

## **PROCEEDINGS OF 131st SLBC MEETING HELD ON 15.05.2013.**

The 131<sup>st</sup> SLBC Meeting of Odisha was held on 15.05.2013 at Bhubaneswar under the Chairmanship of Shri N. Mohanty, General Manager, UCO Bank. Among others, Shri Prasanna Acharya, Hon'ble Finance Minister, Odisha, Shri J.K Mohapatra, Addl Chief Secretary & DC, Finance Department, Govt. of Odisha, Shri V.Ramachandra Rao, Regional Director, RBI, Regional Office, Bhubaneswar, Shri K.K Gupta, Chief General Manager, NABARD, Shri Devendra Prasad. General Manager, State Bank of India, Local Head Office, Bhubaneswar and Shri N.Sambasivarao, General Manager, UCO Bank-cum-Convenor, SLBC, Odisha participated in the meeting. The list of participants is annexed.

Shri N.Sambasivarao, General Manager, UCO Bank Cum Convenor, SLBC, Odisha welcomed Shri Prasanna Acharya, Hon'ble Finance Minister, Odisha, Shri J.K Mohapatra, Addl Chief Secretary & DC, Finance Department, Govt. of Odisha, Shri V.Ramachandra Rao, Regional Director, RBI, and other distinguished guests and participants & dignitaries from Banks, Govt. Departments / Agencies to the 131<sup>ST</sup> SLBC meeting being conducted on 15th May, 2013.

In his welcome address he remarked that SLBC Odisha has been managing its role in close coordination with State Govt., RBI, NABARD and all Banks in the State effectively. It has been taking and facilitating steps to remove the bottlenecks arising in implementation of various policies of the Govt. aimed at socioeconomic development of the people of the State.

He appraised the house regarding the performance of Banks in key areas. Total Deposit of banking sector in Odisha reached Rs.273807 Cr as on 31<sup>st</sup> March 2013 with a growth rate of 13.23 % over March 2012. Similarly advances reached Rs.127342 Cr registering a growth rate of 36.78% over March 2012. CD Ratio reached 86.94% which is substantially higher

than the RBI norm of 60% and last year level of 71.88%. The Priority Sector advances to total advances is 59.55% as against the RBI norm of 40%. Agricultural advances as a % of total advance is 30.93% against the RBI norm of 18%. Advances to weaker sections as a % of PS advances is 32.05% against the stipulation of 25%. Thus overall Banks in Odisha have met all major banking parameters.

The achievement of banks under Annual Credit Plan for the year 2012-13 is 79 % of the target. He emphasized that SLBC has been actively pursuing with all banks for stepping up advances with more focus on Agriculture & Allied activities, Farm Mechanisation, Diversification of Traditional Agriculture to Hi-Tech Agriculture and Commercial Agriculture, Self Help Groups, Hand loom sector, Joint Liability Groups, Govt. sponsored schemes, loans for education and to minority community borrowers.

Banks in Odisha issued 6, 65,664 KCCs for Rs.7255 Cr in 2012-13. The total KCC Holders reached 54, 99,595 with an amount of Rs. 8003 Cr. Banks financed 10,141 JLGs with Rs. 69.58 Cr in 2012-13. There were 39,332 JLGs as on 31.03.2013, which got bank credit of Rs. 202.56 Cr. The Banks made credit linkage to 35269 WSHGs with Rs.307.57 Cr in 2012-13. As on 31.3.2013, the number of WSHGS credit linked reached 273444 with credit linkage of Rs. 1429.40 Cr. 9976 cards with an amount of Rs.33.52 Cr have been issued to Artisans as of 31.03.2013.

63,907 MSME entrepreneurs were covered under Credit Guarantee Fund Trust for Micro & Small Enterprises (CGTMSE) guarantee with a finance of Rs.4323.73 Cr during F.Y 2012-13. As on 31.03.2013, 6, 88,103 MSME Accounts were financed by banks with Rs. 17209.18 Cr.

Banks financed 21,448 minority community beneficiaries with Rs. 182.95 Cr in 2012-13. A total of 2, 68,540 Minority Communities farmers were financed with Rs. 2283.07 Cr. as on 31.3.2013.

The total number of bank branches in the state reached 3824 as on 31.03.2013. Rural branches consist 53.74%, Semi-Urban branches 26.70 % of total branches. He informed that many banks are opening a number of branches in the state & requested Banks to open more rural branches particularly in under-banked districts.

He observed that while the performance of banks as a whole is quite satisfactory, the contribution of some of the banks needs improvement. He requested all bankers to direct their branch heads to ensure that their targets are achieved and the state registers more progress.

