

PERFORMANCE UNDER ANNUAL CREDIT PLAN Q-3 OF FY 2017-18

Number in actuals and amount in crores

| Sr. No. | Sector | FY 2016-17 [April to Dec-2016] | | | Financial Year 2017-18 | | | | |
|---------|---------------------------------|-----------------------------------|----------------------|-----------|------------------------|---------------|-------------------------------|---------------|-----------|
| | | Target for FY 2016-17 | Achi. Q-3 of 2016-17 | Achi. % | Target | | Achievement Q-3 of FY 2017-18 | | Achi. % |
| | | Amt. | Amt. | Amt. | No. | Amt. | No. | Amt. | Amt. |
| 1 | Agriculture | 80988 | 42992 | 53 | 3700878 | 94868 | 3559730 | 47416 | 50 |
| 1a | Farm Credit | 75927 | 40541 | 53 | 3418692 | 88374 | 3536364 | 44900 | 51 |
| 1b | Crop loan out of 1a | 58521 | 34201 | 58 | 2594512 | 67229 | 3127991 | 37333 | 56 |
| 1c | Agriculture Infrastructure | 3184 | 686 | 22 | 187088 | 3905 | 8445 | 370 | 9 |
| 1d | Ancillary Activities | 1877 | 1765 | 94 | 95098 | 2589 | 14921 | 2146 | 83 |
| 2 | MSME | 16123 | 12269 | 76 | 444309 | 18441 | 313256 | 14802 | 80 |
| 2a | Micro Enterprises | * | * | * | 315927 | 11493 | 281462 | 7264 | 63 |
| 2b | Small Enterprises | * | * | * | 21729 | 2865 | 25654 | 5417 | 189 |
| 2c | Medium Enterprises | * | * | * | 11803 | 1101 | 1249 | 1823 | 166 |
| 2d | KVIC | * | * | * | 11183 | 910 | 1230 | 41 | 5 |
| 2e | Other under MSME | * | * | * | 83667 | 2072 | 3661 | 257 | 12 |
| 3 | Export Credit | 425 | 193 | 45 | 2518 | 529 | 98 | 316 | 60 |
| 4 | Education | 1435 | 270 | 19 | 28775 | 1138 | 12072 | 294 | 26 |
| 5 | Housing | 5948 | 2892 | 49 | 188147 | 6996 | 53369 | 2231 | 32 |
| 6 | Social Infrastructure | 3914 | 20 | 1 | 90492 | 1410 | 174 | 29 | 2 |
| 7 | Renewable Energy | 271 | 16 | 6 | 31470 | 356 | 76 | 9 | 3 |
| 8 | Others | 0 | 2646 | 0 | 118795 | 3141 | 158764 | 1664 | 53 |
| 9 | Total Priority Sector | 109104 | 61297 | 56 | 4605384 | 126879 | 4097539 | 66761 | 53 |
| 10 | Total Non-Priority Sector | 3252 | 20525 | 631 | 156715 | 5076 | 586793 | 51933 | 1023 |
| 11 | Total Credit Plan (9+10) | 112356 | 81822 | 73 | 4762099 | 131955 | 4684332 | 118694 | 90 |

*No targets

HIGHLIGHTS

- The potential credit outlay FY 2017-18 for priority sector lending was estimated as Rs. 126879 crore, with an increase of 16.29% over the projections of the previous financial year.
- As against the target of Rs 1,31,955 crore (priority & non-priority), under Annual Credit Plan for FY 2017-18, an amount of Rs 118694 crore was disbursed till December 31, 2017, recording an achievement of 90% above than corresponding period of last year, which was 73%.
- The Banks disbursed Rs 66761 crore to the priority sector as on Dec-17 against the target of Rs 126878 crore with achievement index of 53%, which is below the achievement of 56% during corresponding period of previous financial year.
- The Banks disbursed Rs 47416 crore as on December 31, 2017 to the agriculture sector against the target of Rs 94868 crore and achieved 50% of the target as against the achievement of 53% during same period of FY 2016-17. Achievement of Commercial banks, regional rural banks & cooperative

banks were 53%, 32% & 50% respectively during Dec-17 quarter of current fiscal.

