

## AGRICULTURE IN ODISHA

1	Total geographical area	155.71 lakh Hectares
2	Total cultivable area	64.09 lakh Hectres accounting for 41.16 %
3	Total cultivated area	61.50 lakh Hectres
4	Total cultivable area under acidic soil	40.17 lakh Hectres
5	Total cultivable saline soil	4 lakh Hectres
6	Total cultivable areas suffers from water logging	3.00 lakh Hectres
7	Contribution of Agriculture Sector to State Domestic product(GSDP)	16 %
8	Workforce depends on Agriculture for employment/ livelihood	65 %
9	Average size of land holding in the state	1.25 Hectres
10	Small and Marginal Farmers constitute	83 % of the farming community.
11	Total Agro-climatic zones in Odisha	10
12	Average rainfall in the state	1452 mm
13	Total irrigation potential	30.89 lakh Hectres in Kharif 15.01 lakh Hectres in Rabi
14	Cropping Intensity	166%
15	State average fertilizer consumption	63 Kgs./hectre
16	Soil Type	8 Type

**BANKING AT A GLANCE IN ODISHA AS ON 31<sup>st</sup> MARCH, 2014.**

(Rs.in Crores)

	<b>Particulars</b>	<b>AS on 31<sup>st</sup> March,2014</b>
1	Total Deposit	169642.16
2. (i)	Total Advance utilized in the state	144726.71
2. (ii)	Total Advance sanctioned and utilized in the state	94320.30
3.	Total Business (Deposit + Advance)	314368.87
4.	Credit Deposit (CD) Ratio (%) <b>Benchmark-60%</b>	85.31
5.	Credit Deposit Ratio excluding advance sanctioned in other state and utilized in our state	56.03
	a) CD Ratio of Rural Branches	66.17
	b) CD Ratio of Semi Urban Branches	44.33
	c) CD Ratio of Urban Branches	57.66
6	Total PS Advance	52554.40
7	% of PS Advance to Total Advance <b>Bench Mark-40%</b>	55.72
8	Agriculture Advance	27366.79
9	% of Agriculture Advance to Total Advance <b>Bench Mark- 18%</b>	29.01
10	MSME Advance	20425.99
11	% of MSME Advance to total advance	21.65
12	Advance to Weaker Section	17209.14
13.	% of Advance to weaker section to PS Adv. <b>Bench Mark – 25%</b>	32.74
14.	Total DRI Advance	154.16
15.	% of DRI Advance to total advance <b>Bench Mark – 1%</b>	0.16
16.	Credit Investment to Deposit Ratio %	85.97
17.	NPA in % (Average in the state)	7.69
	a) Public Sector Banks	8.34
	b) Private Sector Banks	1.63
	c) RRBs	10.21
	d) Cooperative Banks	8.94
18	Total No. of Branches	4281
19.	Of which:	
	a) Rural Branches	2335
	b) Semi Urban Branches	1143
	c) Urban Branches	803
20.	Education loan B/O	1864.70
21	Housing Loan B/o	7364.30
22	Achievement under ACP 2013-14 under priority sector in %	61.15
	a) Total Agriculture	64.46
	b) MSE	101.90

	c) Education	23.03
	d) Housing	66.88
	d) Other Priority	29.81
23	Lead Districts :	30
	a) SBI	19
	b) UCO	7
	c) BOI	2
	d) Andhra Bank	2
24	RSETIs :	
	a) SBI	17
	b) UCO	7
	c) BOI	2
	d) CBI	2
	e) Andhra Bank	2
25	RUDSETI : Canara Bank	1
26	FLCS :	
	a) SBI	19
	b) UCO	7
	c) BOI	2
	d) Andhra Bank	2
	d) OSCB	64 sanctioned, 28 operational
	e) RRB	4

## **AGENDA NOTES OF 135<sup>th</sup> SLBC MEETING**

Agenda Item No.1

### **Confirmation of Proceedings of 134<sup>th</sup> SLBC meeting held on 17.02.2014 at Bhubaneswar.**

The Proceedings of 134<sup>rd</sup> SLBC meeting held on 17.02.2014 at Bhubaneswar had been circulated among all the members of SLBC vide our letter No.GM/SLBC/ODISHA/744/2013-14 dated 26.02.2014. Since no comments have been received from any quarter the same may please be confirmed.

Agenda Item No.2

### **Action Taken Report on major decisions taken in 134<sup>rd</sup> SLBC meeting held on 16.02.2014**

<b>Point No..</b>	<b>Action points</b>	<b>Action to be taken by</b>	<b>Action taken</b>
1.	<b>DRI Loans in favour of Persons with Disability(PWD)</b>  A meeting of the Sub-committee of SLBC was held on 16.1.2014 under the chairmanship of the Commissioner cum Secretary, Women & Child Development Department, Government of Odisha. The sub-committee came out with the decision that by <b>28<sup>th</sup> February 2014</b> , all the participating banks will achieve the target of sanctioning of minimum <b>10</b> loan applications per branch under the scheme.	All Banks/ Director of Welfare/LD Ms	It is reported by the Director, Welfare of Persons with Disability, Government of Odisha that 8801 number of applications have been sponsored to different bank branches. Banks have sanctioned and disbursed 2197 applications amounting Rs.14.82 crores during the year 2013-14. <b>Annexure - I</b>
2.	<b>Financial Inclusion Efforts in the State</b>	Action – All Banks &	(i) <b><u>Opening of B &amp; M Branches by banks</u></b> Banks have opened 458 branches ( <b>Annexure – II</b> ) in the state which includes <b>256 rural branches</b> of which 181 are in <u>rural unbanked centres.</u>

		LDMs	<p>Considering that banks had opened only 229 and 260 branches during the previous two years (2012-13 and 2011-12), the achievement in this year is noteworthy. RBI, during its FIP review meeting held in April 2014 has given banks indicative targets for branch opening in the state during 2014-15 (with special focus in rural unbanked centres) and has advised them to take up with their Head Offices and intimate the final plan to RBI.</p> <p><b>(ii) <u>Provision of banking Outlets in Unbanked Villages</u></b></p> <p>Odisha has approx. 46,000 unbanked villages with population below 2000 which had been allocated among the service area banks with a mandate to provide some form of banking outlet in each village by March 2015. As on March 31, 2014, banks have covered 16400 of these villages which constitute <b>73.25 % of the March 2014 target of 22387</b>. Out of this, 316 villages are covered with B &amp; M branches and rest by branchless mode.</p> <p>Details are given in <b>Annexure-III</b>.</p> <p>In order to sensitize the banks about need to step up their efforts, RBI had held one to one FIP review meetings with the respective Controlling Heads of banks during April 2014. Some of the observations made are given below.</p> <p>(i) Except few, the remaining</p>
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			<p>commercial banks are near to their annual targets and some banks have covered part of this year's (2014-15) targets also.</p> <p>(ii) The performance of both the RRBs remained sub optimal mainly on account of post-merger issues like CBS and HR integration.</p> <p>(iii) Banks have appointed Customer Service Points (CSPs) / BC Agents in the villages covered with BC. Account opening is in progress. However, transactions are low and it is expected that banks will take another 1-2 quarters for transactions to pick up through BCAs.</p> <p>(iv) Poor connectivity and power supply are the major bottlenecks that banks face while opening banking outlets and providing hassle free service to customers. State Government is requested to take up the issue with BSNL.</p> <p>(v) Inappropriate remuneration paid by banks to their BCAs is another factor that is limiting the success of BC model. RBI has advised the banks to take up the issue with their HO.</p> <p>State wise Financial Inclusion Plans – Progress as on 31.03.2014 (<b>LBS-MIS-V</b>) is enclosed in <b>Annexure- IV</b>.</p>
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3.	<b>Implementation of Direct Benefit Transfer (DBT)</b>	Action -	
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	<p><b>Scheme.</b></p> <p>As per directive of Department of Financial Services, Ministry of Finance, Govt. of India, DBT scheme has been implemented from 01.07.2013 covering 26 schemes in 04 districts of Odisha namely, <b>Puri, Cuttack, Bolangir and Sonapur</b></p>	<p>State Govt. /LDMs/SLBC</p>	<p>District wise position is furnished below</p>
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**District wise status is as below (as on 30.04.2014)**

Sl. No.	Particulars	Puri	Cuttack	Subarnapur	Bolangir
1	No. of schemes (out of 29) are applicable for the districts	18	12	8	8
2	No. of schemes for which beneficiary list has been already submitted by the state govt. Deptts.	10	11	7	7
3	No. of beneficiaries, list received by the LDM	38410	31114	17662	16313
4	No. of A/cs opened (Scheme wise)	38410	31114	15345	16313
5	No. of accounts,Aadhar seeded	1107	936	192	730
6	No. of ATMs in the district	166	474	36	124
7	No. of GPs	230	342	96	285
8	No of A/c s in which ATM cards issued	20014	18643	3512	622

It is observed that the accounts of all the beneficiaries in Subarnapur district are not yet opened, in all the DBT districts, Issuance of ATM cards and Aadhaar seeding is not commensurate with accounts opened.