He remarked that the recovery performance of Banks continues to be poor & reiterated that Improving the recovery deserves to be considered by everyone. He wanted to draw the attention of the house to the issue that Govt. of India is implementing Direct Benefit Transfer Scheme, which would enable Government sponsored benefits such as scholarships, pensions, subsidy etc. to flow directly into the accounts of beneficiaries. He requested the state govt. to provide the list of beneficiaries (scheme wise) with Aadhaar particulars to the Lead District Managers for successful implementation of the programme. He also requested the State Government authorities to pass a resolution on this issue.

He informed the house that LDMs have identified Sub-Service Areas to be served by brick & Mortar branch/BCA/CSC (Common Service Centres). The job before the bank branches is to open bank accounts of each house hold. Proper monitoring and follow up is required to get the desired result under Financial Inclusion Programme. All banks should gear up their machineries for successful implementation within the time line.

He was happy to note that Odisha is a State where Govt. Departments, Banks and other Financial Institutions and Non-Govt. Organizations have been working hand in hand for the development of the State and upliftment of the poor people.

He remarked that as advised by RBI, SLBC has prepared calendar of programme for holding SLBC meeting during the year 2013-14 and has communicated to all members of SLBC. He requested all concerned for co-operation to enable SLBC to stick to the calendar proposed.

He informed the house with concern that compilation work was delayed as many Banks and LDMs did not submit the information to SLBC by scheduled date i.e. 15.04.2013. He urged the controlling heads of banks to ensure that data required for SLBC is uploaded in SLBC website well in time.

He highlighted the Agriculture Budget of Odisha, which is the second state in the country after Karnataka to present a separate budget for Agriculture and allied sector. He remarked that a lot of initiatives have been introduced to support agriculture sector and also the Agricultural Lending by Banks in the State.

He expressed hope that the budgetary support in terms of interest subvention and subsidy will provide ample scope for Agricultural lending and achieving the annual target under sub-heads of Agriculture sector. As this is an extension to commercial banks (particularly for KCCs) he expressed confidence that they will make substantial progress.

Finally, he welcomed all once again to the meeting & requested for every body's active participation in the deliberations for economic development of the state to bring joy to the people of Odisha. He wished the meeting a grand success with fruitful discussions & deliberations.

**Highlights of the Key note address of Sri N.Mohanty, General Manager, UCO Bank & Chairman, SLBC, Odisha.**

He remarked that it is indeed a matter of great privilege and honour for him to preside the meeting. At the outset, he welcomed & extended his gratitude to Sri Prasanna Acharya, Hon'ble Finance Minister, who had spared his valuable time to address the SLBC. He looked forward to hear his directions for the all round growth and development of the State of Odisha. He also welcomed Shri Jugal Kishore Mohapatra, Addl Chief Secretary & DC , Finance Department, Govt. of Odisha, Shri V Ramchandra Rao, Regional Director, Reserve Bank of India, Regional Office, Bhubaneswar, Shri K. K Gupta, Chief General Manager, NABARD, Regional Office , Bhubaneswar Shri Devendra Prasad, General Manager, State Bank of India, LHO, Bhubaneswar, Shri N. Sambasivarao General Manager, UCO Bank cum Convenor, SLBC, Orissa and all the Principal Secretaries and Commissioner cum Secretaries the Regional Heads of member Banks, senior Govt Officials of various departments and other participants of the meeting.

He remarked that Global economic activity remains subdued amidst signs of diverging growth paths across major economies. In the US, slow recovery is taking hold. Japan's economy stopped contracting in 4<sup>th</sup> quarter of 2012. In the euro area, recessionary conditions, characterized by deterioration in industrial production, weak exports and low domestic demands continued up to 1<sup>st</sup> quarter of 2013.

On domestic front he observed that slowing exports, decline in investments and low demand in the domestic market have been the major factors for the declining growth rate of India. These factors have affected manufacturing as well as service sector of India. Getting back to potential growth rate of 8% (11<sup>th</sup> Plan period average growth rate) is the challenge facing the country. Slow down in Indian Economy has to be seen in the context of slowing global economic growth from 3.9% in 2011 to 3.2% in 2012. However, there is no reason for gloom.

Of the large countries of the world only China and Indonesia grew faster than India in 2012-13. In 2013-14, only China is projected to grow faster than India.

He referred that the Union cabinet on 10<sup>th</sup> January, 2013 approved a proposal of infusing 12517 Crore rupees in Public Sector Banks so that banks could enhance lending actively and meet the capital adequacy norms.

He observed that the Union Budget for 2013-14 aims at higher growth rate leading to inclusive and sustainable development, as Mool Mantras. Govt. believes in inclusive development with emphasis on improving human development indicators especially of women, Scheduled Castes, Scheduled Tribes, minorities and other backward castes.

