

**STATE LEVEL BANKERS' COMMITTEE
MADHYA PRADESH
132nd MEETING 27.06.2008
AGENDA**

**ITEM NO.1: CONFIRMATION OF THE MINUTES OF THE 131st MEETING OF STATE
LEVEL BANKERS' COMMITTEE HELD ON 25.03.2008**

Minutes of 131st meeting of State Level Bankers' Committee, Madhya Pradesh held on the 25th March 2008 was circulated vide Convenor Bank's letter No. ZO/SLBC/07-08/07 Dated. 07.04.2008. No amendments/ comments have been received from any member. The house may, therefore, confirm the circulated minutes.

ITEM NO. 2: FOLLOW-UP ACTION ON DECISIONS OF EARLIER MEETING

Action Point 1: Doubling Agriculture Credit during 2007-08

1.1 Progress in doubling flow of Agri. credit up to March 08

The agency wise progress in doubling the flow of credit to agriculture sector during 2003-04, 2004-05, 2005-06, 2006-07 & 2007-08 (up to March 08) in Madhya Pradesh State is summarised below:

(Amt. in Crores)

Agency	2003-04 Base Year		2004-05		2005-06		2006-07		2007-08	
	T	A	T	A	T	A	T	A	T	A
Comm. Bank	1084	1419	2055	2184	2567	3616	3440	4856	4247	5501
RRBs	353	463	553	607	701	1125	1008	1307	1285	1675
Co-Op.Banks	1687	1452	1998	1869	2672	2213	3147	2719	3373	3436
Total	3124	3334	4606	4660	5940	6954	7595	8882	8905	10612

T- Target, A- Achievement

Highlights of performance:

Banks have surpassed the target by making disbursement of Rs. 10612 crores against the target of Rs.8905 crores with an achievement index of 119%. The Commercial Banks, RRBs and Cooperative Banks have disbursed Rs.5501, Rs.1675 & Rs.3436 crores registering an achievement index of 129% 130% & 102% respectively.

The performance of banks in the State is given in **Annexure I, II and Table 11 Page No.39-40&75-78**

1.2 Financing to New Farmers

The agency wise new farmers financed are as follows:-

(Amt. in crores)

AGENCY	No. of R+SU branches	New farmers financed up to Mar. 08		New Farmers per Branch up to Mar. 08
		No of a/c	Amount	
Comm. Banks	1673	182038	2049	109
RRBs	983	79775	673	81
Co-Operative Banks	1157	201324	297	174
Total	3813	463137	3019	121

Government of India norms is to finance 100 new farmers per Rural \ Semi Urban branch per year. Against this Banks have extended credit to 121 new farmers per branch this year.

The commercial banks have extended Rs. 2049 crores to 182038 new farmers through 1673 rural and semi urban branches, which comes to 109 new farmers per branch. The RRBs have extended financial support of Rs.673 crores to 79775 new farmers. The Cooperative banks have disbursed 297 crores to 201324 new farmers.

Bank wise data is given in **Annexure III on Page No--41----**.

1.3 **New investment projects financed**

18594 new investment projects have been financed by 1673 Rural and semi urban branches of commercial bank, which comes to 11 new projects financed per Branch.

The agency wise new **Investment Projects Financed** are as follows:

Agency	Up to March. 08	New Investment Projects per Branch up to March. 08	
Comm. Banks	1673	18594	11
RRBs	983	11445	12
Co-op.	1157	-	0
Total	3813	30039	11

Government of India norms is to finance 2 to 3 projects per branch / per year.

Bank wise data is given in **Annexure IV Page No.-42--**.

- 1.4 Financing to Agri clinic/Agri business** - Banks have financed 3 agri. graduates to the tune of Rs.11 lacs for setting up of agri clinics and agri. business centers during the current financial year. Banks have financed 74 cases since inception of the scheme.

Bank wise data is given in annexure **III Page No-41--**.

- 1.5 Kisan Credit Card –**

Banks have issued 437271 Kisan Credit cards of which 183093 are by commercial banks, 58181 by RRB's and 195997 cards by cooperative banks during the year ended March 2008.

Agency	No of cards issued upto March 08) (No)	No. of cards issued since inception (No)
Commercial Banks	183093	1126705
Regional rural Banks	58181	417374
Co-operative Banks	195997	3012553
Total	437271	4556632

Bank wise data furnished in Annexure II Page No & Table No.19 Page No--40-&113-114.

- 1.6 Relief measures provided to farmers**

(Amt. in crores)

Item	During 2007-08 up to March 08	
	No. of A/c	Amount
Farmers in distress	369	3.29
Farmers in Arrears	3343	65.73
Accounts settled under OTS	14592	56.28
Tenant Farmer Financed	117	0.51

Data furnished in Annexure IV-V page no.-42-43-

Action Point 2: KVIC Margin Money Scheme:

As per decision taken in the 127th SLBC meeting, bank were advised to provide certificate for the evidence of establishment of unit based on inspection report when financial assistance was given. This was required in the KVIB cases which were financed 3-4 years back but

Board did not release subsidy as units were not traceable / functioning at the time of inspection by board officials.

Central Bank of India had submitted two cases to KVIC for sanction and release of margin money subsidy. KVIC vide their Boards office Mumbai letter No. xzkjksldk@Hkksiky@e-iz-@2007&08@477 fnukad 09-01-08, has informed that as per their rules and guidelines, it is unable to release the margin money in both the cases. KVIB, vide their letter S.No. ek-e-;ks-@2007&08@1320 Hkksiky] fnukad 6@13 ebZ 2008 addressed to Secretary, GOI, Village Industries Department has again expressed their inability to release the margin money in both the cases.

As per decision taken in the last meeting, D.I.F. has written a letter KVIC requesting him to release the pending margin money of 2 cases of Central Bank of India.

KVIC/KVIB is requested to apprise the position.

Action Point 3: IMPLEMENTATION OF 100% COVERAGE OF KCCS:

3a) : Progress of Issuance of KCC's in all the districts of M.P.

As decided in 131ST SLBC meeting DIF has to write a letter to all Collectors\Revenue officials to prepare the list of remaining eligible farmers , and after getting the list of eligible farmers banks will provide the Kisan Credit Card to each eligible farmer.