LDMs are advised to follow the following actions.

- i) LDMs should take up the matter urgently with concerned banks for opening of account and issuance of ATM cards of remaining beneficiaries
- ii) In case the beneficiaries not available at the address given in the list, matter is to be taken up with district authorities immediately for correction in the list.

- iii) For seeding of Aadhaar number in the bank accounts, the matter is to be taken up with District/State Co-Ordinator of Electronic Corporation of India Limited and Director of Census, Govt. of Odisha.
- iv) Government Departments need to be more proactive in conducting account opening camps and collecting Aadhaar number for the beneficiaries by handholding with LDMs & Banks.

4	<p><b>Variation in CD ratio between Trend &amp; Progress report (RBI) and SLBC.</b></p> <p>In the 134<sup>th</sup> SLBC meeting, Additional Chief Secretary, Finance Department had pointed out wide variation in the CD ratio as compiled by SLBC and as published by RBI in the Trend and Progress of Banking India. He also desired to have in depth analysis to find out the reasons for such variation.</p>	RBI/SLBC	<p>In this regards, the following has been observed by RBI, Bhubaneswar.</p> <ol style="list-style-type: none"> <li>1. There is some variance in deposit figures and credit sanctioned in Odisha (possibly due to errors in reporting), but there is a substantial difference between the figures in respect of credit utilized in the state. This difference in credit utilized in the state has arisen because the banks at Zonal level have reported data that is different from what their Head Offices have reported to RBI, Central Office (which goes into the figure reported in Trend and Progress of Banking in India).</li> <li>2. In order to ensure that banks both at their zonal level to SLBC and at HO levels to RBI, Central Office, compile and report the same figure while reporting the credit utilized in the state, RBI, Bhubaneswar has written to Bank's Zonal/Regional offices at the state level with a copy marked to the respective Head Offices for reconciliation of the above information. RBI has also advised them to look into the process of data compilation so as to ensure that same data source in the MIS is used for reporting purpose to avoid any discrepancies in future.</li> </ol>
5.	<p><b>Clearing House- Opening of Clearing House in Odisha at centers with more than</b></p>	SBI / UCO Bank / Andhra Bank	The banks with lead bank responsibility and RBI were requested to ensure functioning of



	<p><b>5 bank branches.</b></p> <p>Establishment of Clearing House is being done as per Direction of Govt. of India and keeping in view the importance of the matter, RBI is also constantly monitoring the same.</p> <p>The centers namely Gopalpur, Gunupur &amp; Dhamara have been identified for opening of Clearing House. But till date, Clearing House operation has not been effected at the said centers.</p>	/RBI	<p>the Clearing.</p> <p>Respective LDMs are requested to appraise the house regarding operational status of the clearing house.</p>
6.	<p><b>Issues Relating to RSETIs</b></p> <p>A total sum of <b>Rs.120.49 lakhs</b> is pending for reimbursement in respect of training cost of BPL candidates incurred by the RSETIs functioning in the state (<b>Annexure - V</b>)</p>	Action- Panchayati Raj Deptt.	<p>SLBC has brought the claim pending to the notice of the State Mission Director, OLM vide its letter No. SLBC / ODI / 46 / 2014-15 dated 08.05.2014.</p> <p>The representative of Panchayati Raj Deptt. present in the house may inform latest position &amp; time line to arrange payment of claims pending with PD,DRDA of the respective district.</p>

**Point No. 7****A) RELIEF AND RESTORATION MEASURES TAKEN BY BANKS IN AREA AFFECTED BY RECENT NATURAL CALAMITIES (PHAILIN & FLOOD).**

<b>Information on Rehabilitation Measures undertaken in areas affected by Recent Natural calamities (PHAILIN and FLOOD) upto 31.03.2014</b>									
<b>B. Restructuring of Term Loans (Amount in Crores only.)</b>									
<b>Sl. No</b>	<b>Banks Name</b>	<b>Agriculture</b>		<b>Allied Sector</b>		<b>MSME</b>		<b>Other</b>	
		Account	Amount	Account	Amount	Account	Amount	Account	Amount
1	Total of Public Sector Banks	9460	62.47	802	10.41	2882	112.40	1283	32.50
2	Total of Private Sector Banks	3	0.32	7	1.33	3	1.16	-	-
3	Total of RRBs	2443	27.97	1816	20.95	2428	34.39	924	11.52
<b>5.</b>	<b>GRAND TOTAL</b>	<b>11906</b>	<b>90.76</b>	<b>2625</b>	<b>32.69</b>	<b>5313</b>	<b>147.95</b>	<b>2207</b>	<b>44.02</b>

The above data reveals that different banks have restructured 11906 accounts with amount 90.76 Crores, 2625 a/cs with amt. 32.69 crores, 5313 a/cs with 147.95 crores and 2207 accounts with 44.02 crores in respect of Agriculture Term loan, Allied sectors, MSME and other sector respectively.

**Odisha State Cooperative Bank has not restructured any account so far.**

<b>Information of Rehabilitation Measures undertaken in areas affected by Recent natural Calamities (PHAILIN and FLOOD) upto 31.03.2014</b>
<b>A. Conversion of Short Term Loans to Term Loan(Amount in Crores only)</b>

No of Crop Loans accounts eligible for conversion				No. of Crop Loan accounts converted	
Sl. No.	Type of Banks	Account	Amount	Account	Amount
1	Total of Public Sector Banks	117002	495.15	31187	179.66
2	Total of Private Sector Banks	52	7.35	52	7.35
3	Total of RRBs	62441	237.81	51003	223.47
	<b>Grand Total</b>	<b>179495</b>	<b>740.31</b>	<b>82242</b>	<b>410.48</b>

**N.B.- As reported by State Co-operative Bank, not a single short term crop loan has been converted to term loan.**

The position of conversion of short term loan and restructuring of term loan, bank and district wise is enclosed **(Annexure – VI)**

#### Point No.8

#### Interest Subvention for Agriculture & Allied Sector loans.

(Amt. in Rupees)

<b>A. Release of Interest Subvention on Short Term Crop Loan for the half year ending 30.09.2013</b>				
<b>(i.e. from 01.04.2013 to 30.09.2013)</b>				
Sl.No	Name of the Bank	No.of beneficiaries	Amt. of Interest subvention claimed	Amt.of claim Released
1	Indian Bank	4661	8,37,346	8,37,346
2	Syndicate Bank	1940	3,70,459	3,70,459
3	UCO Bank	13289	35,58,465	35,58,465
4	Canara Bank	6310	16,28,026	16,28,026
5	Punjab National Bank	13600	33,85,262	33,85,262
6	IDBI Bank	260	1,01,119	1,01,119
7	Indian Overseas Bank	7002	29,13,117	29,13,117
8	Bank of Boroda	1161	2,40,114	2,40,114
9	Utkal Grameen Bank	77683	1,15,01,996	1,15,01,996
10	Bank of India	24,097	51,13,171	51,13,171
11	Andhra Bank	10,137	22,50,673	22,50,673
12	Oriental Bank of Comm.	1038	2,03,489	2,03,489
13	Central Bank of India	3849	16,79,063	16,79,063
14	Union Bank of India	3542	17,87,275	17,87,275
	<b>TOTAL</b>	<b>1,68,569</b>	<b>3,55,69,575</b>	<b>3,55,69,575</b>

(Amt. in Rupees)

<b>B. Release of Interest subvention on Agriculture Term Loan for the half year ending 30.09.2013</b>				
<b>(i.e. from 01.04.2013 to 30.09.2013)</b>				
Sl.No	Name of the Bank	No.of Beneficiaries	Amt. of interest Subvention claimed	Amt. of claim released
1	IDBI Bank	79	30,344	30,344
2	Utkal Grameen Bank	350	1,03,147	1,03,147
3	Indian Overseas Bank	728	4,61,767	4,61,767

4	Oriental Bank of Comm.	37	73,766	73,766
5	Odisha Gramya Bank	798	7,34,454	7,34,454
	<b>TOTAL</b>	<b>1992</b>	<b>14,03,478</b>	<b>14,03,478</b>

(Amt. in Rupees)

<b>C. SUBSIDY RELEASED UNDER PROMOTION TO DAIRY ENTERPRENEURSHIP(PDE)</b>				
<b>FOR THE PERIOD 01.04.2013 TO 31.03.2014</b>				
Sl.No	Name of the Bank	No of beneficiaries	Amt. of subsidy claimed	Amt.of subsidy released
1	Syndicate Bank	31	1311697	1311697
2	Indian Overseas Bank	150	4129531	4129531
3	Punjab National Bank	326	9366139	9366139
4	Bank of Boroda	98	2953995	2953995
5	Andhra Bank	186	6790716	6790716
6	Odisha Gramya Bank	934	24391555	24391555
7	Bank of India	111	3189333	3189333
8	Utkal Grameen Bank	88	2423548	2423548
9	Vijaya Bank	1	100000	100000
10	Allahabad Bank	217	5255898	5255898
11	Central Bank of India	186	5538090	5538090
12	UCO Bank	333	89899045	89899045
13	Canara Bank	70	1945974	1945974
14	Oriental Bank of Comm.	54	1456777	1456777
15	IDBI Bank	2	78500	78500
16	Union Bank of India	36	1045445	1045445
17	United Bank of India	118	3641392	3641392
	<b>TOTAL</b>	<b>2941</b>	<b>82607635</b>	<b>82607635</b>