Coming to Odisha, he remarked that Government of Odisha has been consistently striving to achieve a sustainable and inclusive higher economic growth, accelerated overall development, reduction of regional, social and general disparities and faster rate of poverty reduction. The State's 12<sup>th</sup> five Year Plan(2012-17) envisages an average annual growth rate of 9% with a project outlay of Rs.1,24,373 Cr. Sustained efforts have been made by the State Government to allocate increasingly higher resources for planned development of the state.

He highlighted the State Agriculture policy, 2013, which provides incentives for allied agricultural activities, irrigation, floriculture and pisciculture farm mechanization, post harvest management, storage of food processing & organic farming. The policy provides for subsidy up to Rs.50.00 lakhs at the rate of 50 percent for setting up of 63 commercial projects by entrepreneurs, 75 percent subsidy for various farming tools and implements and 90% subsidy for community lift irrigation project.

He remarked that Odisha has made impressive achievements in terms of economic growth and poverty reduction. State has received National award "Golden Peacock" continuously for

the last three years for coverage of higher number of fishermen in Group Accident Insurance Scheme.

During the year 2013-14, it has been planned to promote 6300 MSMEs with investment of Rs.630 Cr, generating 37800 employment opportunities. It has been proposed to promote 31170 KVI units annually to create self and wage employment avenues for 62340 artisans and 311700 persons respectively with a subsidy of Rs.107.35 Cr during the 12<sup>th</sup> Five Year Plan.

He informed the house that as per directive of Department of Financial Services, Ministry of Finance, Government of India, Direct Benefit Transfer (DBT) for the delivery of social welfare benefits by direct credit to the bank accounts of beneficiaries has already been implemented in 43 Districts of the country and now it has been extended to another 78 districts, out of which 04 districts namely, Puri, Cuttack, Bolangir and Sonepur are in the State for implementation from 1<sup>st</sup> July, 2013.

He observed that the Government plans to provide subsidy to 14 crore LPG subscribers directly to their bank accounts from October 1, 2013 using the Aadhaar payment platform through Direct Benefit Transfer Scheme.

He said, DBT system will help cut down leakages, bring millions of people into the financial system and lead to better targeting of beneficiaries. It will be a trend-setter in the use of modern technology to bring benefits to our poor citizens, especially in rural areas.

Since the matter is closely monitored and followed up by the Govt. of India and DBT is a time bound programme, he requested the State Govt. to provide full support and cooperation in furnishing scheme wise list of beneficiaries along with Aadhaar particulars in digitized format to the LDMs for smooth implementation of DBT Scheme.

He observed that Financial Inclusion Plan has been assuming lot of importance. Govt. of India, RBI and Head Office of each bank monitors the progress closely. He requested all the banks to expedite the process, so that each house hold in the state has at least one bank account. Where there is either no BCA functioning or the performance of the existing BCA is not satisfactory, the Common Service Centre under the National e- Governance Programme, should be engaged as BCA. All banks have to achieve a planned, sustainable and well structured Financial Inclusion Plan.

He remarked that there is collapse of another big ticket Chit Fund Company based at West Bengal leading to sufferings of poor people and turmoil on the street. It is really heart wrenching to see pictures of thousands of small depositors losing their life's income to the unscrupulous chit fund companies. He appealed the bankers to take effective steps to bring these people to the fold of regular banking channel. There is a need for extending financial counselling to these people and the FLCC / FLC must orient themselves to educate people about the perils of chit fund companies.

Coming to Key Banking Indicators, he observed that the Commercial Banks in Odisha have achieved major national parameters i.e. C.D Ratio, Priority Sector Advances, Agriculture Advances and Weaker Section advances. Under ACP also 79 % achievement as been recorded for the year 2012-13. Hence an all round performance has been shown by the banks. He appealed to all the banks to strive hard to surpass the targets set for all sectors as well as subsectors.

He remarked that the recovery performance of Banks remains to be poor. The overall recovery performance as on 31.03.2013 is 54.55 %. NPAs are 8.15 %, which is alarming. He requested the Govt line departments to extend all cooperation to improve the recovery performance of banks in the state.

He welcomed all once again to the meeting and requested all the members for active participation in deliberation & sought suggestions for economic development of Odisha.

### **Highlights of the Speech of Sri Prasanna Acharya, Hon'ble Finance Minister of Odisha.**

The Hon'ble Finance Minister addressed the participants and thanked the Convenor, SLBC for inviting him to this important meeting.

He remarked that as per a recent study by RBI, the outlook for Indian economy continues to remain weak. In an uncertain global economic environment, the interplay of slowdown in growth and high inflation has shaken the fundamentals of the National economy. The economy has reached a critical point where economic activities can either spin up or down depending on how the policy uncertainty is addressed and supporting measures are put in place.

