On the basis of deliberations held during various meetings organised in this regard, the ACP target has been distributed among Banks and Districts on the following basis:

1. The target of Co-operative Bank has been kept at Rs.802 Cr. Which is a reduction of 65.46% as compared to their last year's.
2. The target of RRBs has been increased by 20%.
3. The target of Commercial Banks has been increased by 26.06 %.
4. The Priority Sector target distribution among districts has been done on the basis of Potential Linked Plan (PLP) prepared by NABARD.
5. Within the district, the target distribution for Agri Segment has been made on the basis of number of Rural & Semi-Urban (RuSu) branches and for other segments total number of branches was taken into consideration. However, per-branch target of Banks, within the district, could not be made exactly equal as the number of branches was not the basis for fixing the Bank-wise target at state level.

The Bank-wise and district-wise ACP target of FY 2013-14 is placed at page No.34A to 34F of the Agenda Book for information of all concerned.

REVIEW OF PERFORMANCE UNDER ACP 2013-14 UPTO JUNE QUARTER

The performance of all banks under the Annual Credit Plan 2013-14 during the quarter ended June 2013 is as follows:-

(Rs. in Crore)

Banks	Target	Achievement	% Ach.
Comm. Banks	47938	8804.15	18.37
Co-op. Banks	802	42.54	5.30
RRBs	13260	1923.64	14.51
Total	62000	10770.33	17.37

Sector-wise break-up of targets and achievement:

(Rs. in Crore)

Sector	Target	Achievement	% Ach.
Agriculture	30286	4934.89	16.29
SME	4820	1036.11	21.49
OPS	5724	1034.29	18.07

TPS	40830	7005.29	17.16
NPS	21170	3765.04	17.78
Total	62000	10770.33	17.37

Bank-wise and district-wise position is furnished on **Page- 7A to 7E.**

COMPARATIVE PERFORMANCE UNDER ACP
As on June' 2013 vis-a-vis June' 2012

(Rs. in Crore)

Banks	2013-14			2012-13			YOY increase in disb. (%)
	Target	Ach.	% Ach	Target	Ach.	% Ach	
Comm	47938	8804.15	18.37	38028	5720.44	15.04	54%
Co-op	802	42.54	5.30	2322	34.26	1.48	24%
RRBs	13260	1923.64	14.51	11050	1371.85	12.41	40%
Total	62000	10770.33	17.37	51400	7126.55	13.86	51%

SECTOR-WISE PERFORMANCE:

(Rs. in Crore)

Sector	2013-14			2012-13			YOY increase in disb. (%)
	Target	Ach.	% Ach	Target	Ach.	% Ach	
AgI.	30286	4934.89	16.29	25400	2995.07	11.79	65%
MSE	4821	1036.11	21.49	3400	725.20	21.33	43%
OPS	5723	1034.29	18.07	4600	675.57	14.68	53%
TPS	40830	7005.29	17.16	33400	4395.39	13.16	59%
NPS	21170	3765.04	17.78	18000	2731.16	15.17	38%
Total	62000	10770.33	17.37	51400	7126.55	13.86	51%

Comparative performance shows that the overall achievement during the period under review is 17.37%, as against 13.86% recorded during the corresponding period last year. Further, in absolute terms, banks have disbursed substantially higher quantum of loans (3642.67 Cr. i.e 151% 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 growth, it will be observed that advances to Agri & OPS sectors have increased

significantly during the first quarter of 2013-14.

LEAD BANK SCHEME: STRENGTHENING OF MONITORING INFORMATION

SYSTEM (MIS)

RBI has reviewed the existing Annual Credit Plan (ACP) formats and advised all concerned to prepare the statements on the new formats, starting from the year 2013-14. The Lead Bank Scheme- Monitoring Information System (LBS-MIS) comprises of following five statements:

- i. LBS-MIS - I- ACP Target
- ii. LBS-MIS - II- Disbursement & Outstanding figures
- iii. LBS-MIS -III - Achievement under ACP vis-a vis target
- iv. LBS-MIS -IV -Financial Inclusion Plan 2013-2016
- v. LBS-MIS -V - Progress under Financial Inclusion Plan

Accordingly, the target of Agriculture & Allied- Direct & Indirect, MSE, Education, Housing and Medium Industries have been prepared and is placed at page No. 34G to 34AF of the Agenda Book for information of all concerned. The LBS MIS- I, II & III of the state is also placed at page No. 8A of the Agenda Book for information of the House.

AGENDA-IV

BRANCH OPENING 2013-14

During the 44th SLBC meeting, held on 11th May 2013 at Rajgir the Hon'ble Finance Minister had desired that Banks operating in Bihar should open 750 new branches during the Financial Year 2013-14, which is approx 15% of the existing No. of Branches of all Banks excluding Co-operative Banks.

SLBC requested the Banks operating in the State to provide their plan for Branch Opening during the year. The Bank-wise target for opening 750 new branches in the state has been arrived at and advised to all Banks for achievement. The bank-wise target and progress during the first quarter is placed at page No. 8B 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 to accounts and Point of Sale Terminals is placed at Page No. 8C to 8D for information.

AGENDA-V

EDUCATION LOAN

Providing education loan to all 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.

In the light of the discussions held in the 44th SLBC meeting held on 11th May 2013 at Rajgir, the target for providing Education Loan in the state during 2013-14 has been fixed at 80000 and the same has been distributed among Banks for achievement. A copy of the Bank-wise target and achievement there against is placed at page No. 10A to 10B of the Agenda Book.

During the first quarter of the current FY, Education Loan amounting to Rs 214.78 Crore was sanctioned to 7091 students and loan amounting to Rs. 170.00 Crore were disbursed among 7610 students under Education Loan.