(Amt. in Rupees)

<b>D. Release of Interest Subvention on Term Loan (Dairy) for the half year ending 30.09.2013</b>				
<b>(i.e. from 01.04.2013 to 30.09.2013)</b>				
Sl.No	Name of the Bank	No.of beneficiaries	Amt.of interest subven.claimed	Amt.of claim Released.
1	IDBI Bank	24	17,532	17,532
2	Odisha Gramya Bank	31	16,115	16,115
	<b>TOTAL</b>	<b>55</b>	<b>33,647</b>	<b>33,647</b>

(Amt. in Rupees)

<b>E. Release of Interest Subvention on Term Loan Fishery for the half year ending 30.09.2013.</b>				
<b>(i.e. from 01.04.2013 to 30.09.2013)</b>				
Sl.No	Name of the Bank	No.of beneficiaries	Amt.of Interest subvn.claimed	Amt.of claim released
1	Odisha Gramya Bank	31	31,293	31,293
	<b>TOTAL</b>	<b>31</b>	<b>31,293</b>	<b>31,293</b>

Despite our repeated request and discussion in different forums, major banks like SBI, OGB etc have not placed their interest subvention claims for the half year September 2013 with UCO Bank (Nodal Bank). We request all the banks to claim the interest subvention under different schemes for the half year March 2014 without further delay. For delay in placing the claim with nodal bank has been viewed seriously by the Commissioner cum Secretary of the concerned Department of Govt. of Odisha.

**Point No. 9**

**Review on Banking Developments in Odisha in KEY Parameters as of March 2014.**

## KEY PARAMETERS

(Amt in Rs Crores)

<b>Parameters</b>	<b>March 2013</b>	<b>March 2014</b>	<b>Variation over march 2013</b>	<b>% of growth over 2013</b>
No. of branches	3824	4281	457	11.95
Deposits	146465.15	169642.16	23177.01	15.82
Advances	127342.03	144726.71	17384.68	13.65
CD Ratio	86.94	85.31	-1.63	-1.87
Credit Investments to Deposit Ratio	87.24	85.97	-1.27	-1.45
Priority Sector Advances	46911.83	52554.40	5642.57	12.02
% of Priority Sector Advances to Total Advance	59.55	55.72	-3.83	
Agriculture Advances	24364.55	27366.79	3002.24	12.32
% of Agriculture Advances to Total Advance	30.93	29.01	-1.92	
MSME Advance	17209.18	20425.99	3216.81	18.69
Education Loan	1778.21	1864.70	86.49	4.86
Advance to Minority Communities	2283.07	2601..35	318.28	13.94
Advances to Weaker Sections	15038.81	17209.14	2170.33	14.43
% of Weaker Section Advances to PS Advances	32.05	32.74	0.69	
DRI Advances	70.65	154.16	83.51	118.20
% of DRI Advances to Total Advances	0.10	0.16	0.06	

**Branch Network**

As at the end of March 2014, the total number of Bank Branches in Odisha increased to 4281 from 3824 in March 2013. The growth rate is 11.95 % over March' 2013.

During the period 01.04.2013 to 31.03.2014, Banks have opened 457 new branches in the state. Out of 457 branches, Public Sector Banks, Private Sector Banks, RRB and OSCB have opened 324, 81, 50 and 2 numbers of branches respectively.

### **Deposit Growth**

Deposits of the Banks in the state have increased from Rs.146465.15 Crores as of March 2013 to Rs.169642.16 Crores as of March, 2014, registering an increase of Rs. 23177.01 Crores. The year on year incremental deposit growth is 15.82 %.

### **Credit Expansion**

The total advances increased from Rs.127342.03 Crores as of March 2013 to Rs. 144726.71 Crores as of March 2014, an increase of Rs.17384.68 Crores. The incremental growth is 13.65 %.

### **CD Ratio**

The Credit Deposit Ratio of all Banks in the state decreased from 86.94 % as of March 2013 to 85.31 % as of March 2014.

### **Priority Sector Advances**

The percentage of priority sector advances is 55.72 % as of March 2014 against the national norm of 40 %.

The share of Priority Sector Advances have slightly decreased from 59.55 % as of March 2013 to 55.72 % as of March' 2014. However, the incremental growth is 12.02 %.

### **Agricultural Advances**

The aggregate of agricultural advances extended by banks in Odisha have increased from Rs.24364.55 Crores as of March 2013 to Rs.27366.79 Crores as of March 2014, thus registering an increase of Rs.3002.24 Crores in absolute terms and 12.32 % in percentage terms. The share of agricultural credit in total advances as of March 2014 is 29.01 % against the national norm of 18 %.

### **Micro , Small & Medium Enterprises (MSME)**

The advances to MSME during the period under review have witnessed an increase from Rs. 17209.18 Crores as at March 2013 to Rs.20425.99 Crores as at March 2014. The year on year incremental growth is 18.69 % .

### **Education Loan**

The increase of Rs. 86.49 Crores under Educational Loan represents a growth rate of 4.86 %.

## **Advances to Weaker Sections**

The advances to Weaker Sections increased from Rs.15038.81 as of March 2013 to Rs. 17209.14 Crores as at the March' 2014, registering a growth rate of 14.43 %.

### **DRI Advance**

Against the national goal of 1% of the previous year's Gross Bank Credit, only 0.16% of the total credit could be given under the DRI scheme in the state by Commercial Banks as at March'2014.

Agenda Item No.3

### **Fresh Issues.**

#### **A. Opening of Brick & Mortar Branches in Unbanked Gram Panchayat in the State under Financial Inclusion Plan.**

Keeping in view the recommendation of Nachiket Mor Committee, RBI instruction and experience of Madhya Pradesh in implementation of Financial Inclusion, the Additional Chief Secretary, Finance, Govt. of Odisha has stressed the need for a comprehensive road map to make the Financial Inclusion Programme successful in the state. After detailed deliberations in the meeting held on 28.04.2014 under the chairmanship of ACS (Finance), the following decisions were taken.

1. SLBC shall identify all GPs without Brick & Mortar bank branches and assign these GPs to different banks according to their service area.
2. The respective banks will be required to open brick & Mortar branches in the concerned GPs. The list showing the unbanked GPs along with the bank assigned to them for opening bank branches shall be sent to all the District Collectors, LDMs and the bank for revalidation of the data and confirmation on opening of bank branches. The bank may be required to indicate probable dates by which they will be able to open the branches in each individual case of unbanked GPs.
3. Panchayati Raj Department shall take the responsibility of completing Household Survey on the basis of the socio-economic data and other sources like NPR and UID so that efforts can be made to open bank accounts. The VLWs/ GRSs /SHGs will assist the banks for mobilization and sensitization of households for opening of accounts which may be done in organizing camps.
4. All the Govt. Departments will prepare the list of beneficiaries under different schemes and the same shall be sent to the respective LDMs.
5. The bank located in a GP should be entrusted with GP account to handle. Besides, all the cash transfers to beneficiaries of the GP area under different Govt. schemes should be routed through the said bank. Panchayati Raj Department should issue a comprehensive circular in this regard.
6. The Ultra Small Banks may make use of the space provided in the Rajiv Gandhi Seva Kendra Buildings. Eventually, these USBs should be converted to brick & mortar branches.

7. The Progress in respect of the four districts Cuttack, Ganjam, Khurda and Mayurbhanj shall be monitored more closely on monthly basis. The concerned LDs may be called for the review meeting at Bhubaneswar. If necessary, some review meetings may be held in the concerned districts.

All the LDMs have been advised to reallocate the unbanked GPs (4620) among the banks and submit the list to SLBC by **15<sup>th</sup> May 2014**. The list submitted by LDMs to SLBC will be revalidated jointly by RBI & SLBC and will be sent to respective LDMs by **20<sup>th</sup> May 2014** for implementation.

The Chief Secretary, Odisha has advised to open Brick & Mortar branches covering all **the unbanked GPs during remaining period of 12<sup>th</sup> five year plan i.e. during 2014-15, 2015-16 and 2016-17**. Therefore, all the banks should prepare their branch opening plan in the unbanked GPs for the said period right now mentioning the probably date of opening. All banks should submit three years branch opening plan to RBI & SLBC for regular monitoring.