He observed that in the late 1990s, Odisha was facing one of the worst ever fiscal crises characterised by high revenue and fiscal deficits. Symptoms of structural infirmities in the State's finances were evident in low revenue base, burgeoning non-development expenditure, rising debt stock and growing debt servicing liability, which were threatening to bring about a virtual collapse of the fiscal edifice. In a situation of struggle for survival, development was relegated to the background in Government's agenda. The severity could be gauged from the fact that the State had to depend on W&M advance / overdraft from RBI for over 300 days in a year to keep its finances going from 2000-01 to 2002-03. In order to overcome such difficulties, the State Government embarked upon a series of fiscal reform measures in the medium term which included expenditure rationalization and expansion of revenue base. It resulted in a perceptible improvement in the fiscal condition of the State during the last few years. As a result, Government is now in a position to arrange resources for undertaking various development activities in the State. He acknowledged the seminal role played by the commercial banks operating in the State in the turnaround, evident today in the State's economy.

He remarked that time bears testimony to the continued support extended by the Commercial Banks in promoting the economy of the State by making credit available for production, investment, trade and services. Bank credit happens to be a significant source of capital formation in the State economy.

He observed that the percentage of achievement under ACP by Co- operative bank in agricultural sector is 92 % against a percentage of 61% made by the Commercial Banks. He wanted all Commercial Banks in the State to disburse a larger share of their investment to agriculture.

He stated, it is heartening that the overall C.D Ratio of all the Banks is 86.94% as on 31.03.2013 against the RBI stipulation of 60% but expressed his concern for the low CD Ratio of districts like Sambalpur, Rayagada, Malkangiri, Nuapada, Koraput and Puri.

He stated that one of the important thrust areas of the State Government is revival, reform and restructuring of Handloom Sector. But he observed & expressed his concern that only 4905 nos. of Weavers Credit Cards (WCCs) have been sanctioned against the target of 15,000 WCCs fixed by Government of India.

He emphasised that credit to Handloom and Handicraft Sector occupy a key position in the economy of Odisha as they provide income and employment to a sizeable section of the rural population. He reiterated that Hon'ble Chief Minister has already announced a special package for Handloom Weavers in the State in August, 2007. The Revival, Reforms and Restructuring package for Handloom Sector is being implemented by Government of India as a new Centrally Sponsored Scheme. He requested all the Bankers present to increase flow of credit to Handloom and Handicraft Sector.

He remarked that there has been little improvement in extension of credit to Agriculture Sector by the Banks in the State. He highlighted the importance of extension of more credit to agriculture, which is one of the critical development needs of the state and this sector provides employment and sustenance directly or indirectly to more than 60% of the State's total work force.

Lastly he remarked that Odisha, due to her geographical position, has always been a victim of natural calamities like flood, drought and cyclone. Every year natural calamity of one type or another has shaken the backbone of the State. He requested all the Bankers' present to take appropriate steps for surpassing the credit target at least for Agriculture and Allied Activities for the year 2013-14. He concluded by requesting the Regional Director, RBI and Chairman, SLBC to look in to the matter seriously and monitor the progress of the Banks in this regard.

**Highlights of the Speech of Sri V.Ramchandra Rao,Regional Director, RBI,Bhubaneswar.**

Sri V.Ramchandra Rao,Regional Director,RBI,Bhubaneswar welcomed Hon'ble Finance Minister Shri Prasana Acharya, Additional Chief Secretary , Finance Shri J K Mohapatra, CGM, NABARD Shri K K Gupta,General Manager of UCO Bank Shri Narendra Mohanty, and General Manager, UCO Bank Cum Convenor SLBC, Shri N. Sambasivarao and all the participants, Ladies and Gentlemen.

He highlighted some of the important developments that had taken place during the quarter before the House.

The RBI announced its Monetary Policy Statement for 2013-14 on May 03, 2013 and reduced repo rate under the liquidity adjustment facility (LAF) by 25 basis points from 7.50 per cent to 7.25 per cent. Other important policy announcements are as follows:

- Increase in loan limit for MSEs in the services sector, from Rs.2 crore to Rs.5 crore per borrower;
- Increase in the loan limit from Rs.1 crore to Rs.5 crore per borrower for bank loans to dealers/sellers of fertilisers, pesticides, seeds, cattle feed, poultry feed, agricultural implements and other inputs which are classified as indirect finance to agriculture; and
- raise in the limit on pledge loans (including against warehouse receipts) from the current limit of Rs.25 lakh to Rs.50 lakh for classification as direct agriculture loans in the case of individual farmers and as indirect agriculture loans in the case of corporates, partnership firms and institutions engaged in agriculture and allied activities.