The achievement of all banks taken together is 8.86 % 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 Government of India has also been giving target for level of outstanding under Education Loan. The Banks in the state surpassed the GoI target during 2012-13 and is on the path of achieving the target during the current FY 2013-14, as is reflected from the status of level of Education Loan, furnished hereunder-

(Amount in Rs. Crores)

	TARGET		ACHIEVEMENT		% ACHIEVEMENT	
	A/C	AMOUNT	A/C	AMOUNT	A/C	AMOUNT
2012-13	94318	2376.34	104571	2470.02	110.87%	103.94%
2013-14	120257	2840.52	106784*	2577.22*	88.80%*	90.73%*

* Achievement as on 30.06.2013

For giving further boost to the Education Loan in the state, four Education Loan camps were organised at all the district headquarters in the state by the State Government, in

which the aspiring students submitted their application for obtaining Education Loan and the same was forwarded to the Banks for disposal. Altogether 3425 number of students enquired in the camps and 2621 number of students submitted their Education Loan application. The camp-wise detail of all districts is placed at page No. 10C of the Agenda Book for information.

On 9th July 2013, in leading newspaper of the state the State Government published an advertisement of all the four Education Loan camps detailing the features of the scheme, Eligibility criteria and Checklist of the scheme along with the names of the nodal officer of all leading banks in the state for Education loan. The list containing details of the nodal officer of all leading banks in the state for Education loan is placed at page No. 10D of the Agenda Book for information.

As courses like ICWA, CA, Nursing, B.Ed. etc. are also eligible for Education Loan, banks are requested to ensure that guidelines in this regard are followed and for study under all eligible courses Education Loan are provided.

HOUSING LOAN

Loan amounting to Rs.466.17 Crore was sanctioned to 3955 beneficiaries by Banks during the first quarter of F.Y. 2013-14. Out of these, Housing Loan upto Rs. 15 Lac with project cost upto Rs. 25 Lac was provided to 3058 beneficiaries. The bank-wise performance during the review period is placed at **Page No. 10B**.

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 outstanding as on 30.06.2013 was Rs.6325.49 Crore (No. of borrowers: 890629) out of which loans amounting to Rs.2712.25 Crore (42.88% of PSA) were provided to 314624 (35.33% of PSA) borrowers belonging to minority communities. The amount provided to Minority communities by banks in the above mentioned districts ranges from 30 to 75%. Thus, all the districts have achieved the target of providing more than 15% of their priority sector

loans to the 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 th JUNE 2013							
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. (in Lacs)	No.	Amt. (in Lacs)	No.	Amt.
1	ARARIA	47065	67833	33887	40021	72	59
2	PURNEA	82315	120373	34292	48290	42	40
3	KATI HAR	176905	98478	46858	40725	26	41
4	KISHANGANJ	55010	50466	39713	37847	72	75
5	DARBHANGA	256230	91960	70645	37055	28	40
6	SITAMARHI	54525	73505	13611	21811	25	30
7	WEST CHAMPARAN	218579	129934	75618	45476	35	35
	TOTAL	890629	632549	314624	271225	35.33	42.88

AGENDA-VII

FINANCIAL INCLUSION & DIRECT BENEFIT TRANSFER

The Government of India has issued "Strategy and Guidelines on Financial Inclusion" from time to time. The various issues covered under the strategy are as under:

1. PERIODICAL UPDATION OF SERVICE AREA PLAN ON DISTRICT WEBSITE:

Govt. of India had asked to prepare Dist. Service Area Plan (DSAP) and upload the same on District website. All the LDMs have since complied it. As per GOI instructions DSAP has to be periodically updated to account for appointment of new BCAs, change of BCAs, change of identified Bank Officials for visit etc. All Lead District Managers are again requested to ensure that the Service Area Plan with requisite details is updated regularly on a monthly basis whenever any change takes place.

2. EXTENSION OF BANKING SERVICES TO VILLAGES HAVING POPULATION OF 1600 to 2000 BY MARCH 2013:

3052 unbanked villages with population of 1600 to 2000 have been identified and advised to concerned LDMs and banks, which had to be covered by providing banking

facility by March, 2013.

Banks have, till June 30th 2013, covered 1880 of these unbanked villages by providing banking facility thereat. Banks which are yet to cover the allotted villages are requested to cover the remaining villages by providing banking facility at an early date. Bank-wise allotment & progress report as on 30.06.2013 is placed at **Page No. 15A** for information of the House.

3. 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 less than 2000 by March, 2016. All banks have submitted their Roadmap for providing banking services in villages with population below 2000. Till June'2013 in 2425 villages out of identified 27343 such villages, the banking facilities have been provided.

4. OPENING OF A BRICK AND MORTAR BRANCH IN VILLAGES HAVING POPULATION OF 5000 & ABOVE:

Controlling Head of all banks operating in the State have been requested to put in concerted efforts for setting up Brick and Mortar branches/ USBs in all the identified villages with population above 5000/10000 at an early date. Till 9th July'2013, 1590 such villages out of allotted 1695 villages have been covered. Out of 1590 covered villages, 137 villages have been covered by Brick & Mortar Branches and 1453 villages have been covered by USBs. However, USB data is based on weekly visit by the Bank Officials, as against the instructions of GoI for visit on all working days with laptop having VPN connectivity.

Bank-wise details of villages covered vis-a-vis villages allocated to them are furnished on **Page No.15B**.

5. ESTABLISHMENT OF ULTRA SMALL BRANCHES IN LWE AFFECTED DISTRICTS UNDER THE GUIDELINES FOR INTEGRATED ACTION PLAN (IAP) FOR SELECTED TRIBAL & BACKWARD DISTRICTS UNDER THE STATE COMPONENT OF BACKWARD REGIONS GRANT FUND (BRGF):

Under Financial Inclusion various measures have been initiated by the Government of India regarding establishment of Ultra Small Branches (USBs) in all FI villages (above 2000 population) including Left Wing Extremism (LWE) affected areas. Ministry of Home Affairs has identified 15 districts in Bihar as Left Wing Extremism (LWE) affected. The Planning Commission has also formulated guidelines for Integrated Action Plan (IAP) in some selected tribal and backward districts under the State component of Backward Regions Grant Fund (BRGF). 9 LWE districts (Arwal, Aurangabad, Gaya, Jamui, Jehanabad, Kaimur, Munger, Nawada & Rohtas) in Bihar also figure in the Planning Commission list for IAP. As per IAP guidelines, a committee headed by District Collector/District Magistrate and consisting of the Superintendent of Police of the District and District Forest Officer is responsible for implementation of the Scheme.