**B. Central Scheme of Interest Subsidy(CSIS Scheme) on Education Loan launched by Government of India(GOI) to provide interest subsidy on all Education Loan sanctioned/availed upto 31.03.2009 and outstanding as on 31.12.2013 by Students belonging to Economically Weaker Section(EWS).**

As announced in the Annual Budget 2014-15 Government of India has issued guidelines for providing relief to the students who have been sanctioned/dispensed Education Loan upto 31.03.2009 and the loan is outstanding as on 31.12.2013. The benefits of the scheme would be applicable to those students belonging to Economically Weaker Sections with an annual gross parental/family income upto Rs.4.50 lac per year (from all sources) as on date/at the time of availing loan. For Odisha, **Revenue Officer** is the competent authority for issuing **Income Certificate** to provide interest subsidy on Education Loan.

Under this CSIS scheme, the Revenue Officer will issue income certificate for the period prior to 31.03.2009. Since Income Certificate from the Revenue Officer in the State of Odisha is Mandatory to avail the interest subsidy benefits, **we would request Chief Secretary, Odisha to please advise all the Revenue Officers in the state to extend co-operation in issuing the Income Certificate for the relevant period.**

**C. Shifting of Bank branches by banks without complying RBI guidelines.**

Instances have brought to the notice of SLBC regarding shifting of bank branch in some blocks without compliance of extant RBI guidelines on the matter. Often,shifting results in a Panchayat becoming unbanked which is contrary to the RBI guidelines and Financial Inclusion drive undertaken by RBI/SLBC. As a matter of policy, shifting of sole rural branch outside the centre /village is not permitted, as shifting would render the centre unbanked.

Banks are requested for strict compliance of provisions in the RBI master circular on Branch Authorisation- DBOD No. BAPD. BC 18/22.01.001/2013-14 dated July' 1, 2013.

**D. Banks to submit information on their progress in FIP through SLBC on line.**



1 At present banks are directly submitting the information to RBI for compilation. Since the LDMS are not in a position to know bank-wise progress in terms of coverage of number of villages with banking facilities in respect their districts, RBI suggests collecting the above information as per the format enclosed in **Annexure -VII** from the banks as per the prescribed periodicity through SLBC on line. RBI will be given rights to access SLBC website to view as well access the above data filled in by banks on SLBC website.

## 2 **Data on Branch opening status.**

In order to streamline the process and to have the updated information on branch opening status of banks in the state on an ongoing basis, RBI suggested SLBC to provide enclosed format(**Annexure -VIII**) on our website where banks can fill in their branch opening details on a real time basis using specific user ID and Password.

### Agenda Item No.4

#### Branch Expansion in Odisha.

Branch	As on 31.03.2011	As on 31.03.2012	As on 31.03.2013	As on 31.03.2014
a)Rural	1875	1959	2055	2335
b)Semi-Urban	765	901	1021	1143
c) Urban	695	735	748	803
T o t a l	3335	3595	3824	4281

#### Branch Network in Odisha.

Banks	As on 31.3.2011	As on 31.3.2012	As on 31.3.2013	As on 31.3.2014
Public Sector	1968	2157	2313	2637
Private Sector	155	216	269	350
RRBs	875	885	901	951
Total Commercial Banks	2998	3258	3483	3938
Co-operative Banks	337	337	341	343
Total	3335	3595	3824	4281

Branch Expansion growth in % .

Banks	For the year 2012	For the year 2013	For the year 2014
Rural	4.48	4.90	13.62
Semi Urban	17.77	13.31	11.95
Urban	5.76	1.77	7.35
Public Sector	9.60	7.23	14.00
Private Sector	39.35	24.53	30.11
RRBs	1.14	1.80	5.55
Total Commercial Banks	8.67	6.90	13.06
Co-operative Banks	0	1.18	0.58
Total	7.80	6.37	11.95

Bank wise and District wise branch network are enclosed in Annexure – IX.

Position of ATM installation in the State :

Sl. No.	ATM Position	Nos.
1	No. of Onsite ATMs	1826
2	No. of Offsite ATMs	2280
3	Total No. of ATMs	4106
Out of which		
I	No. of ATMs in Rural Branch	1090
II	No. of ATMs in Semi-Urban Branch	1493
III	No. of ATMs in Urban Branch	1523

Bank wise and District wise ATM position are enclosed in Annexure – X.

Agenda Item No.5

**Agriculture Allied Sectors**

## **A) Financing under Pisciculture scheme.**

1. It is reported by the Director of Fishery, Odisha that, 3279 no's of pond development (FFDA, NFDB, NMPS) are pending with banks as on 31.03.2014. The details of bank-wise pending position are given in **Annexure – XI**.
2. Under short term credit during the 2013-14, 1720 nos. cases have been sponsored to different banks, out of which 1539 nos. cases of crop loan proposals covering water area of 865.54 ha amounting to Rs. 649.12 lakhs is pending as on 31.03.2014. The details of district wise pending position are given in **Annexure-XII**
3. All the commercial banks are requested to submit Interest Subvention Claim to UCO Bank and RRBs to OSCB, Bhubaneswar for the year 2013 – 14. The nodal banks are requested to submit the utilization certificate to the concerned department, Odisha, so that funds for 2014-15 can be released from State Govt.

In spite of repeated request of SLBC, only OGB has claimed Rs 31293/- interest subvention to UCO Bank.

Bank wise progress made on Financing under different schemes of Allied Agriculture Sector is given in **Annexure – XIII**.

**As evident from the annexure, the share of Private Banks financing Agriculture Allied Sector is negligible. All Banks, especially Private Sector Banks should give more importance for credit delivery to different schemes of allied sector.**

Agenda Item No.6

### **National Horticulture Board (NHB) , Bhubaneswar, Odisha**

1. NHB, Bhubaneswar, Odisha has informed that in continuation of its circular no.HHB/CC/Revised Guidelines/2013-14/8801-896 dated 09/12/2013 communicating therein the revised operational guidelines, it has now been decided to
  - discontinue the system of conducting pre-inspection of projects under all subsidy schemes of NHB with immediate effect.
  - discontinue insulation stage inspection and technical scrutiny of projects relating to cold storage.
2. For speedy disposal of LOI applications, it has further been decided to delegate the power to sanction LOI in respect of credit linked projects to State In-charge for projects upto Rs.50.00 lakh and to Area Officer for projects entailing and financial exposures in excess of Rs. Rs.50.00 lakhs for availing term loan from the bank / Fls. Time limit of 45 days shall be applicable for disposal of LOI applications.

The details of the valid Letter of Intent (**LOI**) pending in the different Banks (Branch wise) for Term Loan sanction for Hi- Tech Commercial Horticulture Projects and details of the Utilization Certificate(**UC**) pending in the different banks (Branch wise) where the project has been completed and full/final subsidy amount has been utilized is enclosed (**Annexure - XIV**).

Agenda Item No.7

RSETI Issues :

A) RSETI Functioning.

TRAINING DETAILS OF RSETIS OF ODISHA for the year 2013-14

Total no. of trainees trained - 18251(As against a target of 18350 for March' 2014 set by MORD)

No. of programmes conducted	652
Total no. of trainees settled	8528
Settlement Ratio	46.72 %
No.s of RSETI'S trained candidates settled with Bank Finance	3679
No.s of RSETI'S trained candidates settled with self finance	4849
Ratio of Bank Finance to total settlement	43 %

During the year 2013-14, 18226 persons were trained by 30 RSETI s functioning in the state of Odisha. Training & Settlement Details of RSETIs in Odisha State during FY 2013-14 in **Annexure – XIV-A**.

- A. SLBC request to the state project coordinator to provide suitable guidance to the Director of RSETIs having C or D grade for up-gradation to either B or A.**
- B. Since credit linkage and settlement ratio are the main parameters for grading RSETIs, Directors and the concerned banks should take due care for improving credit linkage and increasing settlement ratio.**

Agenda Item No.8

### **Recovery Position as on 31.12.2013**

Overall recovery position of Banks dues in the state is most unsatisfactory with overdue percentage being 54% a large number of borrowal accounts have turned NPAs and

thereby adversely affected the flow of credit to small / marginal farmers & Agril. Labourers. We therefore request Addl. Chief Secretary, Finance to issue appropriate instructions to the competent authorities for immediate disposal of cases filed under OPDR Act.

<b>Year</b>	<b>% of recovery</b>	<b>% of overdues</b>
31.03.2011	49.59	50.41
31.03.2012	61.82	38.18
31.03.2013	54.55	45.45
31.12.2013	45.72	54.28

#### **Position of Recovery under Govt. sponsored scheme**

<b>As on</b>	<b>% of Recovery (IRDP/SGSY)</b>	<b>% of Recovery PMRY &amp; PMEGP</b>
31.03.2011	43.26	19.22
31.03.2012	42.58	15.26
31.03.2013	24.73	18.83
31.12.2013	24.64	20.58

As on 31.12.2013 the recovery of all Banks in Odisha being 45.72 % is very poor.