RBI has advised banks to:

- open accounts for all eligible individuals in camp mode with the support of local government authorities;
- seed the existing accounts or the new accounts opened with Aadhaar numbers; and
- put in place an effective mechanism to monitor and review the progress in the implementation of DBT

With a view to effectively meeting the growing demand for currency and coins in the country, RBI has advised the banks to explore the possibility of offering these services through Business Correspondents (BC) and consider engaging the services of Cash in Transit (CIT) entities for the purpose of distribution of banknotes and coins, thereby addressing the last mile connectivity issues.

RBI has proposed to formulate a scheme on the lines of the Lead Bank Scheme and to allot specific areas (districts/States) to individual banks. The identified Lead Bank will be responsible for ensuring that genuine needs of people for clean notes and coins are

appropriately met through proper coordination with the Currency Chests and Small Coin Depots situated in that area.

As a step towards further strengthening the mechanism for detection of counterfeit notes, RBI has advised banks in May 2012 to re-align their cash management to ensure that cash receipts in denomination of Rs.100 and above are not put into re-circulation without being processed through machines for authenticity.

He remarked that the objective now is to ensure that all villages in the country are covered by some mode of banking outlet by 2014-15 & wanted to place emphasis on certain important aspects listed below.

He informed the house that all banks at Head Office level have drawn their Board Approved Financial Inclusion plans for three years viz. 2013-16 and disaggregated the same to their controlling office as well as to branch level. The banks have accordingly submitted their Board Approved plans to RBI at Regional Office level. In Odisha, they have received the three year plans from all banks except a few and are monitoring the progress made by each bank in the state every month.

He advised the controlling heads of all banks to bestow their personal attention towards achieving the targets.

He stated that recently, the position of bank wise implementation of Financial Inclusion Plan (FIP) of major banks operating in the State has been reviewed. The banks have been advised to achieve some minimum benchmarks like opening of at least 400 accounts per village (one for each household) in their allotted villages of population of 2000 and above and make the accounts operational by June 30, 2013. It was observed that though some banks reported having opened good number of accounts, but average transactions per month is on the lower side for various reasons like delay in integration of CBS and FI servers, smart

cards not issued to the account holders etc. The Banks have been advised to ensure that at least half of these account holders transact in their accounts at least once in a month.

He remarked that few banks like Central Bank of India, Indian Bank, Indian Overseas Bank, Union Bank of India and Punjab National Bank have shown reasonable progress and they have been advised to channelize wage payments of MGNREGA through BC mode (EBT implementation) in these villages so that the wage earners can avail banking services at door step in true sense.

He informed SLBC, as advised by RBI, has consolidated the roadmap submitted by 30 districts for opening of banking outlets in all unbanked villages with population below 2000. In this, along with other factors, RBI has tried to ensure that a suitable percentage of banking outlets (say at least 5%) are Brick & Mortar branches. He emphasized that there is a need to have at least a B & M branch to support on an average of 8-10 BCs.

He observed that the data shows that banks are more inclined to open branches in the semi urban centres as compared to rural centres. During Jan-Mar 2013 quarter, 65 semi urban branches were opened vis a vis 38 rural branches and 5 urban branches.

He advised the controlling heads of all banks to make efforts to meet the targets set in the roadmap.

He informed the house that e-FMS (scheme for Electronic Benefit Transfer for MGNREGS beneficiaries) has been rolled out to all the 30 districts in the state and MGNREGA wages in the entire state are now being paid electronically through RECS on T+1 basis. As on April 20, 2013, Odisha stands first in the country with 24 lakh transactions followed by Karnataka with 16 lakh transactions and Gujarat with 2 lakh transactions for the same period.

RBI had convened a meeting with the operational level officials of banks involved in processing RECS particularly for MGNREGA payments on April 15, 2013. All the banks have been advised to process ECS and credit the beneficiaries' accounts without any manual intervention. With full implementation of DBT for all social benefit schemes, banks will have to handle huge volume of EBT transactions in the days to come. He requested all banks to ensure that ECS to run smoothly without any manual intervention.

He informed the house that between July 2012 to April 2013, 6.41 lakh e- receipts amounting to Rs.11,746 Cr have been received. The Government is collecting commercial taxes, mining revenue, vehicle taxes, stamp duty/registration fee, energy charges, etc. through e-mode. More than 80% of major taxes of the State Government are collected through e-mode. All the 15 banks authorized to receive State Government taxes are collecting the same through e-mode.

He stated that as on date, 27 treasuries of the State (treasuries in Bhubaneswar, Cuttack & Khurda, Jajpur town and Jagatsinghpur districts) are disbursing their payments through e-mode through RBI, Bhubaneswar. During August 2012 to April 2013, the State Government has made e-payments amounting to Rs. 8721 Cr involving 7.60 lakh credit transactions. The e-payment constitutes roughly about 40% of total payments of the treasuries. The Government plans to roll out the e-payment system across the entire State in a phased manner.