- Crop loans outlay of Rs. 67229 crores for FY 2017-18, constitutes a major share (51%) in
- Banks performed well under Ancillary activities category and achieved 83% of the targets during Dec-17. Loans up to Rs. 5 crore to co-operative societies of farmers, Loans for setting up of Agri-clinics and Agribusiness Centres, Loans for Food and Agro-processing up to an aggregate sanctioned limit of Rs100 crore per borrower , Loans to Custom Service Units , loans to Primary Agricultural Credit Societies (PACS), Farmers' Service Societies (FSS) etc. come under ancillary activities.
- Against the allocation of Rs 6996 crore credit for the housing sector (priority sector), the credit off take was Rs 2231 crore at the end of

the credit plan. The credit flow to this sector was Rs 29259 crore with achievement of 44% during Q-3 of FY 2017-18.

third quarter of current fiscal and achievement index was 32%.

- Under MSME (priority sector), banks disbursed Rs. 14802 crores during third quarter of FY 2017-18 as against the target of Rs. 18441 crores and achieved 80% of the target higher than the achievement of 76% during same period of previous financial year.
- Performance under Social Infrastructure & Renewable Energy sectors are yet to be picked up as achievement during 2017-18 was only 2% & 3% respectively as on Dec-17.

Agency wise ACP performance FY 2017-18 up to December 31, 2017

Amount in crore

| Bank Type | Agriculture | | MSME | | Housing | | Education | | Priority Sector | |
|----------------|--------------|--------------|--------------|--------------|-------------|-------------|-------------|------------|-----------------|--------------|
| | Target | Achiev. | Target | Achiev. | Target | Achiev. | Target | Achiev. | Target | Achiev. |
| PSBs | 54633 | 25669 | 13933 | 9319 | 5651 | 1929 | 947 | 263 | 79281 | 38483 |
| PVBs | 5267 | 6319 | 2805 | 5127 | 771 | 199 | 99 | 25 | 9505 | 12097 |
| RRBs | 12001 | 3864 | 940 | 337 | 370 | 82 | 74 | 5 | 13858 | 4576 |
| Co-Ope. | 22966 | 11564 | 765 | 20 | 204 | 21 | 19 | 0 | 24237 | 11605 |
| Total | 94868 | 47416 | 18442 | 14802 | 6996 | 2231 | 1138 | 294 | 126880 | 66761 |

- Data suggests that private banks are disbursing more towards agriculture and MSME sectors and achieved 120% and 183% of their targets respectively for FY 2017-18 during third quarter of current fiscal. Achievement index of cooperative banks under agriculture sector was 50% up to December 31, 2017.
- Regional Rural Banks could achieve only 32% of their target under agriculture up to Dec- 2017. RRBs need to give a serious thought to the issue and increase finance to agriculture sector as they are among the drivers of agricultural credit in the State, which is primarily an agrarian economy.
- The MSME sector contributes significantly to the State's manufacturing output, employment and exports and is credited with generating high employment. The Government of Madhya Pradesh is poised to enable entrepreneurship through access to resources and support in terms of infrastructure and incentives. The MSME sector in Madhya Pradesh has witnessed significant

transformation in recent times wherein new business opportunities have come up and several diverse investments are being undertaken by the public and private sector players.

- Private Banks achieved 183% of their targets under MSME during Dec-2017. However, targets given to private sector banks constitute only 15.21% of total targets under MSME, while it is 75.55% for Public Sector Banks. Looking to the performance of private sector banks, their targets need to be increased in the credit plan of next fiscal.
- While Public Sector Banks disbursed Rs. 1929 crores to housing sector with achievement index of 34%, Private sector Banks disbursed Rs. 199 crores and achieved 26% of the targets.
- Public Sector Banks were pioneer in disbursement of education loans (Loans up to 10 lakh). Out of total disbursement of Rs. 293 crore during third quarter of current fiscal, they disbursed Rs. 263 crores, whereas Private sector banks could disburse only Rs. 25 crores.
- Under priority sector, Public Sector Banks achieved 49% of the credit target for FY 2017-18 and private banks achieved 127% of their targets. However, PSBs disbursed Rs. 38484 crores, Pvt. Sector Banks could disbursed Rs. 12097 crores.
- Co-operative banks and Regional rural banks disbursed Rs. 11605 crores and 4576 crores under priority sector and achieved 48% & 33% of the target respectively.