Banks & Govt. Departments have to make joint endeavor with specific strategies to improve the recovery performance for better recycling of funds. For PMRY / PMEGP and SGSY the recovery performance is 20.58 & 24.64 % respectively; which can only be rated as unsatisfactory. Therefore, GM, District Industries Centres, be asked to effect recovery in these cases.

The NPA % of the State is 7.69 which is at a higher side and alarming. The bank wise and Sector wise NPA position is given in Annexure –XV.

#### **SECTORWISE NPA % AS ON 31.03.2014.**

<b>Sl. No.</b>	<b>Sector</b>	<b>NPA %</b>
1.	Short term crop loan	9.66

2.	Agriculture Term Loan	15.05
3.	Agriculture Allied	8.03
4.	Total Agriculture	10.47
5.	MSE Sector	8.06
6.	Education Loan	10.32
7.	Home Loan	3.48
8.	Overall NPA	7.69

Under OPDR Act. 16617 Cases involving Rs.126.86 crores are pending for disposal by Certificate Courts. The detailed bank wise and district wise position in respect of Odisha Public Demand Recovery Act and Odisha Agriculture Credit Operation and MISC Provision (Banks Act) is given in **Annexure – XVI**.

Agenda I tem No.9

### **Banking Key Indicators**

The details of Bank wise deposit, advances & important banking key indicators are given in **Annexure – XVII**.

#### **(a) CD Ratio (All banks):**

<b>Area</b>	<b>2010-11</b>	<b>2011-12</b>	<b>2012-13</b>	<b>31.03.2014</b>
Rural	82.43	100.29	112.72	66.17
Semi-Urban	43.06	46.96	68.74	44.33
Urban	70.20	73.43	85.87	57.66
Total	65.28	71.88	86.94	56.03

CD ratio of the year 2010-11, 2011-12 and 2012-13 includes the advance figure of sanctioned in out state but utilized in our state as per Thorat Committee, but CD Ratio of 31.03.2014 excludes the said advance portion. CD Ratio of 31.03.2014 has been **computed on advance sanctioned and utilized in the state**.

#### **(b). Major Key indicators (Commercial Banks only)**

(Amount in Rs. Crores.)

Parameter	31.03.2012	31.03.2013	31.03.2014	Variation of growth over March 2013	Variation of growth over March 2013 in %
No. of branches	3258	3483	3938	455	13.06
Deposit	124826.37	140877.38	162948.44	22071.06	15.66
Advances	87690.83	121169.61	137022.96	15853.35	13.08
CD Ratio	70.25	86.01	84.08	-1.93	
Investment	1052.51	428.32	1120.94	692.62	161.70
Credit+ Investment to Deposit Ratio	65.81	84.18	84.77	3.59	4.26
Priority Sector advances	35243.56	41237.63	45488.65	4251.02	10.30
Agril. Advances	17984.39	18715.01	20296.66	1581.65	8.45
MSME advances	8249.24	17101.00	20258.21	3157.21	18.46
Advance to Weaker section	7185.73	10251.07	11521.62	1270.55	11.02

#### Major Ratios: (Commercial Banks)

Sl. No.	Ratios In %	RBI stipulation	As on 31.03.2012	As on 31.03.2013	As on 31.03.2014
1.	C D Ratio	60	70.25	86.94	84.08
2.	P.S.Advances	40	57.06	59.55	52.52
3.	Agril. Advances	18	24.17	30.93	23.43
4.	Weaker Section advance to P.S. Advances	25	22.88	32.05	25.33

#### Observation :-

Commercial Banks in Odisha have achieved all national parameters. On a year to year basis the deposits & advances have increased by 15.66 % and 13.08 % respectively.

The Public Sector Banks and Private Sector Banks having **low CD Ratios below 60%** are given below.

**Public Sector Banks:**

Sl. No.	Name	CD Ratio (31.03.2014)
1	Bank of Maharashtra	44.40
2	Vijaya Bank	30.63

**Private Sector Banks:**

Sl. No.	Name	CD Ratio (31.03.2014)
2	Indus Ind. Bank	30.19
3	Kotak Mahendra Bank	20.89
4	The South Indian Bank Ltd.	8.57
5	ING. Vysya Bank	1.56
6	Laxmivilas Bank	1.73

**District wise CD ratio as of 31.03.2013 & 31.03.2014 for all Districts of Odisha. (Amt. in Crores)**

SL. NO.	DISTRICT NAME	31/03/2013			31/03/2014		
		Deposit	Advance	CD Ratio	Deposit	Advance	CD Ratio
1	ANGUL	4540.98	2391.89	52.67	5181.17	2487.81	48.02
2	BALASORE	4583.78	3107.99	67.80	5871.51	3395.57	57.83
3	BHADRAK	2158.11	1565.23	72.53	3043.94	1553.95	51.05
4	BARAGARH	2321.90	1803.37	77.67	2623.29	2001.87	76.31
5	BOLANGIR	1869.32	1200.41	64.22	3288.68	1421.94	43.24
6	BOUDH	909.12	319.59	35.15	502.46	209.23	41.64
7	CUTTACK	12020.98	6913.18	57.51	14520.93	6498.17	44.75
8	DEOGARH	579.85	187.38	32.32	740.52	257.15	34.73
9	DHENKANAL	2151.07	1069.31	49.71	2975.18	1588.90	53.41



10	GAJAPATI	748.21	299.66	40.05	1265.56	302.24	23.88
11	GANJAM	6454.07	3841.60	59.52	10150.68	4092.25	40.32
12	JAGATSINGHPUR	4249.94	1039.42	24.46	5197.41	1356	26.09
13	JAJPUR	3549.93	2081.28	58.63	4214.98	2464.38	58.47
14	JHARSUGUDA	1962.23	1124.11	57.29	2518.54	1335.53	53.03
15	KALAHANDI	1629.70	1112.74	68.28	2043.39	1204.27	58.93
16	KANDHAMAL	1248.98	444.54	35.59	1405.32	427.31	30.41
17	KENDRAPARA	2250.69	1134.64	50.41	3014.26	1170.83	38.84
18	KEONJHAR	3908.10	2213.55	56.64	5702.98	2334.67	40.94
19	KHURDA	44114.64	31441.79	71.27	53290.05	39326.60	73.80
20	KORAPUT	2329.72	1009.17	43.32	4955.91	3035.96	61.26
21	MALKANGIRI	886.01	164.84	18.60	1045.39	202.27	19.35
22	MAYURBHANJA	3922.28	2353.36	60.00	5149.59	2080.21	40.40
23	NAYAGARH	1434.23	928.80	64.76	1843.59	1057.51	57.36
24	NOWRANGPUR	941.98	498.54	52.92	1149.73	582.45	50.66
25	NUAPADA	838.86	341.89	40.76	1031.36	351.65	34.10
26	PURI	3401.07	1631.84	47.98	4354.40	1708.19	39.24
27	RAYAGADA	1783.55	701.47	39.33	2182.55	929.01	42.57
28	SAMBALPUR	14739.60	3247.90	22.04	14691.51	2266.67	15.43
29	SONEPUR	819.23	498.58	60.86	995.20	533.71	53.63
30	SUNDARGARH	6733.04	4413.14	65.54	10892.54	5569.63	51.13

The advance figure of 31.03.2014 **excludes** the amount sanctioned in other state and utilized in our state.

It is observed that only 3 districts (Khordha, Bargarh and Koraput) have achieved CD Ratio of more than 60 %.

**Districts having CD Ratio below 40%:** Deoghar, Gajapati, Kandhamal, Kendrapara, Malkangiri, Sambalpur, Jagatsinghpur, Nuapada and Puri .

Agenda I tem No.10

**(A) Achievement of Annual Credit Plan(ACP) 2013-14 :-**

Achievement under Annual Credit Plan as on 31.03.2014, prepared in the revised format (LBS-MIS-III),is enclosed in **Annexure – XVIII**.

Performance under major segments of Priority Sector are reproduced below.

(Amount in Rs. Crores)

Sl. No.	Sectors	Target	Achievement	% of Achievement
1	Agriculture & Allied	19520.03	12581.65	64.46
2	MSE	4657.46	4745.90	101.90
3	Education	829.88	191.14	23.03
4	Housing	1822.84	1219.15	66.88
5	Others	7440.76	2217.92	29.81
	<b>Total</b>	<b>34270.97</b>	<b>20955.76</b>	<b>61.15</b>

The above data reveals that the performance of Banks under ACP for the year 2013-14 is 61.15 %.

#### ACP for 2014-15

Bank wise & District wise Annual Credit Plan for 2014-15 is enclosed in Annexure – XIX.