Convenor, vide their letter ZO/SLBC/08-09/18 dated 22.04.08, requested to State Level Heads of all Banks to expedite the matter. A sub committee meeting was convened on 05.06.2008 and matter was thoroughly discussed. Minutes of meeting have been circulated to all concerns.

As per the reports received from LDMS/ Banks, out of 48 districts, in 17 districts, the list of farmers has been distributed among bank branches after marking from Co-Operatives. In 16 Districts, Revenue Department could furnish partial list of farmers and work of identifying the eligible farmers is in process at different stages viz with Apex Bank or with commercial banks. In remaining 15 districts the progress is very slow. However, the matter was further discussed thread bare with all the concerned banks and DIF for early implementation of the

scheme within specific time span.

DIF vide letter 1200 dated 09.06.08 has informed that the Principal Secretary, Finance directed Collectors of 15 districts to expedite the work of issuance of KCCs according to Road-map and inform progress by 20th June, 2008 positively.

The house may review the progress.

3.b). Issuance of KCC to Kotwars---

The Honourable Chief Minister, of M.P. made an announcement for issuance of Kisan Credit Cards on the Seva Bhoomi allotted to Kotwars.

Convenor SLBC vide their letter No. ZO/SLBC/2008-09/18 dated 22.04.08 requested State Level Heads of all Banks for issuance of KCCs to Kotwars. As per information received from various LDMs so far 4264 kotwars have been provided Kisan Credit Cards from various Banks.

Action Point 4. FINANCIAL INCLUSION IN 35 DISTRICTS OF MADHYA PRADESH

The performance under financial inclusion by way of opening no frill accounts and issuance of General Credit Card is under progress. In the 129th SLBC meeting chaired by the Hon'ble Minister of State for finance, Govt. of India, Mr. P.K. Bansal, 35 districts were identified and allocated to different Banks for 100% FINANCIAL INCLUSION. The details are as under:

S.NO.	BANK	DISTRICT'
1	Allahabad Bank	Satna, Jabalpur
2	Bank Of Baroda	Sagar, Jhabua
3	Bank Of India	Khandwa, Kargone, Burhanpur
4	Bank Of Maharashtra	Balaghat, Betul
5	Central Bank Of India	Hoshangabad, Raisen, Mandla , Ratlam
6	Canara Bank	Shahdol, Gwalior
7	Corporation Bank	Ujjain
8	Dena Bank	Dhar
9	Indian Overseas Bank	Bhopal
10	Oriental Bank Of Com.	Morena, Bhind
11	Punjab & Sindh Bank	Ashok Nagar
12	Punjab National Bank	Datia, Sehore
13	State Bank Of India	Harda, Chhatarpur, Damoh
14	State Bank Of Indore	Vidisha, Neemuch, Shivpuri
15	Syndicate Bank	Guna
16	Union Bank Of India	Sidhi, Rewa

17	UCO Bank	Narsinghpur, Sheopurkalan
18	Vijaya Bank	Indore

Convenor SLBC, vide their letter No. ZO/SLBC/2008-09/18 dated 22.04.08, requested State Level Heads of all Banks to instruct their branches to speedup the work of financial inclusion and complete the same within stipulated time frame.

A meeting of sub-group was convened on 05.06.08 at Central Bank of India, Zonal Office Bhopal to review the status of implementation of Financial Inclusion in 35 Districts. Of Madhya Pradesh. Out of 38155 villages, 1854 villages have been covered under 100% Financial Inclusion. Sub-group realised that progress is not up to the satisfactory level. Banks have opened 15 lakh a/cs of NREGP Job Card holders and during discussion, it was surfaced that reporting is not proper. Banks have assured to update after debt waiver and debt relief work. RBI representative opined that work of Ratlam and Jhabua districts should be completed first as these districts have already completed the task of issuance of 100% KCC. In sub-group meeting it was decided that:

1. All the participating Banks, must take sincere efforts and complete the work at the earliest.
2. Applicant should have job card for opening of NREGS a/cs.

IT ENABLED FINANCIAL INCLUSION PROGRAMME

In terms of the Reserve Bank of India policy guidelines, the IT enabled financial inclusion in Madhya Pradesh using hand held device by issuing smart card and mobile banking having interface with information technology is to be launched. A meeting of sub-group was convened on 05.06.08 at Central Bank of India, Zonal office to review the present status of implementation. The Bank-wise progress is as follows:

- 1 **Bank of India :** work has been started, 500 cards have been issued and 1010 cards are in process.
- 2 **State Bank of India:** Vendors and Banking Correspondent have been finalized. Work yet not started.
- 3 **State Bank of Indore :** Bank is on the verge of finalization of vendor and Banking Correspondent shall be launching the project by middle of June 08.

- 4 **Union Bank of India** : Approximately 2500 cards have been prepared and ready for disbursement.
- 5 **Central Bank of India** : Bank has finalized the vendor and by the end of June 08, will start the work for issuance of cards.
- 6 **Narmada Malwa Gramin Bank** : Bank is in the process of finalization of vendor and Banking Correspondent.
- 7 **APEX Bank** : Yet to finalize the vendor.
- 8 **AXIS Bank**: It has started work in the slum area of Bhopal.
- 9 **ICICI Bank** : Bank has finalized the vendor and started the preparation of cards.

Convenor requested all the participating Banks to give cognizance to this important task.

Action Point 5

A. Settlement of SLR Bonds

An amount of Rs 53.18 crore is overdue in respect of MPEB bonds. Bank wise details are given in **Table No. 33 Page140-----**

State Government is requested to settle the same.

B. Discounting of SIDBI / IDBI bills

A sum of Rs. 0.73 crore is due under Bills Rediscounting Scheme of IDBI / SIDBI.

Bank wise data is given in **Table No. 33 Page-140-----**

Action point NO. 6

LOW CD RATIO

Over all CD ratio in the State of Madhya Pradesh is satisfactory. As per RBI directives a sub group meeting was conveyed on 05.06.08 to review the CD Ratio of all the 48 districts in Madhya Pradesh. During the meeting present status was discussed and CD Ratio of following 6 districts was found below 40% in the state of M.P.

(Ratio in %age)

S.NO.	NAME OF DISTT	2005-06	2006-07	DEC.07	MARCH 08
1	Dindori	55.00	36.00	36.00	36.00
2	Anuppur	34.63	36.00	37.11	37.61
3	Umaria	30.57	29.70	31.10	31.10
4	Shahdol	36.31	29.93	33.76	32.69
5	Sidhi	13.98	20.38	34.89	34.89
6	Rewa	36.06	36.05	36.00	36.00

Convenor SLBC requested the State Level Heads of the Banks having Lead Bank responsibilities in above Districts to take suitable measures to increase the CD ratio at par with other districts.