RBI has recently advised SLBC Convenor (UCO Bank) and SBI, LHO, Bhubaneswar to take a lead in putting in place arrangements for exchange of cheques/instruments by banks at a mutually decided place and time every working day in locations that have three bank branches or more but having no formal Clearing House. These arrangements were to be put in place by end of May 2013. There are 83 such locations in Odisha. While UCO Bank and SBI need to expedite their efforts for the arrangements to be put in place, other banks having branches in these locations should fully co-operate so that the benefits of same day clearing

and settlement are available to customers in these places also.

He observed that this time, 24 districts have conducted DCC meetings prior to SLBC meeting. Six districts which could not conduct are Boudh, Rayagada, Keonjhar, Mayurbhanj, Gajapati and Dhenkanal. He reiterated that banks and the line department of the State Government need to depute representatives to the DCC meetings at an appropriate level who can represent the organisation and take decision and also ensure timely submission of the requisite information to the Lead Bank for meaningful discussion.

He said that it has been observed through their visit to the rural and semi urban branches that the Annual Credit Plan (ACP) in many cases are not available at the branch level. The Lead Banks should ensure that the Annual Credit Plan should be launched by April 01 every year and the same should be sent to the banks and branches in the district.

He stated that RBI has advised SLBC Convenor for change of ACP formats in alignment with the revision of Priority Sector guidelines. The same is to be captured from June 2013 quarter.

Lastly he thanked the Government of Odisha, SLBC and all the banks for their active contribution and looked forward for a focused deliberation on the issues he just flagged.

### **AGENDA ITEM NO. 1.**

Confirmation of Proceedings of 130th SLBC meeting held on 27.02.2013.

The proceedings of 130<sup>th</sup> SLBC meeting was circulated to all participants vide letter no. GM/SLBC/ODISHA/609/2012-13 dated 11.03.2013. Since no comment has been received the same was taken as confirmed.

## **Agenda Item No. 2.**

### **Point No.1- DRI advances for differently abled beneficiaries.**

Convenor SLBC informed that banks have financed 990 numbers of beneficiaries against the sponsored number of 1034 to the banks. Finance Minister advised all banks to continue the proposition of financing at least 2 beneficiaries per branch in 2013-14. The Director for Welfare of Persons with Disability is requested to sponsor more number of applications to banks in time.

Action: – Banks, LDMs and Director for Welfare of Persons with Disability.

### **Point No.2- Regarding opening of Public Sector/Private Sector banks in 6 blocks of Malkangiri and Nawarangpur districts.**

It is informed by Convenor, SLBC that United Bank of India, Bank of Baroda, UCO Bank, ICICI Bank and HDFC bank have opened branches. Andhra Bank reported that they would open the branch by 31.05.2013.

Action: - Andhra Bank.

### **Point No.3 - Database for loanee farmers and KCC holders.**

Odisha State Co-Operative Bank who has not so far submitted the data was advised to submit the list of borrowers/KCC holders in the prescribed format to the Director of Agriculture at the earliest without further delay. The representative of OSCB informed that they have already submitted the information. Director of Agriculture confirmed receipt & remarked that it will take at least one month to hoist the data in the website.

Action: - Director of Agriculture, Odisha.

### **Point No.4- Issues relating to RSETIS.**

It was reported by SBI that the claims of their 17 RSETIs pending with DRDA of respective districts as on 31.03.2013 are Rs.86.15 lakh for reimbursement. The Commissioner cum Secretary, Panchyati Raj informed that he is looking into the matter.

Action: - Panchayati Raj Department.

**Point No.5- Financing Handloom cluster.**

In 129<sup>th</sup> SLBC SBI, UBI, CBI & UGB had adopted certain handloom clusters for financing weavers. Convenor SLBC reported the progress made by SBI, UBI , CBI & UGB as on 31.03.2013 .

Finance Minister advised other banks to come forward for financing handloom clusters.

Action: – All Banks

**Point No.6- Fixing criteria for parking of Govt. funds with Banks.**

Additional Chief Secretary, Finance Department of Govt. of Odisha informed that the proposed criteria submitted by the Sub-Committee have been examined. Govt needs performance data of 2012-13 to notify the banks which fulfilled the criteria to handle business and deposit of State Public Sector Undertaking (SPSUs) and State Level Autonomous Societies (SLASs).

Action: – Finance Department, Govt. of Odisha and all banks.

**Point No.7-Increasing credit flow to Agriculture and fixing achievable ACP target.**

For increasing credit to Agriculture & fix up realistic / achievable ACP target for Agriculture sector, DG, RBI directed SLBC to form/revive subcommittee on Agriculture and hold meeting to prepare plan & implement the same.