Sl. No	Sector	Amount in Rs. Crore
1	<b>Agril and Allied (Direct)</b>	
	i) Crop Loan	15290.62
	ii) Term Loan	3370.50
	iii) Allied Loan	2781.66
	<b>Sub-total</b>	<b>21442.78</b>
2	<b>Agril and allied Indirect</b>	<b>1532.57</b>
3	<b>MSE</b>	<b>5719.13</b>
4.	<b>Education</b>	<b>1000.13</b>
5	<b>Housing</b>	<b>2225.91</b>
6	<b>Other Priority Sector</b>	<b>8080.49</b>
	<b>Total Priority Sector</b>	<b>40001.01</b>
7	<b>Non Priority Sector</b>	<b>1027.04</b>
	<b>Grand Total</b>	<b>44028.06</b>

All the controlling heads of banks and LDMs in the state are requested to ensure that the target allocated is achieved by 31 March 2015. Banks are advised to accelerate investment credit for agriculture and allied activities for sustainable growth of priority sector lending to increase food production and productivity.

**(B) Brief Analysis of Trend in Agriculture Credit. Outstanding:**

(Amount in Rs. Crores)

Years	31.03.2012	Share %	31.03.2013	Share%	31.03.2014	Share%
<b>Commercial Banks(Excluding RRB)</b>	8711.84	55.26	11249.19	58.35	11240.24	52.83
<b>RRBs</b>	2617.31	16.60	2377.35	12.33	2966.01	13.94
<b>Co-op Banks</b>	4437.01	28.14	5649.54	29.32	7070.13	33.23
<b>Total</b>	<b>15766.16</b>	<b>100</b>	<b>19276.08</b>	<b>100</b>	<b>21276.38</b>	<b>100</b>

Agenda Item No.11

**Financing to MSME Sector :-**

MSME is an important sector providing maximum employment opportunities to people. Govt. of India, Govt. of Odisha & RBI have taken several measures to enhance credit flow to MSME sector.

**As per recommendation of Prime Minister’s Task Force on MSME under chairmanship of T.K.A Nair banks are advised as under.**

Achieve a 20% year on year growth in credit to Micro & Small enterprises and 10% annual growth in number of Micro Enterprises account. The allocation of 60% of MSE advances to Micro Enterprises is to be achieved. As per Committee recommendation achievement in credit flow to **Manufacturing Sector** is also to be reviewed.

The position of finance to Micro & Small enterprises in the state as on 31.12.2013 is as follows.

Amount in Rs. crores

Particulars	31.03.2013		31.03.2014	
	A/cs	Amount	A/cs	Amount

Micro Enterprises	563620	6887.55	613348	9716.62
Small Enterprises	120589	6901.50	149634	8093.56
Total MSE	684209	13789.05	762982	17810.18
Share of advances of Micro Enterprises to MSE (%)	82.37	49.95	80.38	54.55
Total MSME	688103	17209.18	760021	20425.99

<b>PM Task Force-Recommendations</b>	<b>Norm %</b>	<b>Actual%</b>
Banks are advised to achieve a <b>20</b> per cent year-on-year growth in credit to micro and small enterprises	20	<b>29.16</b>
<b>10</b> per cent annual growth in the number of micro enterprise accounts.	10	<b>8.82</b>
<b>40</b> per cent of the total advances to MSE sector should go to micro (manufacturing) enterprises having investment in plant and machinery upto Rs.10 lakh and micro (service) enterprises having investment in equipment up to Rs.4 lakh;	40	Not available
<b>20</b> per cent of the total advances to MSE Sector should go to micro (manufacturing) enterprises with investment in plant and machinery above Rs.10 lakh and upto Rs.25 lakh, and micro (service) enterprises with investment in equipment above Rs.4 lakh and upto Rs.10 lakh.	20	Not available
<b>60</b> per cent of MSE advances should go to the micro enterprises. Allocation of 60% of the MSE advances to the micro enterprises is to be achieved in stages viz. 50% in the year 2010-11, 55% in the year 2011-12 and 60% in the year 2012-13.	60	<b>54.55</b>

#### **Observation :-**

It is observed that the total advance to MSE sector has increased by 33.31 % during the year against the parameter of 20 %. The advances to MSE sector during the period under review has witnessed an increase by Rs. 4263.96 crores over the March 2013 figure. The allocation of Micro Sector to MSE advance at end of March 2014 is 54.55 %

against the parameter of 60 %. **Member Banks should speed up the flow of credit to Micro Enterprises so that the 60% norm could be achieved.**

Details of bank wise position under MSME is given in **Annexure – XX.**

(Amount in Rs. Crores)

CREDIT FLOW TO MSME (MANUFACTURING) SECTOR FOR THE YR 2013-14																
Name of Bank	MICRO ENTERPRISES				SMALL ENTERPRISES				MEDIUM ENTERPRISES				TOTAL MSME			
	(MANUFACTURING)				(MANUFACTURING)				(MANUFACTURING)				(MANUFACTURING) SECTOR			
	❖ No of Cases		Balance		No of Cases		➤ Balance		No of Cases		Balance		No of Cases		Balance	
	A/c	Amt.	A/c	Amt.	A/c	Amt	A/c	Amt	A/c	Amt	A/c	Amt	A/c	Amt	A/c	Amt
Total Comm Banks	19861	852.81	157231	3196.90	5601	931.17	25806	3807.56	156	427.49	847	1938.91	25618	2211.47	183884	8943.40

❖ No of cases disbursed from 01.04.2013 to 31.03.2014

➤ Balance outstanding as on 31.03.2014

Bank wise performance of manufacturing sector is enclosed in **Annexure – XXI.**

The share of MSME advances to total advances as of 31.03.2014 is

21.65 %.

Agenda Item No.12

### Finance to Weaver Sector:

#### Waiver of Overdue loan of Individual Weaver / SHGs/JLGs

- i) The individual weavers overdue loan outstanding in respect of 10668 weavers have been waived out, the issue of weavers credit card to the concerned weavers is not up to the mark though it is precondition to sanction fresh loan to the concerned weavers whose loan have been waived off.
- ii) As reported by Director, Handloom and Textile, Govt. of Odisha, during the year 2013-14, waiver of overdue loan has been extended to 117 Individual Weavers / SHGs/ JLGs amounting to Rs.19.38 lakh, out of which State Govt. share is Rs.3.88 lakh.

#### Issuance of Wavers Credit Card during the year 2013-14

No.of applications sponsored	29356 Nos.
Total No. of WCCs issued	10028 Nos

Amount of loan sanctioned	Rs.27.20 Crore
Amount of loan disbursed	Rs.19.69 Crore
No. of applications pending with different banks	13451 Nos

The bank wise performance as on 31.03.2014 is furnished in **Annexure- XXII**.

Agenda Item No.13

### **Financing Under Self Help Group (SHG)**

The OLM, Odisha has reported the following information,

#### **SHG Bank Linkage Programme for the year 2014-15:**

The target of SHG Bank Linkage shall be worked out Bank wise and Bank branch wise in the district based on the following norms.

1. NABARD has focused a potential to provide credit assistance of Rs.1000 Cr for the year 2014-15 as per the State focus paper on the potential of SHG bank Linkage.(enclosed at **Annexure-XXIII**).
2. All the SHGs in the State shall receive credit linkage from the Bank irrespective of their promoting institution like anchor NGOs in LWE districts. Mission Shakti etc. are to be part of the target.
3. SHGs promoted under other livelihood programs like OTELP, IWMP etc, are included in the target of Rs.1000 Cr.
4. All SHGs promoted in the intensive and non intensive blocks by OLM are a part of total target of the district.
5. The tentative district wise target is enclosed in **Annexure-XXIII**. The Bank wise target to be worked out which shall include both fresh and repeat linkage.
6. Interest subvention shall be available to all WSHGs which avails a Bank Loan upto Rs.3 lakh from any Bank subject to prompt repayment.

**(Amt. in Rs. crores)**

Sl. No.	Particulars	2012-13		2013-14	
		Number of SHGs(lakh)	Amount	Number of SHGs(lakh)	Amount
1	Savings of SHGs with Banks	5.80	461.90	6.20	483.77
2	Bank Loan Disbursed to SHGs during 2012-13	0.40	361.04	0.38	442.93
3	Bank Loan outstanding	2.94	1596.96	2.57	1532.39

**(Amt.of Rs. In crores)**

Banks	Credit disbursed During 12-13	Credit disbursed During 13-14	Projected-Credit potential For 2014-15
Commercial Banks excluding RRBs	173.21	169.74	650.00
RRBs	157.92	242.15	250.00
Odisha State Co-op Bank	29.91	31.04	100.00
Total	361.04	442.93	10000

### **Interest Subvention scheme under NRLM**

#### **Status of Implementation of Interest Subvention in Odisha**

- Controlling Heads of all Banks have been intimated regarding Scheme of Interest Subvention and have been asked to communicate the same to their bank branches.
- Govt.Of Odisha has come out with further subvention to WSHG on regular repayment combined with interest subvention provided by NRLM reducing the effective rate to 2% per annum.
- The resolution of the Govt of Odisha is at **Annexure- XXIV** .