Action Point No. 7

Rural Development and Self Employment Training Institutes (RUDSETI)

As discussed in 131st SLBC, a sub group meeting was convened on 05.06.08 and it was decided that all the state level heads of Lead Banks to start at least one RUDSETI on pilot basis either at Divisional level or at least in one of their Lead District, State Government will provide land / building on nominal lease rent for that purpose and it was also decided that a formal request is to be made to Government of M.P. for financial support.

House may discuss the issue.

Action Point 8: Drought Relief measures - Payment of input subsidy for Kharif 2001 & Kharif 2002

State Government has released an amount of Rs. 32 crores as input subsidy for Kharif 2001 & Kharif 2002 through the Convenor Bank to commercial banks and RRBs. SLBC vide letter ZO:SLBC:07-08/12 dated 30.04.2007 distributed the amount to all the concerned state level heads with a request to adjust the amount in the beneficiaries accounts and submit the information in prescribed format to Convenor at the earliest so that consolidated information could be sent to State Government through DIF. Details of Bank-wise distribution amount is as follows:

SNo	Name of Bank	Place	Amt.
	Allahabad Bank	Bhopal	2,88,21,675
1	Bank of India,	Bhopal	8,07,37,294
2	Central Bank of India	Bhopal/Raipur	8,38,34,370
3	Punjab National Bank	Bhopal	1,27,05,845
4	State Bank of India	Bhopal	4,66,19,985
5	State Bank of Indore	Indore	2,73,73,165
6	Union Bank of India	Bhopal	42,79,990
	Total		28,43,72,324

Convenor SLBC has followed up the matter vide letters No. ZO/SLBC/07-08/305 dated 07.01.2008, ZO/SLBC/07-08./311 dated 14.01.2008 & 377 dated 26.02.2008,

No. 11 dated 21.04.08. Till date SLBC has received partial details. Concerned Banks are once again requested to submit the information and return the unutilized amount at the earliest to enable the Convenor to submit full details to D.I.F.

Action Point 9:

DROUGHT SITUATION IN M.P. - RELIEF MEASURES BY THE BANKS TO PERSONS AFFECTED BY NATURAL CALAMITIES.

As per notification issued by Principal Secretary, Revenue, vide their letter No. file F-21/R-C/St.(Drought) 2007 dated 06.11.07, F-21/R-C/St.(Drought) 2007/1269 dated 16.11.07 & Single file F-21/R-C/St.(Drought) 2007/1290 dated 24.11.07, 39 Districts comprising of 164 Tehsils have been declared drought affected based on observation at a glance Annawari / Najri Aakalan.

All the banks were advised to submit the progress report made in this regard to Convenor SLBC on quarterly basis for onward transmission to RBI. We have not yet received the progress report on prescribed format from any bank. The banks are requested to submit the same.

Action Point No. 10

DEBT WAIVER AND RELIEF MEASURES ANNOUNCED IN THE UNION BUDGET 2008-09 BY HON'BLE UNION FINANCE MINISTER:

Consequent upon the relief measures announced by Hon'ble Finance Minister, Government of India in the budget proposals 2008-09 presented in the Parliament, a meeting of Conveners of all the SLBC was convened by the Joint Secretary (Banking) Ministry of Finance, Government of India at New Delhi on 27.05.08 on the subject of Agriculture Debt. Waiver Scheme. Mr. P.C. Tiwari, Convenor, SLBC, Madhya Pradesh and Deputy General Manager, Central Bank of India attended the meeting. Many issues pertaining to the scheme were discussed threadbare. The Secretary (Finance), Government of India made it clear that being a time bound programme, the implementing agencies i.e. the Banking fraternity should start the work immediately and ensure completion of task as scheduled. He also stressed that

for smooth and timely implementation of scheme, Steering Committee meeting of SLBC should be convened immediately.

Accordingly two meetings of the Steering Committee of SLBC consisting of all the State level Heads of Banks in M.P. with nodal agencies i.e. RBI and NABARD and Directorate of Institutional Finance, Government of Madhya Pradesh and Apex Bank were convened on 4th June, 2008 and 19th June 2008 to ensure smooth implementation of the Scheme. The First meeting on 4th June 2008 was also attended by the Agriculture Production Commissioner, Secretaries in Rural Development, Agriculture and Cooperative Departments. These meetings were chaired by Shri Ashok Das, Principal Secretary (Finance), Government of Madhya Pradesh. A power point presentation by the Convenor SLBC was made in the 1st meeting and queries as well as frequently asked question were replied by CGM, NABARD and Convenor, SLBC.

RBI vide circular No. RBI/2007-08/344, RPCD/No. PLFS.BC.74/05.04.02/2007-08 dated 30.05.08 has circulated detailed operative instructions on the scheme to all the Banks.

As per para 4 (c) of said circular, Branches have to report daily position to the controlling office of the Banks. After amalgamation, it is to be reported by the Banks to SLBC Convenor on Annexure III on every Monday. The SLBC Convenor will consolidate and report the position by the next day i.e. Tuesday to the Regional Office of RBI on Annexure III B. It is again requested to all Banks to submit the information on the prescribed format, by every Monday positively so that Convenor may submit the consolidated information to RBI Bhopal.

Action Point No. 11

FOREST DEPTT.(FOREST SECTOR & LOK VANIKI)

In the last meeting, Shri R.N. Saxena, Additional.Principal Chief Conservator of Forest, has provided detailed information of forestry sector, and Lok Vaniki particular.

In this context it was decided that scheme should be discussed with NABARD and SLBC Convenor for immediate implementation. NABARD will prepare Model-wise quantum of Finance and will constitute a committee for taking expeditious action in this matter.

NABARD may deliberate.