Funding of Capital Cost for establishing the USBs, amounting to Rs. 1.40 lacs per USB has been included by the Planning Commission as permissible project under IAP. LDMs of concerned 9 districts have been requested to approach the District Magistrate for funding of capital cost for the establishment of USBs in the identified villages having population over 2000. Controlling Head of all Banks in Bihar have been requested to instruct their operating functionaries to coordinate with respective LDMs for funding of USBs in the identified villages having population above 2000 in their respective districts under the guidelines for IAP.

We have also requested the Principal Secretary, Department of Finance, Government of Bihar to advise the District Magistrates of the relevant 9 districts to arrange for funding of capital cost for establishment of USBs in the identified villages having population over 2000.

The progress report as on 30.06.2013, regarding establishment of USBs in 9 LWE affected districts, which is covered under Integrated Action Plan has been furnished on **Page No. 15C** of the Agenda Book.

Department of Financial Services, Govt. of India has expressed its unhappiness over huge gap in opening of USBs in these 9 LWE affected districts. All Banks are requested to speed up establishment of USBs in the 15 LWE affected districts and lodge claims for obtaining reimbursement in the 9 LWE affected districts coming under IAP.

STATUS OF ESTABLISHMENT OF ULTRA SMALL BRANCHES IN LWE AFFECTED DISTRICTS OTHER THAN THOSE COVERED UNDER THE INTEGRATED ACTION PLAN:

Further DFS, GoI has asked for status of establishment of USBs in the remaining 6 LWE affected districts, wherein claim is not to be made under IAP. The data submitted by banks, placed at Page No.15D, show that as against 1874 villages with population over 2000 only 531 USBs have been established by the Banks. Banks are requested to speedup establishment of USBs in terms of DFS, GoI guidelines.

6. DIRECT BENEFIT TRANSFER

Government of India has decided to provide for Direct Cash Transfer facility in all the districts of the State in a phased manner. In this connection, the Department of Financial Services (DFS), Government of India (GoI) has issued several guidelines for preparing comprehensive plan for coverage of the entire State through banking services to enable Direct Cash Transfer.

SLBC and banks have been advised to undertake mapping of Gram Panchayat based on the concept of Sub-Service Area (SSA) to plan for providing a banking outlet (Branch or BCA) to each SSA comprising of 1000-1500 households or 4000- 6000 population. The distribution of Wards among banks needs also to be done in all the towns to facilitate opening of accounts of beneficiaries of these areas.

Based on the above instructions of Government of India, Sub Service Areas are being formed in all the districts taking the household/population criteria into consideration. All

LDMs are required to complete the task of preparation of the Sub-Service Area in consultation with the respective Bank branches/ District Coordinators without further loss of time. The uncovered Sub-Service Area should be covered by the concerned Bank at an early date.

The present status of coverage of Sub Service areas in the three districts (Arwal, Sheohar & Sheikhpura) identified for DBT by Govt. of India is furnished hereunder:

i. Coverage of Sub-Service Areas:

Sr No	Name of the District	Number of Gram Panchayat (GPs)	Number of Sub Service Areas (SSAs)	Existing and Proposed Banking Coverage Through (No. of SSAs and Panchayats)							
				Existing Bank Branch		Existing Functional BCAs		Existing Functional CSCs		Proposed BCAs/CS Cs	
				5		6		7		8	
				SSAs	GPs	SSAs	GPs	SSAs	GPs	SSAs	GPs
				5a	5b	6a	6b	7a	7b	8a	8b
1	Arwal	69	106	25	25	81	44	0	0	0	0
2	Sheohar	53	98	14	14	68	39	0	0	16	0
3	Sheikhpura	54	80	13	13	48	33	0	0	19	8
	TOTAL	176	284	52	52	197	116	0	0	35	8

All together 284 sub service areas have been formed in these three districts and out of these 249 are covered as under-

By branch- 52

By BCAs- 197

The remaining 35 unbanked sub service areas have been allotted among banks for coverage as under-

Banks/ Districts	Arwal	Sheohar	Sheikhpura	Total
SBI	00	01	00	01
PNB	00	00	04	04
BOI	--	05	02	07
Canara Bank	00	01	06	07
BOB	--	--	01	01

Indian Bank	--	00	02	02
UCO	--	--	02	02
Syndicate Bank	--	--	02	02
UBGB	--	09	--	09
TOTAL	00	16	19	35

All identified Sub-Service areas were to be covered by banks on or before 31st May'2013. In Sheohar district 16 new Sub-Service areas were identified by the Lead District Manager in view of the observations of DFS, GoI after submission of the mapping exercise. The Banks should ensure to cover these uncovered SSAs by 31st August'2013. All banks are requested to adhere to the timeline in coverage of the Sub Service Areas.

ii. Scheme-wise Beneficiary details:

Out of 28924 beneficiaries of the identified schemes in the three districts, accounts of only 22223 beneficiaries have been opened by the Banks. The remaining 6701 beneficiaries list is referred to the district administration for removal of some anomalies pointed out by the LDMs. The accounts will be opened by the concerned banks on receipt of amended list. The Aadhar/ NPR number seeding has not been done in the accounts as the district administration has not provided the verified Aadhar/ NPR number of these beneficiaries. The status with regard to scheme-wise account opening and seeding of Aadhar number in the accounts is placed at page No. 15E & 15F of the Agenda Book for information of the House. It is requested that the district administration provide all required support to the Banks in connection with correction/ modification in beneficiary's list and providing Aadhar/ NPR number to enable Banks seed the Aadhar No. in the accounts.