#### **Bank Linkage and Recovery Committee (BLRC)**

- (I) RBI in its master circular on NRLM has advised Banks for formation of BLRC at branch Level. The committee will be chaired by Branch Manager and office bearers of GPLF/ Bank Linkage Committee will attend the meeting and facilitate SHG Bank linkage and recovery.
- (II) The concept paper and guidelines of formation of the Bank Linkage and Recovery Committee concept has already been circulated to all members of SLBC in 134<sup>th</sup> SLBC meeting for feedback from Banks. **No feedback has been received.**

Controlling Heads of Banks will issue necessary instructions to the Branches for implementation.

#### **SHG Issues**

- A. **Exemption of stamp duty on documentation of loan agreement with banks and women Self Help Groups (WSHG).**

It has again come to the notice of SLBC in the 6<sup>th</sup> small committee meeting of SLBC held on 13<sup>th</sup> May, 2014 that some bank branches are still insisting on use of stamp duty for documentation of loan agreement by WSHGs. In this context, we would like to reiterate that the copy of notification of the Revenue Department, Govt. of Odisha has already been circulated among all the controlling heads of banks with request to instruct the branches for implementation. We request reference to the Annexure – XX, Page No. 94 of the Agenda note of 134<sup>th</sup> SLBC in this regard.

We again request the controlling Heads of all banks for strict compliance of the referred Govt. Order indicating remission of stamp duty payable on documentation.

#### **B. Standard documents for SHG bank linkage**

It has already been decided in small committee of the SLBC on SHG bank linkage under the chairmanship of commissioner cum secretary, Panchayat Raj Department that standard documents prescribed by NABARD (available on the website of NABARD) for SHG bank linkage shall be followed by all banks.

Total no. of SHGs Credit Linked during period 01.04.2013 to 31.03.2014 is 37926 with an amount of Rs. 442.93 crores and the balance outstanding as on 31.03.2014 is Rs. 1532.39 crores in 256575 accounts.

The bank-wise achievement made under SHG Bank Linkage is enclosed in **Annexure - XXV**.

Most of the Private Sector Banks have not extended credit to SHGs.

Agenda item No.14

#### **Finance to Handicraft**

#### **Finance to Artisans/SHGs under the scheme of “Modernization & Technical Up-gradation of Handicraft Industries”.**

It has been informed by the Director of handicraft, Govt. of Odisha that :

1. In order to enhance the productivity of the handicraft items, under the scheme “Modernization & Technological Up-gradation of Handicraft Industries” (M.T.U.H.I)” an amount of Rs.57.96 lakhs has been released as subsidy to 39 units. The branch wise details is placed at **Annexure- XXVI-A)**



**During 2014-15 there is a budget provision of Rs100.00.lakhs under the scheme to provide subsidy to 70 units.**

## **2. Bank Linkage of SHGs promoted in handicraft sector under craft village scheme.**

During the year 2013-14, total 690 artisans are to be trained of 46 SHGs and total funds of Rs.69,00,000/- has been sanctioned by Govt. for implementation of the same. The district-wise position is at **Annexure-XXVI-B**. The bankers are to be requested to make credit linkage with the SHGs after skill up gradation training programme are over.

**During 2014-15 there is a budget provision ofRs.70.00 lakhs under the scheme to train 32 SHGs covering 480 artisans.**

## **3. Rehabilitation of Handicraft Artisans.**

Margin money assistance is provided to individual artisans @ 20% of the project cost with maximum ceiling of Rs.10,000/- per artisan to avail bank loan for setting up own handicraft production unit. During the year 2013-14, an amount of Rs.38.87 lakhs has been released as margin money to 430 units. The district wise position is at **Annexure -XXVI-C**.

**During 2014-15 there is a budget provision of Rs.50.00 lakhs under the scheme to provide margin money to 5000 units.**

Agenda Item No.15

### **Progress under Govt. Sponsored Programmes**

#### **A) SJSRY :-**

During the period of 01.04.2013 to 31.03.2014, all the banks have provided credit of Rs. 26.49 crores in 1746 accounts. The balance outstanding as on 31.03.2014 is Rs. 116.80 crores in 16963 accounts (**Annexure - XXVII**)

#### **National Urban Livelihood Mission (NULM)**

NULM, a flagship programme of the Ministry of Housing & Urban Poverty Alleviation (M/o HUPPY) which aims to reduce Poverty and Vulnerability of the Urban Poor. At present 33 nos. of towns have been covered under NULM in the State. In future Swarna Jayanti Sahari Yojana (SJSRY) will be replaced by NULM and all the towns of the state will be covered under this flagship programme.

- ❖ SUDA is declared as Nodal Agency.
- ❖ 33 towns are covered presently under the scheme.
- ❖ SJSRY will be phased out.

- ❖ All the towns will be covered in the phased manner.
- ❖ State Mission Management Unit shall function under the aegis of SUDA.

## B) PMEGP :-

### Revised PMEGP Target for the year 2013-14.

The revised target under PMEGP for 2013-14 (based on the revised budget allotment received from Central Office, KVIC, Mumbai) has been communicated by KVIC, State Office, Bhubaneswar vide its letter No. OZ/PMEGP/Target (Revised)/2014-15/148 dated 22.04.2014 for implementation in Odisha.

Bank wise, District wise and Agency wise (KVIC, DIC & OKVIB) revised target under PMEGP for 2013-14 and achievement is enclosed in **Annexure – XXVIII**.

### The details of revised target in respect of three implementing agencies are as under Target

Implementing Agency	No. of Projects	Margin Money in lakhs
KVIC	1353	1756.49
KVIB	1353	1756.49
DIC	1805	2342.00
<b>Total</b>	<b>4511</b>	<b>5854.98</b>

### Achievement upto 30.04.2014

Implementing Agency	No. of Projects	Margin Money in lakhs
KVIC	225	543.29 (30.93%)
KVIB	401	905.52(51.55%)
DIC	701	1212.96(51.79%)
<b>Total</b>	<b>1327</b>	<b>2661.77(45.46%)</b>

### Extension of time in settlement of margin money subsidy claims in respect of projects sanctioned under PMEGP during 2013-14

It has been informed by the Dy. Chief Executive Officer, PMEGP, KVIC, Mumbai that

1. Ministry of MSME has approved the proposal for providing extension of time for 20 months i. e. upto 30<sup>th</sup> May,2014 for settlement of margin money subsidy in respect of projects sanctioned under PMEGP up to 31<sup>st</sup> March 2014 with the following conditions :
2. It may kindly be noted that no further extension will be given and any amount lying undisbursed to financing bank branches will have to be adjusted against the release of 2014-15. Further it is also ensured that
  - I) Implementation of margin money achievement against the target set for the year 2014-15 does not slow down as a result of this extension.
  - II) The mandatory allocation of earmarked MM Funds i.e. at least 10% in respect of northern eastern states is strictly maintained and no diversion takes place for any purpose there form.

**Submission of certificate Agency wise (KVIC/ KVIB/ DIC) separately the Financing bank branch that Margin Money subsidy under PMEGP scheme has been deposited in the beneficiaries accounts and after adjustment Margin Money subsidy in the beneficiary accounts on the basis of Implementing Agency i.e., KVIC/KVIB/DIC adjustment letter may be confirm to the respective Agency.**

Ref: SLBC Letter No. GM/SLBC/ODI/771/ 2013-14 dated 08.03.2014

It is reported by Director KVIC Odisha in the State Level Monitoring Committee Meeting held on 12.05.2014 that despite the above communication of SLBC to the controlling heads of all participating banks, the implementing Agencies have not receive certificate and statement in the given format. However we are again enclosing the prescribed format in **Annexure XXVIII-A and Annexure XXVIII-B** with request the banks to submit the same to the concerned implementing Agency within 15<sup>th</sup> June'2014.

### **C) Financing under SC/ST Schemes:-**

The District-wise sponsoring of applications, sanction and disbursement position for the year 2013-14 is enclosed in **Annexure – XXIX**. As reported by Odisha SC & ST Development Finance Co-operative Corporation Limited, against the target of 20000 SCs and 5000 under STs.the State wise progress is as under.

	SCs	STs
Target	20000	5000
Achievement	14923	3529
% of achievement	74.62	70.50
Amount disbursed	20.79 cr	5.83 cr

State wise performance the achievement is 14923 under Sch. Castes sector and 3529 under Sch. Tribe sector till 31.03.2014, which is 74.62% and 70.58% of the target respectively. Total amount disbursed under SC sector is by different banks is Rs.20.79 crores and subsidy amount is Rs.14.03 Crores. Total amount disbursed under ST sector is by different banks is Rs.5.83 crores and subsidy amount is Rs.3.34 Crores.

#### **D) Mission Shakti:-**

During the year 2013-14, credit linkage have been provided to **36053** WSHGs amounting Rs. 421.85 crores. Further the balance outstanding position as on 31.03.2014 in **212291** accounts is Rs. **1234.21** crores. The Bank-wise achievement as on 31.03.2014 is furnished in **Annexure – XXX**.