ITEM NO.3: PERFORMANCE OF BANKING SECTOR IN MADHYA PRADESH AT A GLANCE

(Rs. In Crores)

No	Parameters	March 2006	March 2007	March 2008	Variation over March 2007	
					Actual	Percentage
1.	No. of Bank Branches	4706	4779	4949	170	-
2.	Total Deposits	61468	73229	89604	16375	22.36
3.	Total Advances	39050	49106	60057	10951	22.30
4.	Investments	2805	3830	5249	1419	37.04
5.	Total Adv. + Investments	41855	52937	65307	12370	23.36
6.	Priority Sector Advances	23952	29648	37128	7480	25.22
7.	Agricultural Adv.	13950	17362	22441	5079	29.25
8.	SSI (MSME) Advances	2057	3449	5773	2324	67.38
9.	Tertiary Sector	7945	8837	8915	78	0.88
10.	Advances to Direct Agr.	12928	16259	18733	2474	15.21
11.	Advances to Weaker Sec	4602	6322	7423	1101	17.41
12.	Advances to DRI	4	4	7	3	75

3.1 Branch expansion

Total number of branches operating in the State is 4949 as on 31st March 08.

Bank wise position is given in **Table No. 1 Page 45-46--**.

There is net increase of 170 bank branches during current financial year.

3.2 Deposit growth

The aggregate deposits of the bank in Madhya Pradesh increased by Rs. 16375 from Rs..73229 as of March 07 to Rs. 89604 crores as of March 08 thus posting a growth of 22.36% as against an increase of Rs.11761 crores or 19.13% during the corresponding period

last year.

Bank wise position is given in **Table No. 2 & 3 Page 47-50-----**.

3.3 Credit Expansion

The gross credit in the State is surged by 10951 crores from Rs49106 crores as of March 07 to Rs.60057 crores as of March 08 thus exhibiting a growth of 22.30 % against the increase of Rs.10056 crores or 25.75% during the corresponding period of previous year.

Bank wise position is given in **Table No. 2 & 3 Page 47-50**

3.4 Credit Deposit Ratio

During the period under review overall CD Ratio of banks for the State of Madhya Pradesh remains at 67%.

Bank wise position is given in **Table No.2 & 3 Page 47-50**

3.5 Priority Sector Advances

During the period under review, the Priority Sector Advances of Banks in Madhya Pradesh grew by Rs. 7480 crores from Rs29648 crores as of March 07 to Rs. 37128 crores as of March 08, thus recording a growth of 25.22 % as against an increase of Rs.5696 crores or 23.78% during the corresponding period of the previous year. The share of incremental Priority Sector Advances to incremental advances during the period under review is 68.30 %.

Bank wise position is given in **Table No. 5 Page53-54**

3.6 Agriculture Advances

The Agriculture Advances in the State during the review period has witnessed an increase of Rs. 5079 crores from Rs.17362 crores as of March 07 to Rs.22441 crores as of March 08 thus showing a growth of 29.25 % as against an increase of Rs.3412 crores or 24.46 % during the same period last year. The point-to-point share of incremental agriculture advances to incremental priority sector advances works to67.98%.

Bank wise position is given in **Table No. 5 Page 53-54**

3.7 MSME Advances

The advances to MSME sector during the period under review has registered an increase of Rs.2324 crores from Rs.3449 crores as of March 07 to Rs 5773 crores as of March 08 thus showing a growth of 67.38 % as against an increase of Rs1392 crores or 67.67% increase during the corresponding period of the previous year.

Bank wise position is given in **Table No. 5 Page -53-54-----**.

3.8 Advances to Weaker Section

During the period under review the advances to weaker section is increased by Rs. 1101 crores from Rs 6322 crores as of March 07 to Rs.7423 crores as of March 08 thus showing a growth of 17.41 %.

Bank wise position is given in **Table No. 7 Page 57-58**

ACHIEVEMENT VIS-A-VIS NATIONAL GOALS

No	Parameters (RATIO)	Goal %	March 06 %	March 07 %	March 08 %	Variation over March 07
A)	C D Ratio	-	3	67	67	-
B)	C D Ratio (Rural + S/U)	60	70	70	71	+1
C)	Credit + Inv. To Deposits		68	72	73	+1
D)	PS Adv to Total Credit	40	61	60	62	+2
(E)	Agri. To Total Credit	18	36	35	38	+3
F)	Weaker Section to Total Adv.	10	12	13	12	-1
G)	DRI Advances to Total Adv.	1	0.01	0.01	0.01	-

Bank wise position is given in **Table No.6 Page 55-56**

Highlights

1. The ratio of Priority Sector Advances to total advances as of March 08 stands at 62% as against National Goal of 40%.
2. The share of agricultural advances to total advances, as of March 08 is 38% against the National Goal of 18%.
3. The advance to weaker section constitutes 12% of the total advances as against the National Goal of 10%.
4. The CD Ratio in rural & semi urban area is above the National Goal of 60% by recording a level of 71% as of March 08.
5. During the period under review, the DRI advances increased by Rs.3 crore from Rs. 4 crore as of Mar 07 to Rs. 7 Crores as of March 08.

ITEM NO. 4: RECOVERY**4.1 NPA POSITION****(Amt. in Crores)**

Scheme	Sub-Std.	Doubtful	Loss	Total NPA	Total Advances	% of NPA to Total Adv.
Agriculture	415	455	83	953	22441	4
SSI	84	168	75	327	5773	6
OPS	202	329	98	629	8915	7
PMRY	85	104	35	224	868	26
SGSY (Group)	18	12	4	34	393	9
SGSY (Ind)	18	28	7	53	260	20
KVIC	8	7	2	17	194	9
SJSRY	15	15	5	35	148	24
Pratistha	3	4	2	9	35	26
Antyavyasayi	6	5	2	13	66	20

Bank wise position is given in **Table No.8 to 8 (iv) Page 59-68-----**.

The recovery under PMRY, SGSY (individuals), SJSRY and Prathishta is very poor. In the last SLBC meeting, State Govt. was requested to issue necessary instructions to the departments implementing the scheme to cooperate with the banks for recovery of bank dues but it is observed that only MPSCFDC has issued instructions to field level functionaries. All other departmental heads are again requested to issue the necessary instructions.