A sub-committee of SLBC was constituted and a meeting was held on **04.03.2013**. The minutes of the meeting have been circulated among all the banks and officials of Agriculture Department for implementation.

Action: – Banks, LDMs & Agriculture Department.

**Point No.8- Difficulties faced by tenant farmers / Oral leasees in selling paddy at PACs/ Govt. Mandies.**

In the 130<sup>th</sup> SLBC Meeting, it was pointed out that the tenant farmers/oral lessees are unable to sell paddy at Govt. Mandi to get Minimum Support Price as fixed by Govt. Those farmers are not in a position to produce necessary documents / proof of cultivating land which is mandatory to sell paddy to the Govt. agencies. As a result, they are selling their produce to the local traders / middle men at lesser price.

Cooperation Department, Govt. of Odisha informed that a Committee under the chairmanship of Principal Secretary, Agriculture has been constituted to look into the issue.

Action: - Cooperation Department.

**Point .9- Financing of Handicraft artisans in Puri district.**

Convenor SLBC informed that Axis Bank & United Bank of India had volunteered for financing of handicraft artisans in Puri district. Accordingly United Bank of India has reported that 21 cases have been sanctioned and disbursed amounting Rs.35.35 lacs. Axis Bank has received 7 applications and disbursed 3 cases amounting Rs.1.67 lacs.

Finance Minister expressed that performance needs to improve & advised all Banks to cooperate in financing Handicraft Artisans and show significant progress.

Action: - All banks

**Point .10- Revival of Sub Committee of SLBC on export.**

Convenor SLBC informed that the Sub Committee of SLBC on export was re-constituted & the first meeting was held on 17.12.2012. The second meeting was held on 10.04.2013 and the minutes of the meeting have already been circulated among the participants as well as banks for taking steps for improving export finance in the state.

Action:- All Banks & Director of Export Promotion & Marketing.

**Point No.11**

**Implementation of Direct Benefit Transfer (DBT) Scheme**

As per directive of Dept of Financial Services (DFS), MOF, Govt. of India, DBT scheme will be implemented from 01.07.2013 covering 26 schemes in 04 districts namely, **Puri, Cuttack, Bolangir and Sonepur**. The rest of the districts in Odisha will be covered shortly.

In terms of instructions and guidelines of Govt. of India, District Collectors are to provide beneficiary list of such 26 schemes being implemented in the districts and their **Aadhaar** particulars in digitized format to the respective LDMs. The LDMr will supply bank wise beneficiaries list to the respective bank's branches in digitized format with copy to the controlling office of the concerned banks (if beneficiaries have no accounts), seed their Aadhaar number and provide ATM Cards to them.

Convenor, SLBC informed the house that the progress is being closely monitored by the DFS, MOF, GOI as it is a time bound programme. Instructions of Govt. of Odisha to the appropriate authorities were solicited to expedite the process for smooth implementation of the scheme in Odisha. Finance Minister also assured the cooperation of Govt. of Odisha in this regard.

Regional Director, RBI also advised for effective mechanism to monitor and review the progress in implementation of DBT. GM, RBI advised implementation of DBT Scheme should be a regular agenda in DCC meetings and monthly statement of progress is to be sent to SLBC by LDMs, who in turn will consolidate & submit to RBI for review.

Action: - Banks/LDMs /SLBC /State Govt.

**Agenda Item No.3 – Fresh Issues.**

**A) Clearing House (clearing of cheques where there is no formal clearing House).**

RBI has issued guidelines to operationalise a uniform practice of bilateral exchange / counter presentation of instruments and settlement of funds through cash/ transfer etc derived through mutual discussions with the ultimate aim of providing better customer service. National Clearing Cell, RBI, Bhubaneswar has advised SLBC, Odisha to ensure implementation of guidelines in our state.

Convenor, SLBC informed that they have already issued letter to all the LDMs of the state and their controlling heads. The time line for implementing the practice was 31.03.2013. Progress made in this regard is yet to be received from the LDMs. He requested all the banks and LDMs to implement the guidelines without further delay, if not yet done.

RD, RBI also advised to make clearing arrangement by end of May 2013. He added that while UCO Bank and SBI need to expedite their efforts for the arrangements and other banks having branches in these locations should fully co-operate so that the benefit of same day clearing and settlement is available to customers in these place also.

Action points – All banks and LDMs.

### **B) Revised Monitoring Information System (MIS) LEAD BANK SCHEME (LBS)**

RBI has revised MIS under Lead Bank Scheme for strengthening MIS as under.

LBS-MIS -I: Statement for ACP Target.

LBS- MIS – II: Statement for disbursement and outstanding

LBS-MIS -III: ACP Achievement vis-à-vis ACP Target

RBI advised LDMs & SLBC Convenor to prepare the above statements as per revised format starting for the year 2013-14 and also place these statements for review at all DCC and SLBC meetings.