#### **E) Kissan Credit Card(KCC):-**

The bank wise achievement made under KCC as on 31.03.2014 is enclosed in **Annexure – XXXI**. It is observed that banks have disbursed Rs. 10670.43 crores in 3880932 KCC accounts during the year 2013–14, out of which **fresh KCC** has been issued in 650289 account disbursing Rs. 2698.36. Total outstanding balance as on 31.03.2014 is Rs. 12549.22 crores in 5769013 no. of KCC.

**No KCC has been issued so far by the following banks –**

#### **Public Sector Banks**

Bank of Maharashtra, State Bank of Bikaner & Jaipur, State Bank of Hyderabad, State Bank of Mysore, State Bank of Travancore.

#### **Private Sector Banks**

Indus Ind Bank, ING Vysya Bank, Karur Vysya Bank, Kotaka Mahindra Bank Ltd., Laxmi Vilas Bank, The South Indian Bank Ltd.

#### **F) Joint Liability Group (JLG):-**

JLG is an important tool for extending credit to tenant farmers/oral lessees and share croppers for farming activities and for non farming sector. JLG can provide identification to farmers to make them part of procurement process of the State Govt.

Total amount disbursed for the period 01.04.2013 to 31.03.2014 is RS108.68 crores in 13088 accounts and balance outstanding as on 31.03.2014 is Rs.275.99 crores against 50048 accounts.

The achievement made by banks as on 31.03.2014 is given in **Annexure – XXXII**.

#### **G) Artisan Credit Card (ACC):-**

The state of Odisha is having abundant scope for skill development of Rural artisans. Issuance of artisan credit cards should be a priority of Banks & Banks should take steps to finance more under artisan credit card (ACCs) to all eligible persons.

During the period of 01.04.2013 to 31.03.2014 the banks in the state have issued 1514 no. of artisan credit cards with amount Rs. 4.77 crores. The balance outstanding as on

31.03.2014 is Rs. 36.37 crores against 8805 accounts. The bank wise achievement is furnished in **Annexure – XXXIII**.

#### H) Swarozagar Credit Card (SCC):-

Against the Annual Target of 45000, only 4954 have been achieved as on 31<sup>st</sup> March 2014.. No SCC is being issued by all Private Sector Banks and some Public Sector Banks. The performance other banks is not at all impressive and needs lot of improvement.

The bank wise achievement is furnished in **Annexure – XXXIV**.

#### Agenda Item No.16

##### Education Loan:

The total educational loan outstanding target for Odisha is Rs. 2143.31 crores with a physical target of 87763 accounts for the year 2013-14. The achievement is Rs.1864.70 Crores in 74368 accounts.

The outstanding balance as on 31.03.2014 of all private sector banks is **only Rs. 17.91 crores. Very low performance of Private Sector Banks is the reason for slow growth rate in the State.**

No Education loan has been disbursed for the period 01.04.2013 to 31.03.2014 by the following Banks.

**Punjab & Sind Bank, State Bank of Bikaner & Jaipur, Federal Bank, ICICI Bank, Indus Ind Bank, ING Vysya Bank, Kotka Mahindra Bank, Laxmi Vilas Bank and Karur Vysya Bank.**

Bank wise performance is enclosed in **Annexure – XXXV**.

#### Agenda Item No.17

##### Housing Loan

Performance of all banks under Housing Loan as on 31.03.2014 is given below.

(Amt. in Crores)

Disbursement made during the current year (1.4.2013 to 31.03.2014)		Balance outstanding as on 31.03.2014		NPA outstanding as on 31.03.2014	
No. of A/c	Amt.	No. of A/c	Amt.	No. of A/c	Amt.
19975	4969.98	156949	7364.30	11133	<b>257.72</b>

Bank wise performance as on 31.03.2014 is enclosed in **Annexure – XXXVI.**

Agenda Item No.18

**Implementation of Prime Minister's New- 15 Point Programme for Welfare of Minorities – Progress / Achievement made for 2013-14 – Financing under Minority Communities.**

The Prime Minister's New 15 Point Programme for the Welfare of Minorities is an overarching programme covering many flagship / important schemes of other Ministries / Departments. This Programme aims to ensure that the benefits of these flagship schemes / programmes of Government of India flow equitably to the Minorities.

Ministry of Finance, Govt. of India has advised that the share of credit flow to minority communities of Public Sector Banks (PSB) should be 15% of the Priority Sector Advances.

The target fixed by Govt. of India for the financial year 2013-14 is **Rs. 3288.74 Crores.** During 01.04.2013 to 31.03.2014 the banks have extended credit of Rs. 308.64 crores to 24219 beneficiaries of minority community with an outstanding balance of Rs. 2601.35 Crores in 286172 accounts. **Annexure – XXXVII.**

Agenda Item No.19

**Advance to Weaker Sections:**

The advances to Weaker Sections increased from Rs. 15038.81 crores as of March 2013 to Rs.16464.96 crores as at the end of March'2014 and constitutes 33.14 % of Priority Sector advance against the national norm of **25 %.**

Agenda Item No.20

**Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) Scheme – Progress made by banks for the last five years.**

SIDBI, Bhubaneswar has given the following information on CGTMSE Coverage in our state (Year wise).

At the end of the year	Proposals covered during the year	
	No. of Accounts	Amount in Rs. Crore
31.03.2009	3117	91.42
31.03.2010	6681	285.21

31.03.2011	13929	631.18
31.03.2012	14383	650.66
31.03.2013	16533	648.04
31.03.2014	15777	661.02

Odisha state stands at 10<sup>th</sup> position in the country regarding CGTMSE Coverage. District wise coverage indicates that Khurda district stands at 1<sup>st</sup> position (amount coverage) in our state.

Bank wise and District wise CGTMSE coverage approval is enclosed in **Annexure - XXXVIII**.

Agenda Item No.21

### **Organizing DCC & BLBC Meeting**

#### **A) Holding of DCC/DLRC Meeting as per schedule**

It is observed that though annual calendar for holding DCC meeting has been prepared by the LDMs, the schedule date is not being adhered to by some LDMs. SLBC has already advised all LDMs to prepare the annual calendar for holding of DCC/DLRC meeting in advance in consultation with concerned District Collectors and to ensure conducting meeting in time. LDMs should ensure that DCC meeting is completed before SLBC meeting date for meaningful discussion on any issue in the BLBC meeting.

Finance Department, Government of Odisha has already advised all District Collectors vide its letter No. FIN-PUIF-MEET-0033/2013/14318/F dated 01.05.2014 **Annexure - XXXIX** to extend necessary support and cooperation to the LDMs in drawing annual calendar in advance and ensure holding of meetings strictly as per the calendar as far as possible.

Lead Banks need to prepare yearly calendar for holding meetings prior to SLBC meeting so that it will give opportunity to take up unresolved issues in the SLBC meeting.

Agenda Item No.22

### **Applications pending at bank branches under different schemes of State Government.**

It is informed by banks that applications rejected / returned long back are still appearing as pending in the list provided by different departments' state government. For reconciliation of data, SLBC requests application sponsoring departments', to reconcile the pendency position by collecting the information from the respective banks branches.

Agenda Item No.23

### **Financial Literacy Centres (FLCs).**

**Action points that emerged in the Workshop organized by RBI, Bhubaneswar for the Financial Literacy Counsellors held on 07.03.2014 for taking necessary action by the concerned banks:**

- ❖ As the Financial Literacy Counselors play a vital role in spreading the financial awareness in the ground level, banks should ensure that the FLCs under their jurisdiction are staffed adequately. It is observed that some FLCs are managed by LDMs having dual responsibility. Hence, banks are requested to arrange for posting of counselors in all the FLCs on a continuous basis and monitor their performance closely.
- ❖ Banks generally post retired bank officers as Financial Literacy Counselors and the remuneration structure does not seem to be very attractive (Rs.12,000/- to 15,000/- per month) resulting in the post lying vacant for long time once the existing counselor resigns/ completes his contract. There is a need for rationalizing the remuneration structure to make it more attractive.
- ❖ The FL counselors may be advised to conduct Financial Literacy programs in a structured and phased manner as per our circular RPCD:FLC.No. 7641/ 12.01.018 / 2012-13 January, 31, 2013.
- ❖ Also the rural bank branches need to conduct at least one literacy programme per month and the controlling office may formulate suitable monitoring mechanism.

Agenda Item No.24

### **Opening Ultra Small Branches (USBs) in LWE Districts.**

The progress of opening USBs in the LWE districts of Odisha is being reviewed regularly in the videoconference review meeting by Secretary, DFS, Ministry of Finance, Government of India with the Chairman, SLBC. 280 USBs in the LWE districts of Odisha are yet to be provided banking facilities through opening of USBs. The major Banks having left over USBs to be opened are Odisha Gramin Bank (61 USBs) and Utkal Gramin Bank



(184). The banks are requested complete the opening of USBs and confirm to SLBC by 15<sup>th</sup> June 2014 for our onward submission to DFS.

Agenda Item No.25

Any other matter with permission of Chair.