4.2 Year Wise Position of Written Off Accounts**(Amt. In Crores)**

Agency	Up to 2004-05		2005-06		2006-07		2007-08		Total Up to Mar.08	
	No	Amt	No	Amt	No	Amt	No	Amt	NO	Amt.
CBs	311056	1065	57858	204	71541	401	43266	313	483721	1983
RRBs	190488	95	21847	12	21900	16	17867	16	252102	140
Co- Op.	73468	32	2192	4	1402	1	1167	1	78229	37
Total	575012	1192	81897	220	94843	418	62300	330	814052	2160

Bank wise position is given in **Table No.9 Page 69-70**

4.3 Implementation of MP Public Money Recovery Act /BRISC Scheme:

(Amt Rs. in Crores)

Item	No.	Amt
Recovery cases pending at the beginning of the quarter	930448	1665
Cases filed during the quarter	24136	106
Total RRC	954584	1771
RRC disposed of during the quarter	16166	52
RRC withdrawn during the quarter	1073	5
RRC pending at the end of the quarter	937345	1714
Of which pending up to 1 year	144865	446
1 to 3 years	214222	382
3 to 5 years	241675	368
5 to 12 years	238230	308
Above 12 years	98353	210

Bank wise data is given in **Table No. 10 & 10(i) Page 71-74**

4.4 Implementation of BRISC

BRISC Scheme is being implanted to effectively recover bank overdues Under The Madhya Pradesh Lok Dhan (Shodhya Rashiyon Ki Vasuli) Adhinyam 1987. This has been the most successful bank recovery scheme. In the initial year of its ineption, i.e. 1995-96, only Rs. 3.4 crores were recovered that rose to 120 crores in 2006-07. Recovery position is gaining momentum. Hon'ble Finance Minister applauded the Scheme in various SLBC meetings that he attended. Data received from districts in the DIF show that field level revenue functionaries are realizing recoveries against RRCs lodged by all banks, irrespective of the fact that the bank is a formal member or not. However, some banks are neither depositing requisite amount of "statutory processing fee @ 3.0% under the Act" nor "incentive amount @ 2.5% under the Scheme". There are serious audit objections over not depositing above amount. It is, therefore, proposed by BRISC cell that all the banking institutions operating in the State be considered as member of the Scheme to get active assistance of government revenue machinery and avail the benefit of the Scheme, provided that:

- i) They will abide by the provisions of "The Madhya Pradesh Lok Dhanb (Shodhya

Rashiyon Ki Vasuli) Adhinyam 1987”. “The Madhya Pradesh Lok Dhan (Shodhya Rashiyon Ki Vasuli) Niyam 1988” and the BRISC Rules frame time to time.

- ii) While Bank is approaching to the Collector for issuance of RRC for the amount to be recovered from the borrower, the RRC should be for the amount recoverable from the borrower plus 3% process fee only. No other costs should be added in the RRC in any case.
- iii) On recovery of the amount, bank will deposit BRISC incentive amount @ 2.5% of the amount recovered against RRC with the District BRISC Cell in accordance with the provision of the BRISC Scheme. If the BRISC incentive amount is not deposited within 30 days with the District BRISC Cell, such banks shall be liable to pay penalty @ 5% p.m. on default amount.
- iv) Banks shall ensure that BRISC incentive amount payable to District BRISC Cell is to be debited to banks' P&L A/C as expenditure of that bank. Such amount shall not be recovered/ recoverable from the borrower in any case.
- v) Banks shall ensure that their all branches located in the State of Madhya Pradesh would extend credit facilities and achieve targets laid down by SLBC/DLCC to priority sectors under all government sponsored programmes.
- vi) They would participate in SLBC/DLCC/BLBC meeting regularly.
- vii) They would supply requisite statistics to the Convener of SLBC & DLCC for inclusion in the agenda of SLBC & DLCC meetings.
- viii) They would participate substantially in State Government market borrowing programmes.

4.5 IMPLEMENTATION OF SARFAESI ACT.

Collector, Chhindwara, in his letter to Central Bureau of Investigation has informed that Oriental Bank of Commerce officials in the district is not cooperating with the district administration and deliberately negligating Court orders.

Copy of the letter is enclosed for perusal of banking fraternity(Annexure B Page 34-38).

House may deliberate over the issue.

ITEM NO. 5: IMPLEMENTATION OF ANNUAL CREDIT PLAN 2007-08

(Amt.. in crores)

Sector	Year 2005-06			Year 2006-07			Year 2007-08(up to Mar.08)		
	T	A	%	T	A	%	T	A	%
Agri.Total	5940	6954	117	7596	8882	117	8905	10612	119
Crop Loan	4153	5085	115	5172	6792	131	6379	8029	126
Term Loan	1788	1869	105	2424	2090	86	2526	2583	102
MSME	537	525	98	684	684	69	875	1265	145
Others	1809	1958	108	2268	3042	134	2840	2260	80
TOTAL	8256	9437	114	10548	12397	118	12620	14137	112
	114%			118%			112%		

T-Target (for the year) A-Achievement (Up to March 08)

AGENCYWISE BREAKUP OF ANNUAL CREDIT PLAN 07-08 (UP TO Mar. 08)

(Amt in Crores)

	Agriculture		MSME		OPS		Total Adv. PS		
	T	A	T	A	T	A	T	A	%A
Comm.	4246	5501	770	1195	2502	1909	7518	8605	115
RRBs	1285	1675	44	70	163	210	1492	1955	131
Co. op.	3374	3436	61	0	175	141	3610	3577	99
TOTAL	8905	10612	875	1265	2840	2260	12620	14137	112

T-Target A-Achievement

Bank wise data is given in **Table No. 11, Page No75-78**

The House may review the progress.

5.1 Doubling of Flow of Credit to SMEs in 5 Years**Finance to SME Sector:**

(Amt.in crore)

Item	Base figure as on 31.3.05	Fresh Adv. from 1.4.07 to 31.03.08		Total Advances 31.03.08	
		No.	Amt.	No.	Bal. O/S
Small & Micro Enterprises	2618	15258	575	83503	3115
Small & Micro Services		19060	691	185658	2658
Advances to Medium Enterprises *		461	258	3475	801

Bank wise data is given in **Table No.34, Page 141-142**

TEM NO. 6: IMPLEMENTATION OF GOVERNMENT SPONSORED PROGRAMMES**6.1 Prime Minister's Rojgar Yojana - P.Y 2007-2008****(Amt. In Crores)**

Particulars	Unit	2006-07	2007-08
Target	No.	32000	15800
Cases Submitted	No.	67200	42049
Cases Sanctioned	No.	33993	18571
Cases Disbursed	No.	25107	13898
Amount Disbursed	Amt.	143.51	87.71
% Cases San. to Target	%	106.23	117.5
% Cases Dis. To Target	%	78	88

Bank wise and district wise data is given in **Table no. 13, Page 82-87**

RBI vide their letter RPCD/PLNFS.BC.NO.54/09.04.01/2007-2008. Dated 01.04.2008 addressed to the Chairman & Managing Director of All Scheduled Commercial Banks (Excluding RRBs) informed that -

“In order to enable completion of disbursement against the sanctioned cases of the programme year 2007-08, a one time extension of the cut off date for lapsing of sanction and completion of disbursement for the cases of 2007-08 up to 31ST May, 2008 has been granted by Ministry of Micro, Small & Medium Enterprises, Govt. of India, subject to the following conditions:

1. No fresh application will be entertained or sanctioned after 31.03.2008.
2. Extension of cut-off date granted up to 31.05.2008 would be utilised for disbursement of loans in respect of cases already sanctioned upto 31.03.2008.