As coverage under Aadhar is not deeply penetrated in the state, Govt. of Bihar has directed to Land & Revenue Reforms Department, and Census Directorate, Govt. of Bihar for increasing coverage under NPR for smooth roll out of Direct Benefit Transfer.(copy of Letter No.1368 dated 06.08.2013 issued by Finance Department (Institutional), Govt. of Bihar is placed at Page No. 15G for information of all concerned.)

iii. Branches, ATM & Debit Cards

Apart from providing banking infrastructure in the unbanked sub service areas, Government of India had advised for installation of ATM at all branches in these three districts by 30th June'2013 and issuance of debit card to all eligible beneficiaries by 31st May'2013.

As per information received from the LDMs of the three districts, there are 64 branches in these three districts without having on-site ATMs. Also 19497 beneficiaries of the 28924 beneficiaries of DBT have not been issued with Debit Cards. Banks need to issue Debit Card to all eligible beneficiaries.

The details with regard to No. of branches not having ATMs and the number of beneficiaries not issued Debit cards is placed at page No. 15H of the Agenda Book for

information of the House.

As the time line of both the tasks is already over all Banks are once again requested to establish ATMs at all branches and issue Debit cards to all eligible beneficiaries at an early date.

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

The target for the current Financial year has been fixed and circulated among all concerned. During finalisation of target, the recommendation of KVIC, Patna, for keeping the per branch target of RRBs at almost half of that of the Commercial Banks has been followed. A copy of the allotted target is placed at page No. 34AP to 34AS for information of the House.

Against the physical target of 5591 projects, banks have sanctioned 340 projects amounting to Rs. 12.15 Cr during the first quarter of the FY 2013-14. As financing under PMEGP has not yet picked up, all concerned are requested to pay more attention towards financing under the scheme. The information on loan sanctioned & disbursed by banks is provided at Page No. 16A of the Agenda book for information of the House.

(B) SWARNJAYANTI SHAHARI ROJGAR YOJANA (SJSRY)

Under the Scheme, loans amounting to Rs.78 Lacs have been sanctioned to 112 beneficiaries during the period under review. Bank-wise performance under the scheme for the first quarter of the year is furnished on Page No. 16B.

The LED Coordinator, UTAST, Support Programme for Urban Reforms in Bihar (SPUR), Urban Development and Housing Department, Govt. of Bihar has advised the physical targets for financing under SJSRY during 2013-14. The physical target has been prepared under three heads: Urban Self Employment Programme (USEP), Urban Women Self-help Programme (UWSP)- Revolving Fund & Group Enterprises. The salient features of the schemes and the physical targets for financing under SJSRY during 2013-14 is placed at page No. 16C to 16F of the Agenda Book. The LDMs are requested to distribute the target among Banks based upon the presence of banks in the Urban Local Bodies to whom the target is allotted. The distributed target be advised to SLBC by 31st August to enable SLBC advise the consolidated Bank & district-wise target among all concerned.

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 of the society at an affordable cost for the overall economic development of the society and banks play a facilitating role through credit linkages to them. Banks have credit-linked 5824 SHGs during the first quarter of FY 2013-14, with total Bank-finance of Rs. 43.59 Crore. Bank-wise SHG credit-linkage during the first quarter of F.Y. 2013-14 is furnished on **Page 18A**. Year-wise performance under SHG Financing is given hereunder:

(Rs. in Crore)

Year	Number of SHGs Credit Linked	Amt. of Finance
DURING 2008-09	25696	211.44
DURING 2009-10	30241	295.05
DURING 2010-11	26055	198.13
DURING 2011-12	22714	179.64
DURING 2012-13	29593	193.39
DURING 2013-14 (Upto June'2013)	5824	43.59

For increasing financing to Self Help Groups, the role of JEEVIKA is of utmost importance in the state, as all Banks have entered into agreement with JEEVIKA for financing of SHGs in 16 districts, especially in view of the fact that they are the model agency for implementation of NRLM in the state. The opening of Savings bank account and their credit linkage by the Banks need to be facilitated through representatives of JEEVIKA in all districts. JEEVIKA is therefore requested to increase its presence in all districts and work aggressively towards increasing SHG finance in the state. The Banks, on their part are required to keep sufficient number of stationeries required for the purpose at the branches and it needs to be reiterated by all the Banks to their concerned branches that the credit linkage to SHGs is uniform and adequate in the entire State.

The target for Savings linkage of 1,10,000 SHGs and Credit linkage of 75,000 SHGs has been distributed among Banks for achievement during the current Financial year. A copy of the allotted target is placed at page No. 34AL to 34AM for information of the House.

As decided in the 18th Steering Committee meeting on SHG & IT-enabled Financial Inclusion held on 27th June, 2013, SLBC has circulated a copy of uniform Savings Linkage and Credit Linkage format (based upon the discussions held so far) to the banks, JEEVIKA and WDC seeking their comments. A copy of the minutes of the 18th steering Committee meeting on SHG & IT-enabled Financial Inclusion held on 27th June, 2013, is placed at page No. 18B to 18H for information of the House.

Under the Support Programme for Urban Reforms in Bihar (SPUR), the Urban Development and Housing Department, Govt. of Bihar has advised that they are promoting SHGs in Urban areas with support from the Department for International Development (DFID), Government of UK under 'Samvardhan' Programme. A copy of UD & HD letter No. SPUR-PMU/046/CM&MP-II/2013-14/94 dated 17th May'2013 is placed at page No.18I of the Agenda Book for information of the House.

JOINT LIABILITY GROUP

The target for financing 60000 JLGs have been fixed for the current year and advised to all banks. A copy of the allotted target is placed at page No. 34AN for information of the House.

