

**MINUTES OF 5TH MEETING OF SLBC SUB-COMMITTEE ON INDUSTRY
HELD ON 11.11.2014 AT CONFERENCE HALL, NEW SECRETARIAT, PATNA**

The 5th Meeting of sub-committee of SLBC on Industries under the chairmanship of Shri Navin Kumar Verma, Principal Secretary, Industries, Government of Bihar was held at Conference Hall, New Secretariat, Patna on 11.11.2014. The meeting was also attended by Sri Shailesh Thakur, Director, Industries and representatives of Government of Bihar, RBI, NABARD and Banks. The list of participants is placed as Annexure -I.

AGM, SLBC welcomed the participants and apprised the house about the progress under MSME during the 1st half of Financial Year 2014-15.

Principal Secretary, Industries Shri N K Verma in his address expressed satisfaction over the overall performance of the banks under MSME Sector. As against the target of 8500 Crores under ACP, Banks have achieved 4727 Crores(56%) during the first half of FY 2014-15. However, he expressed his dissatisfaction over the performance of banks under some major programmes like PMEGP and WCC. He advised the Banks to be more sensitive towards providing financial assistance to needy persons for overall development of the State.

The House then reviewed scheme wise progress, and the following decisions were taken:-

1. PMEGP

(a) The performance of the Banks under the scheme was found to be very poor and the main reason attributed by banks was delay in receipt of adequate number of applications till Sept. 2014.

(b) It was advised that 5500 applications cleared by the Task Force Committee up to Oct'2014 have been sent to the Banks. All Banks were requested to dispose the applications received by them at an early date so that the target under the scheme could be achieved.

(c) KVIC and Industry Department were requested to provide to the state head of Banks the Branch-wise details of applications sent to the respective Banks to facilitate the monitoring of disposal of the applications by their branches.

(d) Bank branches should also generate PMEGP application and forward the same to the KVIC/DIC for approval by the Taskforce Committee.

(e) Banks should ensure that PMEGP applications, if returned should be with genuine reasons and it should also be advised to the borrowers.

2. WEAVERS CREDIT CARD

(a) Performance of Banks so far under the scheme was far from satisfactory as only 18% of the target had been achieved during the first half of FY 2014-15.

(b) AGM, SLBC suggested that Banks should generate applications under weaver's credit card through camp mode.

(c) It was decided that UCO bank and PNB would organize weaver's week during the 2nd week of Dec'2014 at Bhagalpur and Gaya respectively for disposing off the pending applications.

(d) Principal Secretary, Industries advised that the State Govt. is contemplating to provide relief to weavers with loan above Rs. 5.00 lacs sanctioned on or before 31.03. 2007 provided the Banks waive the interest applied in the said loan account. The relief amount is proposed to have a cap of Rs. 5.00 lacs.

(e) Regarding Revival, Reform and restructuring package(R R Package), representative from NABARB stated that fund to all the beneficiaries, both individual and society, have been released from NABARD.

3. FOOD PROCESSING:

(a) Banks have sanctioned Rs. 284.33 Crs to 398 food processing units during the first half of FY 2014-15. Principal Secretary, Industries requested the banks to intensify efforts for increasing finance as there is a vast potential under food processing industry.

(b) Loans to Sugar Industry should be treated under Medium and large industry loans and not to be reported under manufacturing sector. It was also decided that any loan above Rs. 5 crores to manufacturing units may only be reported under manufacturing sector. Banks were advised to incorporate these changes from next meeting onwards.

MISCELLANEOUS:

i) ROAD SHOW:

The Principal Secretary, Industries requested the Banks to organise Road Shows for sourcing of loan under CGTMSE coverage.

ii) GRIEVANCE REDRESSAL :

Principal Secretary, Industries also advised the banks to set up a grievance redressal cell for assisting the borrowers to complete the formalities in sanction of loans. AGM, RBI suggested to fix a date and time every month for redressal of Grievances of the borrowers.

The House observed that the deliberation in the meeting were very useful and would enable better co-operation and co-ordination between the Banks and the Government.

The meeting ended with a vote of thanks to the chair.

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ACTION POINTS OF THE 5th MEETING OF SLBC SUB-COMMITTEE ON INDUSTRIES HELD ON 11.11.2014 AT NEW SECRETARIAT CONFERENCE HALL, PATNA

1. Bank branches should also generate PMEGP applications and forward the same to the KVIC/DIC for approval by the Taskforce Committee.

(Action: All Banks)

2. Banks should generate application under weaver's credit card through Camp mode.

(Action: All Banks)

3. Loans sanctioned above Rs. 5.00 Crs only to be reported under manufacturing sector. Loans to Sugar Industry should be treated under Medium and large industry loans.

(Action: All Banks)

4 The State Government & KVIC were requested to make available to Bank's controllers Branch-wise data of applications submitted under PMEGP, to facilitate monitoring and faster disposal of the applications by the Banks.

(Action:GoB & KVIC)

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ANNEXURE-I**5th SUB-COMMITTEE MEETING OF SLBC ON INDUSTRIES DATED 11th November,
2014
LIST OF PARTICIPANTS**

S.N	NAME OF THE PARTICIPANT	DESIGNATION	ORGANISATION
1	SHRI N. VERMA	PRINCIPAL SECRETARY	DEPT OF INDUSTRIES, GOVT. OF BIHAR, PATNA
2	SHRI SHAILESH THAKUR	DIRECTOR INDUSTRIES	GOVT. OF BIHAR,PATNA
3	SHRI AWADHESH KUMAR	OSD	FIN. DEPTT, GoB, PATNA
4	SHRI TAPAS SAHU	ASST GENERAL MANAGER,RPCD	RESERVE BANK OF INDIA
5	SHRI SATISH KR. SINGH	ASST GENERAL MANAGER	SLBC DEPT. S.B.I.,LHO,PATNA
6	SHRI HARSH CHOPRA	ASST. GENERAL MANAGER	PUNJAB NATIONAL BANK
7	SHRI R.K.GUPTA	ASST. GENERAL MANAGER	CENTRAL BANK OF INDIA
8	SHRI BHAJAN SADDHU	GENERAL MANAGER	MADHYA BIHAR GRAMIN BANK
9	SHRI VIKASH KUMAR	SENIOR MANAGER	MADHYA BIHAR GRAMIN BANK
10	SHRI M.P.BHAGAT	DY.DIRECTOR,INST. FINANCE	GOVT.OF BIHAR
11	SHRI SANJAY KR. KARAN	CHIEF MANAGER,SLBC,BIHAR	SBI LHO PATNA
12	SHRI PRIYA R. SAHAY	CHIEF MANAGER	SME-I,SBI,LHO,PATNA
13	SHRI VIKASH KRISHNA	CHIEF MANAGER	BANK OF INDIA
14	SHRI SHAKTI KR. SINGH	CHIEF MANAGER	UCO BANK
15	SHRI S.HALOI	CHIEF MANAGER	CENTRAL BANK OF INDIA
16	SHRI SIDDHARTHA JHA	RHS BLG	ICICI BANK
17	Ms. SHWETA ANINDYA	STATE HEAD GBG, BIHAR	ICICI BANK
18	SHRI AJEY KUMAR JHA	SR.MANAGER	UNITED BANK OF INDIA
19	SHRI VIKASH KUMAR	SR. MANAGER	INDIAN OVERSEAS BANK
20	SHRI ANIL KUMAR	ASST. MANAGER	NABARD
21	SHRI RASHID IQBAL	NODAL CIRCLE MANAGER	AXIS BANK