Govt. of India have taken a policy decision to abolish Pradhan Mantri Rojgar Yojna being implemented through Industries Deptt. And self employment scheme of KVIB from 1.04.2008. Instead of this scheme there will be Prime Minister Employment Generation Programme, the detailed guidelines of which are yet to be issued by Govt. of India. This is for information of Banks.

6.2 Performance under SGSY 2007-08

(Amt. In Crores)

Particulars	2006-07	2007-08
Target (Financial)	200	250.51
Sanctioned	206.43	264.82
Individual	26.55	46.06
Group	179.89	218.76
Total	206.43	264.82
Disbursed		
Individual	23.47	39.32
Group	168.64	205.37
Total	192.11	244.69
% age Sanction to target	103.21	105.71
% age Disbursed to target	96.05	97.67

District wise and Bank wise data is available on **Table No. 14, Page88-91**

Bank wise **Credit Mobilization** is as follows:

100% or more	Indian Bank, State Bank of Bikaner and Jaipur, Union Bank of India, Syndicate Bank, R.R.B., Bank OF Maharashtra, Bank of India, Canara Bank, Central Bank of India, State Bank of Indore, Oriental Bank of Commerce, State Bank of India.
80 to 99%	Punjab National Bank, Bank of Baroda, Dena Bank, Allahabad Bank,
Less than 80%	Punjab and Sindh Bank, United Commercial Bank,
Less than 60%	Bank of Rajasthan, Central- co-operative Bank,
Less than 40%	Land Development Bank.
1%	Other Banks.

Revolving Fund

Up to March 2008, 70142 groups were given revolving fund out of which 45177, SHGs have received cash credit limit to the tune of 85.22 crores.

Development Commissioner has given the following points for discussion:

1. More and More participation from Banks in the training programme of SGSY.

2. Rural Development Department is ready to give assistance like land acquirement and other infrastructure needed for the establishment of the RUDSETI / Model Training Institute. Proposals from Banks are required.
3. Encouragement from banks for promoting marketing of the SHGs products in association with Zilla Panchayat.
4. Block level Camps for reducing pendency and disposal of cases and entertain quality cases from the SHGs only.
5. Block level assessment and listing of the banks whose performance is 0 percentage and from 0% to 25% and the list should be sent to Ministry of Rural Development for further necessary action.
6. The rate of interest is not uniform. It varies from 8.5% to 13%, it should be minimum and also uniform in rural area for SGSY schemes.
7. The return of subsidy from the banks is heavy in some districts resulting in heavy deduction of the allocation by MORD in the Districts. Many banks are yet to reconcile the previous years' subsidy given to the branches in their districts. The previous year's subsidy reconciliation in all branches should have been completed by 31.03.2008.
8. The pending cases for disbursement during the financial year 07-08 should be disposed by 30th June 2008 positively.

6.3 Swarna Jayanti Shahari Rojgar Yojana (SJSRY)

(Amt in Crores)

Particulars	USEP		DWCUA	
	2006-07	Mar.07-08	2006-07	Mar.07-08
Tar. Physical	8645	24012	403	570
Financial Subsidy	6	12.01	5	7.12
Loan	35	64.03	4	6.41
Total	41	76.04	9	13.53
Ach. Physical	8153	17855	193	275
Financial Subsidy	4	9.76	2	2.67
Loan	23	54.43	2	2.42
Total	27	64.19	4	5.09
% Ach. Physical	94	81.28	48	42.98
Financial %	66	68.25	39	37.62

Bank wise progress is given in **Table No. 15, Page 92-95**

In certain districts, the poor progress is due to the non-availability of subsidy during the second half of the financial year.

6.4 (A) Scheme for Liberation and Rehabilitation of Scavengers (SLRS)
(B) Antyavayasayee Swarojgar Yojana

The data received from Deptt. is as under:

(Amt. in Crores)

Year	2007-08					
	(A) SRMS		(B) Antyavaysayee		Total (A+B)	
	06-07	07-08	06-07	07-08	06.07	07-08
Target	5500	3237	8120	10000	13620	13237
Sponsored	4105	2584	17985	19743	22090	22327
Sanctioned No.	1221	1432	8273	9211	9494	10643
Disbursed No	1221	755	8273	6975	9494	7730
Amt	4.20	1.51	30	19.89	34.20	21.40
Rej/ Retd	350	316	3468	3423	3818	3739
Pending	2534	836	6244	7109	8778	7945

Bank wise progress is given in **Table No. 16 & 16(i), Page96-98**

ITEM NO 7: IMPLEMENTATION OF SPECIAL FOCUS PROGRAMME

7.1 Self Help Groups (Under NABARD Scheme)

Progress from April 07 to March 08

(Amt. In Crores)

A	HSS A/cs opened	38549
B	Amount deposited in HSS A/c	18.24
C	Out of (A) A/c credit linked	5340
D	Amount disbursed	41.07
E	Balance Outstanding	(No.) 45889
		(Amt.) 225.60
F	NPA Amount	6
G	% age NPA	3

Bank wise data is given in **Table No. 18, Page No111-12**

As per NABARD, the position of credit linkage of the groups is very poor in the State, despite a large number of SHGs formed by various departments of Govt. NGOs, Banks etc.

90% groups have been formed by the Govt. Departments, it is proposed that the State Government, in consultation with NABARD/ Banks and good NGOs, may evolve a suitable strategy for consolidation, strengthening and financing of groups.