The Bank-wise performance under JLG is placed at Page No.18J for information of the House. 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. 2013-14.

AGENDA-X

KISAN CREDIT CARD (KCC)

REVIEW OF PROGRESS AS ON 30.06.2013

A summarised statement of Kisan Credit Cards issued by Commercial Banks, RRBs and Co-operative Banks, vis-à-vis their respective targets, during first quarter of FY 2013-14 is given below:

Banks	Sanctioned (No.)		Target (No.)		% Achievement	
	New	Renewal	New	Due for Renewal	New	Renewal
Comm. Banks	112053	117003	909185	206554	12.32	56.65
RRBs	45981	205455	535349	333891	8.59	61.53
Co-op. Banks	2554	22001	55468	908533	4.60	2.42
TOTAL	160588	344459	1500000	1448978	10.71	23.77

It is evident from the above Table that banks operating in the State have sanctioned loans to a total of 505047 beneficiaries (New-160588 & Renewal-344459) under KCC amounting to Rs. 2995.93 Crore during the first quarter of FY 2013-14 while during the same period last year, only 313006 beneficiaries were extended loans under KCC, the amount involved being Rs.2101.04 Crore.

Thus, Y-o-Y growth of 61.35% and 42.59% has been witnessed in terms of no. of KCCs issued and amount of finance extended, respectively. Bank-wise performance is furnished on **Page- 22A to 22F**.

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 same is also uploaded on the website of SLBC. Banks should finance KCC upto Rs. 50,000/-, without insisting for LPC, and instead of LPC, Affidavit and current rent receipt should be demanded by banks. While the State Government has also issued instructions to its field level functionaries to facilitate generation of loan application forms, complete in all respect, the Banks need to continue their endeavour for generating KCC loan applications from all eligible farmers and the services of BC Agents

may also be utilized for the purpose.

The banks have sent the list of existing KCC holders and defaulters to the State Government. The Agriculture Department, GoB has sent these lists of existing KCC holders and list of all defaulters, received from banks, to District Agriculture Officers of all districts for utilization of these lists during generation of KCC applications. In this connection, the Agriculture Department, GoB has been requested to provide village-wise list of eligible farmers to banks, to enable them to extend credit facility.

ISSUANCE OF ATM CARDS TO KCC HOLDERS

As per the revised KCC scheme circulated by RBI, KCC has to be issued as Rupay Cards. The Bank-wise information on ATM Cards issued to KCC borrowers is placed at page No. 22G of the Agenda Book for information of the House. All Banks are requested to ensure that ATM cards on 'RUPAY' platform are issued to all new eligible KCC borrowers and at the time of renewal of KCC, the eligible farmers must be issued with ATM card.

NEW FORMATS OF LAND POSSESSION CERTIFICATE (LPC)

Based upon discussions held in the meeting held on 28th February'2013 under the chairmanship of the Chief Secretary, Government of Bihar, the State Government has devised two types of formats of LPC on the basis of amount of loan.

- i. For loan amount upto Rs 1 lakh.
- ii. For loan amount above Rs 1 Lakh.

A copy of both types of LPC under the cover of Revenue & Land Reform Department Letter No.236(10) dated 26/07/2013 is placed at Page No.22H to 22K of the Agenda book for information of the House. The letter also contains the timelines devised by the State Government for mutation of land & issuance of LPC as Rights provided under Bihar Public Services Act. The House may discuss the LPC Formats so that the same could be adopted for implementation in the state.

The Agriculture Department, Govt. of Bihar has requested the Revenue & land Reforms Department to make adequate number of new formats of LPC made available to the Circle Officers to enable them issue LPC on the new formats. A copy of Agri Department letter No. 3157 dated 23.07.2013 2013 is placed at Page No.22L of the Agenda book for information of the House.

INTEREST SUBVENTION FOR PROMPT REPAYMENT

The State Government provides one percent Interest Subvention on prompt repayment of KCC loans. NABARD Regional Office, Patna has provided the Bank-wise status of 1% Interest Subvention Scheme of the Govt. of Bihar for the three years 2010-11, 2011-12 & 2012-13, a copy of which is placed at page No.22M to 22N of the Agenda Book. According to the report of NABARD, the amount released on account of interest

subvention during the three years is as under:

Year	No. of farmers availing crop loan @7 % p.a. intt.	Amt. of Intt. Subvention released (Amt. in Lakhs)	No. of farmers benefitted	% of farmers benefitted
2010-11	1242683	613.31	345821	27.83
2011-12	1096308	309.04	172944	15.78
2012-13	852435	206.98	77612	9.10
Total	3191426	1129.34	596377	18.69

CROP INSURANCE SCHEME

The Cooperative Department, Government of Bihar has distributed 31 districts of the State under the Weather Based Crop Insurance Scheme (WBCIS) among eight Insurance Companies vide their Notification No. 2481 dated 06.06.2013. For implementation of Modified National Agriculture Insurance Scheme (MNAIS), the remaining seven districts have been distributed among four Insurance Companies vide Notification No. 2482 dated 06.06.2013 of the Cooperative Department, Government of Bihar. A copy of both the Notifications is placed at page No.220 to 22Z of the Agenda book for information of the House.

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 beyond 15 days, by the Branch, 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 Banks are also requested to provide the list of all insured farmers to the insurance companies to enable them furnish the same to the State Government for release of premium subsidy. A copy of Agriculture Insurance Company of India Ltd. letter No. CRP.INS:F.LST:197:2013 dated 12th July 2013 is placed at page No. 22AA of the Agenda

Book for information and needful action by the Banks.

DAIRY, FISHERY & POULTRY

Banks have sanctioned loans amounting to Rs 47.90 Crore to 2976 beneficiaries under various Dairy schemes, Rs. 2.03 Crore to 99 beneficiaries under Fishery schemes and Rs. 12.89 Crore to 272 beneficiaries under Poultry schemes during the first quarter of FY 2013-14.