7.2 KVIC Margin Money Scheme.

The progress achieved in implementing Margin Money Scheme of KVIC up to 31.03.2008 is given below:-

(Amt. in Lacs)

Particulars	KVIC*		KVIB		Total	
	No	Amt	No	Amt	No	Amt
Target of Margin Money	-	8.70	869	9.46	869	15.86
Cases Sponsored	545	1312	1566	1962	2111	2019
Cases Sanctioned	204	526	661	881	865	904
Cases Disbursed	204	526	531	710	735	733

*Margin Money

Bank wise & District wise progress is given in **Table No.17 Page No99-110**

7.3 Housing Finance

(a) Direct Housing Finance

As per Reserve Bank of India guidelines each bank should attend a share of housing finance at 3% of the incremental deposit of the previous year.

Accordingly it was estimated that around Rs.353 crores should be extended to the housing sector from the banking system in Madhya Pradesh during the year 2007-08

As per information received from banks total number of 21728 cases have been disbursed during April, 07 to March 08 involving an amount of Rs. 739.74 crores.

Bank wise data is given in **Table No. 20, Page 115-116** for review of house.

(b) Golden Jubilee Rural Housing Finance Scheme

During the year 2007-08 financial assistance of Rs.17.84 crores has been provided under the scheme to 925 beneficiaries. The poor progress is because of non-availability of title.

Bank wise Data is available in **Table No. 21, Page 117-18** for review of house.

7.4 Financial assistance to Minority Communities**(Amt. in Crores)**

Community	Disbursement (April 07 to March08)		Balance Outstanding March 08	
	No.	Amt.	No.	Amt.
Muslim	11533	111.52	137274	1103.43
Sikh	1516	25.24	25424	491.85
Christian	1631	11.98	10338	78.58
Zoroastrian	5	0.06	570	3.82
Buddhist	561	0.80	3330	14.69
Jain	8665	145.12	59990	800.01
Total	23911	294.72	236926	2492.38

Bank wise position is given in **Table No. 22 & 23, Page-119-122-** for review of house.

7.5 Data on Minority communities in Bhopal

The information on the financial assistance given to minority communities in Bhopal district as on 31.03.08. is as follows:

(Amt. In Crores)

Community	March 2007		March 2008	
	No.	Amt.	No.	Amt.
Muslim	13337	188.92	35702	640.63
Sikh	6184	98.09	11285	128.59
Christian	547	11.94	821	16.73
Zoroastrian	-	-	-	-
Buddhist	1674	14.01	2661	31.12
Jain	-	-	-	-
TOTAL	21742	312.96	50469	817.07
Total Advances	654940	5904.75	1089301	6877.54
%age to Total Advances	3.31	5.30	4.63	11.88

Bhopal is one among the 103 minority concentrated districts notified by the Govt. of India, Ministry of Welfare, having at least 25% of minority population excluding States/UTs where minorities are in majority viz., Jammu & Kashmir, Punjab, Meghalaya, Mizoram, Nagaland and Lakshdeep).

Govt. has advised banks to identified potential centres and complete the survey for branch expansion in the minority concentrated districts and submit the information to respective Lead District Manager. As such banks are requested to send the following information to Lead District Manager, Bank of India, Bhopal for onward transmission to Convenor SLBC from the next quarter alongwith the data on financial assistance to minority communities.

1. Branches already opened in Bhopal district during the year 2006-07 & 2007-08.
2. Name of the centres identified where banks propose to open branches for the year 2008-09.

7.6 Financial Assistance to Schedule Caste /Schedule Tribe

(Amt. in Crores)

Item	Schedule Caste		Schedule Tribe	
	No. of A/cs	Amt.	No. of A/cs	Amt.
App. Recd.	20812	124.98	15301	85.66
App. San.	19160	112.03	14616	80.77
App. Disb.	18761	101.21	14848	81.99
App. Rej/Ret.	1036	6.69	516	3.42
App. Pend.	616	6.26	169	1.47
Total Bal. O/S	395240	1593.44	254324	966.17
NPA	69724	273.04	47562	161.63
%age NPA	17.64	17.13	18.70	16.72

Bank-wise data is given in **Table No. 24 & 25, Page-123-26**

7.7 Swarojgar Credit Card (SCC)

The progress during 2007-08 under Swarojgar Credit card scheme is given below:

(Amt. in Crore)

Particulars	Comm. Bk.	RRBs	Co-op BK	Total
Annual Target (No.)	-6541	-7135	-2920	-16596
No. of SCCs Issued	1626	3899	614	6139
Amount Disbursed	466	1088	300	1854
% Achievement	24.85	54.64	21.02	36.99

Bank wise progress is given in **Table No.26 Page No127-28**

The house may review the progress.

NABARD has reported that the submission of quarterly progress reports by the banks is very tardy. Banks are therefore, requested to submit all the pending quarterly progress reports upto the quarter ended March 2008 at the earliest. Banks are also requested to ensure submission of the reports for the subsequent quarters by the 5th of the following month of the quarter it relates to.

7.8 Artisan Credit Cards

As per information given by the Banks the target set for 2007-08 is 3360 against which the Banks have issued 1221 cards. Total cards issued under the scheme since inception are 4395. Bank wise position is given in **Table No 27, Page 129-130-**. Most of the banks have reported Zero progress in the scheme.

The Directorate of Handloom, Government of Madhya Pradesh have identified following 14 handloom clusters in M.P.

S. No.	Name of Cluster	District
1	Varaseoni	Balaghat
2	Sausar	Chhindwara
3	Chanderi	Ashoknagar
4	Maheshwar	Khargone
5	Athaona	Neemuch
6	Mandsaur	Mandsaur
7	Sarangpur	Rajgarh
8	Gwalior	Gwalior
9	Astha	Sehore
10	Bagh	Dhar
11	Bhairavgarh	Ujjain
12	Bhopal	Bhopal
13	Hoshangabad	Hoshangabad
14	Sidhi	Sidhi

Deptt. has requested banks to provide financial assistance to five groups in each cluster as such 70 groups will be benefited. Detailed guidelines of the schemes have already been sent by NABARD head office to Chairmen of all RRBs vide their letter no. PCD-POLICY (Weavers)/ H-714/A 7 (P)/2006-07 dt. 12.03.2007.

District functionaries have informed State Government that Banks are not taking desired action in issuing Artisan Credit Card Scheme. The Scheme carries insurance coverage. Still large numbers of proposals are being returned for one or the other reasons. Banks are requested to implement the scheme successfully.

7.9 General Credit Card (GCC) Scheme.

As per information given by the Banks, the Banks have issued 10020 cards during the FY 2007-08 against the self set target of 12411-. Total cards issued under the scheme since inceptions are 21728.

Bank wise position is given in **Table No 27, Page 129-130.**

7.10 Education Loan

Banks have sanctioned 11377 education loans amounting to Rs.248.67 crores during the current financial year of which Rs. 42.56 crores have been sanctioned to 2075 girl students.

Bank wise position is given in **Table No 28, Page131-132.**

State Government have announced to sanction subsidy to legitimate girl child of Class III & IV government employees. Copy of the orders issued in this regard is appended for information and doing the needful by all banks.

7.11 Advances to Women beneficiaries

Advances to women beneficiaries are Rs. 3861crores which is 6.48 % of the total advances against the stipulated target of 5%.

Bank wise data is given in **Table No 29, Page 133-134**

NABARD has come out with an amended scheme for extending financial support to RRBs and cooperatives for creation and/or maintenance of “Women Development Cell” in the Banks. The amended scheme provides for enhanced quantum of financial assistance to these banks which would be linked to their performance under the Action Plan with strategies to be adopted to increase the credit flow to women.

7.12 Progress under Horticulture Scheme**(Amt Rs in Crores)**

Particulars	Unit	2007-08
Cases Received	No	573
Cases Sanctioned	No	503
Cases Disbursed	No	488
	Amt	11.34
Cases Rejected	No	35
Cases Pending	No	35
Balance Outstanding	No	3565
	Amt	64.09

Bank wise and district wise data is given in **Table No. 30, Page 135-136**

NHB Progress report:**(Amt in Crores)**

Particulars	Number	Amount
LOI placed before Board	7915	-
LOI approved by Board	7363	-
No. of cases where subsidy released through NHB Bhopal:		
Below Rs.10 lac	81	0.71
Above Rs 10 lac		
TOTAL	81	0.71

मद सं.-08 राजभाषा नीति का कार्यान्वयन

मध्यप्रदेश में 54बैकों में से केवल 40 बैकों ने राजभाषा नीति के कार्यान्वयन संबंधित तिमाही आंकड़े भेजे हैं। सदस्यों से अनुरोध है कि वे एस.एल.बी.सी. के प्रारूप में अपेक्षित आंकड़े समय से भेजना सुनिश्चित करें । सदन तालिका संख्या 35 पेज 143 में दी गयी स्थिति की समीक्षा करें ।

ITEM NO.9: OTHER AGENDA ITEMS

9.1 SCHEME ON ARTIFICIAL RECHARGE OF GROUNDWATER THROUGH DUG WELLS

The Govt. of India formulated the captioned scheme for implementation in 7 hard rock states, viz. Andhra Pradesh, Gujarat, Karnataka, Madhya Pradesh, Maharashtra, Rajasthan and Tamil Nadu. The Ministry of Water Resources, GOI on 04.01.2008 has issued the operational guidelines for the captioned scheme, followed by revised guidelines circulated on 28th February 2008. Details are given in Annexure-A 28-29.

CUSTOMER SERVICE IN BANKS

Public representatives submitted a memorandum before Hon'ble State Human Right Commissioner wherein some serious allegation has been made regarding banking services provided by banks to their loanee customers. Hon'ble MP Human Right Commission desired for appropriate action on the complaint. Copy of the memorandum attached (Annexure-B Page 30-33) for deliberates and taking appropriate redressed action.

ITEM NO. 10: ANY OTHER ISSUE WITH THE PERMISSION OF CHAIR

ANNEXURE – A

As per the guidelines, a State Level Steering Committee (SLSC) to ensure smooth implementation of the Scheme and District Level Implementation and Monitoring Committees (DLIMCs) to ensure effective implementation of the scheme at grass root level are to be constituted. Convener, State Level Banker's Committee and the representative of financing bank(s) are members of SLSC and DLIMC respectively. The Nodal Department of the State Government will prepare the district wise scheme reports incorporating the details of beneficiaries, action plan for Capacity Building etc. On approval of the scheme / proposals by the DLIMCs and submission to NABARD for release of funds through Nodal Department of State Government, funds will be disbursed through a mechanism of directly crediting the subsidy to the beneficiaries SB accounts through different commercial Banks/RRBs/Coop Banks, etc.. NABARD will accordingly credit in the controlling office or Nodal Branch identified by each bank for routing centrally sponsored subsidy, by a consolidated cheque along with the list of beneficiaries with their a/c No. bank branch, village, block and district for respective banks. Banks may, therefore, confirm their Nodal Branch where NABARD will deposit consolidated cheque towards the subsidy amount under above mentioned centrally sponsored scheme.

A list of categorisation of blocks in MP is enclosed.

CATEGORISATION OF BLOCKS IN MADHYA PRADESH

S.No	Districts	Semi-critical	Critical	Over-exploited
1	Barwani	1. Rajpur		1. Parasmal
2	Bhopal	1. Phanda		
3	Betul	1. Amla		
4	Burhanpur	1. Burhanpur		
5	Chhatarpur	1. Chhatarpur		
6	Chhindwara	1. Chhindwara		
7	Dewas		1. Dewas	

			2. Sonkutch	
8	Dhar	1. Dharampuri		1.Badnawar 2.Dhar 3.Manawar 4.Nalcha 5.Tirla
9	Indore		1. Depalpur	1. Indore 2. Sanwer
10	Khargone	1 Khargone 2 Maheshwar	1. Barwaha	
11	Khandwa	1 Chopan		
12	Mandsaur			1. Mandsaur 2. Malahargarh 3. Sitamau
13	Neemuch	1 Jawad		1. Neemuch
14	Ratlam	1 Sailana		1. Alote 2. Jaora 3. Piploda 4. Ratlam
15	Satna	1 Rampur 2 Baghalan		
16	Sehore	1 Ashta 2 Sehore		
17	Shajapur	1 Agar 2 Shajapur	1.Barod	1. Kalapipal 2.Mohan Berodia 3. Nalkhera 4. Shujalpur 5.Susner
18.	Ujjain	1.Tarana 2. Kachrod		1. Badnagar 2. Ghatia 3. Ujjain

No of Assessed Blocks	Semi-critical	Critical	Over-exploited
312	19	5	24