The Animal & Fisheries Resources Department, Government of Bihar has brought out the Integrated Dairy Development Scheme with minimum 50% subsidy by the State Government. The guidelines for implementation along with list of cattle suppliers and the approved Haat, as advised vide GoB letters No. 623 & 741 dated 24.05.2013 & 20.06.2013, respectively is placed at page No. 22AB to 22AP of the Agenda Book for information of the House.

The target of Fishery and Poultry is placed at page No. 34AJ to 34AK of the agenda Book for information. Considering the low performance of Banks till 30th June 2013, special efforts is required by banks to achieve the targets allotted to them under these activities.

Bank-wise performance data is furnished on Page 22AQ to 22AS, for information of the House.

FARM MECHANISATION

Against the disbursement target of Rs.1848.60 Crore for the current financial year, banks have sanctioned loans amounting to Rs. 97.10 Crore to 4466 farmers for purchasing farm equipments during the first quarter of the financial year 2013-14, while during the same period last financial year banks could sanction loans amounting to Rs 62.64 Crore to 2246 farmers, registering Y-o-Y growth of 55.01% and 98.84% in terms of amount sanctioned and no. of farmers financed respectively. As regards disbursement, loans amounting to Rs.94.52 Crore were provided for purchasing farm implements to 4389 farmers. Bank-wise target and performance is furnished on Page 34AI & 22AT 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. 24.39 Crore to 39 farmers for storage facility during the first quarter of financial year 2013-14 while during the same period last year banks could sanction loans amounting to Rs 20.19 Crore to 23 farmers, registering Y-o-Y increase of 20.80% and 69.57 % in terms of amount sanctioned and no. of farmers financed respectively. Controlling Head of all banks are requested to

instruct their operating functionaries to intensify efforts for financing such units.

Bank- wise target and performance is furnished on Page No. 34AO & 22AU for information.

AGENDA-XI

CD RATIO (As on 30.06.2013)

(Rs. in Crore)

Bank	Deposits	Advances	CD ratio
Comm. banks	142358.92	51134.22	35.92
Co-op. banks	3255.63	2765.19	84.94
RRBs	16243.93	7958.28	48.99
Total	161858.48	61857.69	38.22
RIDF	-----	3183.76	-----
Total (Advances +RIDF)	161858.48	65041.45	40.18
Investment	-----	6015.50	-----
Grand Total (Adv.+RIDF+Inv.)	161858.48	71056.95	43.90

As at the end of June, 2013, CD Ratio stood at 40.18 % which shows an increase of 188 basis points as compared to June, 2012. The incremental CD ratio for the period under review is 52.42%. 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.123.03 Crores had not taken place during the first quarter of F.Y. 2013-14, the CD ratio of the State would have increased by 8 bps. The CD ratio of the State may improve further, if the State Government utilise the total amount of Rs.7017.48 Crore (as on 30.06.2013) sanctioned under RIDF. As on 30th June, 2013 only 45 % of the amount sanctioned had been utilised by the Government of Bihar.

However, there are four districts, namely, Siwan (22.53%), Munger (23.28%), Saran (24.23%) and Bhojpur (24.68%) where CD Ratio is still less than 25%. Controlling head of banks having lead responsibilities in these districts are requested to instruct their concerned LDMs to coordinate with all banks operating in these districts and intensify efforts to adopt suitable strategies for improving CD ratio in these districts.

Bank-wise and district-wise details are furnished on **Page-26A to 26E.**

It is pertinent to mention here that an amount of Rs.5738.81 Crore was financed to units functioning in Bihar by SBI, PNB, Union Bank of India, Allahabad Bank, Andhra Bank, Corporation Bank, Indian Overseas Bank, State Bank of Bikaner & Jaipur, ICICI Bank, 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 9th November 2005, which reads as under:

Institution/ Level	Indicator
Individual banks at Head Office	Cu+RIDF
State Level (SLBC)	Cu+RIDF
District Level	Cs

Note:

Cu= Credit as per place of Utilisation

Cs= Credit as per place of Sanction

RIDF= Total Resource support provided to States under RIDF

INCREMENTAL CD RATIO AS ON 30.06.2013

Amt. In Crore	June'12	June'13
Deposits	140254.40	161858.48
Advances including RIDF	53716.91	65041.45
Incremental CDR	-----	52.42%

RECOVERY

A summary of the recovery data (as on 30.06.2013) is given below.

(Rs.in Crore)

Bank	Demand raised	Amount recovered	Recovery %
Comm. Banks	10013.35	5884.12	58.76
Co-op. Banks	1026.46	519.45	50.61
RRBs	2838.16	2438.49	85.92
Total	13877.97	8842.06	63.71

Recovery percentage is at 63.71% of the total demand raised by banks as on 30th June, 2013. 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 the dues, the State government is requested to help the banks in their efforts for recovery of Bad Loan. A better recovery culture will act as an incentive for banks to lend more.

Bank-wise position of recovery as on 30.06.2013 is furnished on Page No. 26F to 26G.

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.

NPAs & WRITE-OFF

As on 30.06.2013, overall position of NPAs and the amount of loans written off is as under:

(Rs. in Crore)

Banks	Total Adv.	Total NPA	% of NPA	Amt. written-off
Comm. Banks	45395.41	3439.97	7.58	37.47
Co-op. Banks	2765.19	240.89	8.71	0.00
RRBs	7958.28	402.53	5.06	85.56
Total	56118.88	4083.39	7.28	123.03

NPA of Banks at 7.28% is a matter of great concern. Therefore, all efforts need to be made for bringing down the NPA level below 3%.

Bank-wise details are furnished on Page No. 26H for discussion and review by the House.

CERTIFICATE CASES & DISPOSAL OF TOP 10 CASES

As on 30.06.2013, overall position of Certificate Cases filed by all banks is furnished below:

(Rs. in Crore)

Banks	Total Cases (Accounts) As on 31.03.2013	Total Cases (Amount) As on 31.03.2013	Cases filed (Accounts) (During the quarter)	Cases filed (Amount) (During the quarter)	Cases disposed of (Account) (During the quarter)	Cases disposed of (Amount) (During the quarter)	Pending Cases (Accounts) As on 30.06.13	Pending Cases (Amount) As on 30.06.13
Comm.	321589	1419.71	7154	48.80	10771	25.07	318060	1454.79
Co-op	33113	57.35	823	11.89	87	8.57	33849	60.67
RRBs	38699	35.96	603	0.26	46	0.04	39256	36.19
Total	393401	1513.02	8580	60.95	10904	33.68	391165	1551.65

It is evident from the above Table that during the first quarter of FY 2013-14, 8580 cases were filed and 10904 cases were disposed off and 391165 cases involving Rs. 1551.65 Crore are pending at different stages. This large amount of bad loans, if recovered and recycled, can further enhance disbursements under ACP: 2013-14. 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. 26I.

PRIORITY SECTOR LENDING

As on 30.06.2013, 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 71.64% in the State, which is well above the Benchmark.

Bank-wise position is furnished on Page No. 26J to 26K.

AGRI CREDIT

At the State level, the ratio of Agri Credit to Total Advances stands at 41.70% as on 30.06.2013, against the national benchmark of 18%. However, a few banks have failed to achieve the benchmark. Bank-wise position is furnished on Page No. 26L.

DIFFERENTIAL RATE OF INTEREST (DRI)

As on 30th June, 2013 the aggregate advances level under DRI Scheme stands at Rs. 69.50 Crore, which is 0.13 % of the total advances of Rs. 55254.21Crore as on 31.03.2013. In terms of the national benchmark, the minimum level of DRI Advances should be 1% of the aggregate advances as at the 31st March of the previous year.

A total of 1162 beneficiaries were provided loans amounting to Rs. 2.41 Crore under DRI Scheme during the period under review. Out of this, 77 beneficiaries were provided credit support of Rs. 0.18 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 of the rural artisans like carpenters, blacksmiths, washermen, cobblers etc. under the Scheme.

Bank-wise position is furnished on Page No. 26K & 26M.

WEAKER SECTION

Total loan extended by Banks to the weaker section, as on 30th June' 2013 was Rs. 14155.68 Crore out of the aggregate advances of Rs.56118.88 Crore i.e. 25.22% of the total advances, against the benchmark of 10%. Further, as percentage of Priority Sector Advances, the achievement was better at 35.21% against the Benchmark of 25%.

Bank-wise position is furnished on Page No. 26K.

AGENDA-XII

OPENING OF NO-FRILL ACCOUNTS AND TRANSACTIONS DONE BY BCAs

As per information received from majority of banks, a total of 1147202 No-Frill accounts were opened during the first quarter of FY 2013-14. Thus, a total of 13225916 No-frills accounts have been opened till 30th June, 2013. Out of these, 8038282 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. 27A to 27D.

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 547455 customers whereas the facility of Internet Banking has been provided to 896592 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 improvement in service delivery of banks.

Bank-wise information regarding Mobile Banking and Internet Banking facility provided is furnished on Page- 27E.

AGENDA-XIII

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. Performance of financing during the first quarter by banks in these districts is furnished below, which shows improvement in all the districts, except Munger district, over the same period during the last Financial Year:

SL. No.	District	Disbursement under ACP during the Ist quarter of 2013-14 (Rs. in Lakh)	Disbursement under ACP during the Ist quarter of 2012-13 (Rs. in Lakh)	%Growth
1	Arwal	6171	4016	34.92
2	Aurangabad	23895	14233	40.44
3	Bhojpur	32809	17893	45.46
4	East Champaran	28990	19767	31.81
5	Gaya	44064	20786	52.83
6	Jamui	13061	6239	52.23
7	Jehanabad	9702	4680	51.76
8	Kaimur	23337	16586	28.93
9	Munger	16140	20145	-24.81
10	Nalanda	21718	11728	46.00
11	Nawada	11699	4896	58.15
12	Patna	213206	189471	11.13
13	Rohtas	36826	26690	27.52
14	Sitamarhi	16338	10679	34.64
15	West Champaran	27991	17737	36.63
	TOTAL	525947	385546	26.69

It is evident from the above that banks have extended higher quantum of credit as compared to last year in the LWE affected districts. The credit extension in Gaya, Jamui, Jehanabad & Nawada districts have improved considerably as growth of more than 50% has been witnessed Y-o-Y, while other districts have also recorded growth over their last year's disbursement. In Munger district the banks need to improve their disbursement further of last year has resulted in decline in YoY achievement.

AGENDA-XIV

INVESTIGATION OF CYBER FRAUD & COUNTERFEIT NOTES DETECTED BY BANKS

A meeting of Public Sector Banks was held on 17th 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 wing has been established for speedy investigation and disposal of cases related to cyber crime.

AGENDA-XV

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 quarter of FY 2013-14, 231 training programmes were organized and 5979 youth were imparted training by the RSETIs. Altogether 50601 persons have been trained by the RSETIs in the State by organizing 1813 programmes sine inception. The detailed information pertaining to RSETIs in the State is placed on Page No. 30A 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 their respective RSETIs and also 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.

LAND ALLOTMENT AT RSETIs

Land has not been provided in two districts [Muzaffarpur & Supaul] & the allotted land needs reallocation in two districts [Madhepura & Sitamarhi] in connection with construction of RSETI building. The state government has recently advised the District

Magistrates of these four districts to make available/ reallocate land at the earliest so that building of RSETI may be constructed. Letter No. 1259 dated 23/07/2013 of Director (Banking), DIF, GoB in this regard is placed at Page No.30B for information.

REIMBURSEMENT OF EXPENSES

Large amount of claim in connection with imparting training at RSETIs is pending for reimbursement at many RSETIs. The state government has recently advised the District Magistrates of all districts for payment of training expenses to concerned RSETIs. Letter No. 1260 dated 23/07/2013 issued by Director (Banking), DIF, GoB is placed at Page No 30C for information.

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+, A and B through the State Rural Livelihood Mission. Letter No. I.12011/06 2011(RSETI)/ FTS-11540 dated 13/05/2013 of The Deputy Secretary, MoRD, GoI, New Delhi is placed at page No30D to 30F for information.

AGENDA-XVI

FUNCTIONING OF FINANCIAL LITERACY CENTRES (FLCs)

FLCs are functional in all the districts in the State. 16566 persons participated in 428 outdoor activities undertaken by the FLCs during the first quarter of FY 2013-14. Further, 6707 persons availed indoor services undertaken by the FLCs during the first quarter of F.Y. 2013-14. The information pertaining to FLCs in the State is placed at Page No. 30G 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. All banks are requested to furnish their request for these Financial Literacy materials to enable printing on centralised basis for distribution among the bank branches, as advised by RBI.

AGENDA-XVII

MEDIUM & SMALL ENTERPRISES

Banks are requested to consider financing to clusters identified by MSME Development Institute, Patna (under Ministry of MSME, GOI) for further accelerating the pace of MSME finance in the State.

SMALL ROAD TRANSPORT OPERATORS (SRTOs)

Against the target of 18000 units, banks have sanctioned loan amounting to Rs. 205.44 Crore for purchasing 7857 vehicles by SRTOs during the first quarter of FY 2013-14. During this period, Rs. 204.42 Crores has been disbursed for purchasing 7854 vehicles. During the corresponding period last year loans amounting to Rs. 77.99 Crore was sanctioned for purchasing 2673 vehicles registering Y-o-Y growth of 163% and 194% in terms of amount sanctioned and no. of units financed respectively. Bank-wise performance and targets allotted to them is furnished on Page No. 31A & 34AT respectively.

ADVANCES GRANTED UNDER CGTMSE COVERAGE

A total of 13521 units were financed by banks involving Rs.406.39 Crore with Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) cover during the period under review while during the corresponding period last year, only 11117 units could be financed by banks involving Rs. 289.22 Crore with CGTMSE cover. Thus, Y-o-Y growth of 21.62% has been registered in terms of no. of units, while the growth is 40.51% in terms of amount of financial assistance provided. Further, as regards disbursement, loans amounting to Rs. 396.57 Crore were provided to 13512 units under CGTMSE cover. Considering the wide scope available for coverage of more loans under CGTMSE, controlling Head of all banks operating 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. 31B for information the House.

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.

A target of providing finance to 15000 weavers under Weavers Credit Card has been fixed for the state and the same has been allotted by the Handicraft & Sericulture Directorate, Govt. of Bihar among Banks and districts. A copy of the allotted target under WCC is placed at page No. 34AU to 34AV of the Agenda Book for Information.

Against the target of 15000, total of only 204 applications for loans amounting to Rs. 0.73 Crore have been sanctioned by banks during the period under review. The Bank-wise achievement as on 30.06.2013 is furnished on Page No. 32A.

Under the Revival, Reform and Restructuring Package for Handloom Sector, new loan of minimum Rs 20000 has to be provided to the beneficiaries of the above Package. In this connection a copy of NABARD, RO, Patna letter No. 919 dated 03.05.2013 is placed at page No. 32B to 32C of the Agenda Book for information. All banks are requested to comply with the instruction of Govt. of India and ensure credit of the amount received from GoI into beneficiary's account and issue of new WCC to such beneficiaries.

FOOD PROCESSING UNITS

In the last SLBC meeting held on 11th May 2013, the following food processing industries were identified for focused attention – rice mill, flour mill, solvent extraction, poultry feed manufacture, honey processing, maize processing, dairy and cold storage. The Industry Department, Govt. of Bihar has forwarded a list of 24 Food Processing Units, which has been sent to the concerned Banks for disposal. A copy of the GoB letter No. 2564 dated 03.07.2013 is placed at page No.32D to 32J of the Agenda Book for information of all concerned. All Banks are requested to dispose these applications at an early date.

AGENDA-XIX

SECURITY RELATED CONCERN OF BANKS

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

Incidents of Daicoty/Theft etc.						
Sl. No.	Name of the Bank	Branch Name	District	Date of Incidence	Loss of property (Amount in Lac)	Life affected/Injury/ death (nature of Loss)
1.	PNB	Janipur	Patna	23.11.2012	-	Both legs & hands broken by criminals.
2.	UCO Bank	Gulnikushaha	Banka	31.10.2012	15	Dacoity
3.	UBGB	Parwaha	Araria	23.11.2012	1	Dacoity
4.	UBGB	Kajribhat	Hajipur	01.03.2013	1	Dacoity
5.	SBI	AMY Panhana	Begusarai	20/21.10.2012	2.64	Burgalry
6.	SYNDICATE BANK	Bihar Sharief	Nalanda	29.01.2013	3	Dacoity
7.	MBGB	Navinagar Road	Aurangabad	29/30.08.2012	6.29	Theft
8.	MBGB	Jogia	Aurangabad	24/25.10.2012	8.59	Theft
9.	MBGB	Uphara	Aurangabad	21/22.11.2012	3.29	Theft
10.	MBGB	Chand	Aurangabad	20.03.2013	4.11	Dacoity

From the above, it is observed 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-XX**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 11th 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 (agreement document) from Rs. 100/- to Rs. 1000/- is acting as a stumbling block in credit dispensation to small borrowers, particularly under retail lending. The State Government is earnestly requested to look into the matter so that the credit growth, particularly under small loan segment, may not be affected.