SLBC has already communicated the guidelines of RBI to all LDMs and controlling heads of Banks. Convenor, SLBC requested LDMS to submit the ACP for 2013-14 in the revised format (LBS-MIS-1) immediately & performance under ACP must be reported in the revised format (LBS-MIS-II) starting from the quarter ending June, 2013.

Action Points – All LDMs.

**C) Re-allotment of Service Area of Bank Branches – Issues raised by LDMs / SBI.**

SBI has pointed out that some banks are not reporting to the LDMs about opening of branches in time. Some banks do not participate in the DCC meeting. The banks which are opening branches inside / near the towns are not prepared to take service areas away from the towns. As a result, the service area allocation gets delayed.

Convenor, SLBC advised all banks to report immediately to LDM about opening of branches in the district so that allocation / redistribution of service can be made in DCC meeting.

GM, RBI remarked that DCC has authority to allocate the villages and Sub Service Areas (SSAs) among all banks including private banks. **There is no question of non-acceptance of service area by any bank.**

As per extant guidelines LDMs are required to upload Service Area Plan of the district in the web site maintained by NIC and the same is also required to be updated periodically. SLBC website has links of all district websites maintained by NIC. Hence, the Service Area Plan of all districts can be accessed from SLBC web site automatically.

LDMs are advised to update data in web site on quarterly basis.

Action points – All banks and LDMs.

**D) Crop Insurance.**

The Commissioner – cum – Secretary to Govt, Cooperation Department informed that during Kharif - 2011 season, some farmers could not receive compensation for crop loss due to natural calamities because of errors / omissions made by SBI, PNB,BOI, IOB ,UGB etc.

In response to this, the representative of NAICL informed the house that request of the banks for reopening the claims is being examined as per guidelines of Govt. of India. All these claims will be sent to Govt. of India for settlement by 15<sup>th</sup> June 2013.

Convenor, SLBC requested Regional Manager, National Agriculture Insurance Company Ltd (NAICL) to expedite the process of settlement of claim.

Action Point - NAICL

**E) RSETI Issues.**

The following issues of RSETIs came up for deliberation.

1. Land allocation to RSETIs in the district of **Boudh, Nuapada, Jagatsinghpur, Dhenkanal and Puri.**
2. Tendering process for construction of building of RSETIs.
3. Residential training facility to be provided immediately in rented premises.
4. Providing Manpower support to RSETIs as per guidelines.

The State Project Coordinator of RSETI appraised the house on development with regard to different activities under taken in the year 2012-13. He requested to banks to ensure sponsoring of sufficient number of candidates to RSETI and their credit linkage. He solicited the cooperation of Panchayati Raj Department and sponsoring banks to keep the RSETI at Mission mode.

Convenor, SLBC requested to sponsoring banks to take necessary steps for construction of building, providing residential facility and required man power for smooth running of RSETIs. Panchayati Raj department was also requested to expedite allocation of land to RSETIs.

Action Point – Sponsoring banks, & Panchayati Raj Department.

**F & G) Dairy and Poultry Farming.**

The Fisheries & Animal Resources Development (F&ARD) Department of Govt. of Odisha has introduced five schemes under ARD Sector for the Year 2013-14. Out of the five new schemes three schemes are for enhancement of milk production through promotion of dairy farming. As the dairy farming in the State of Odisha is mostly related to small & marginal farmers, they should be supported with financial assistance for taking up dairy farming with confidence. The Bankers were requested for facilitating credit support to these categories of farmers in accordance with the target proposed under relevant schemes.

Convenor, SLBC informed that out of the 37538 applications sponsored under DEDS programme, 4306 applications have been sanctioned. The lower level of sanctions

are due to non availability of subsidy. He requested all banks to dispose of all the pending applications on priority basis.

In order to promote poultry development activities in the State of Odisha, which has assurance of quick return the bankers were advised for financing both layer & broiler farming.

The representative of F&ARD Department explained the attractive features of the schemes developed by the Govt. of Odisha.

CGM, NABARD requested all the banks to extend credit support to these categories of farmers by availing the interest subvention/subsidy/incentives, Govt. of Odisha was requested to provide the administrative guidelines to the banks for claiming subsidy and interest subvention.

Action Point - Sponsoring Banks & F &ARD Deptt.

**Agenda Item No.4 - Recovery.**

Convenor, SLBC informed that the recovery position of Banks in the state is 54.55% which is a matter of grave concern. Further he added that in Govt. sponsored schemes the position is more alarming as the recovery is only 18.83 % & 24.73% in respect of PMEGP and SGSY respectively. The recovery position in Agriculture, MSME & SHG sectors is only 43.00%,

43.90% and 48.66% respectively. NPA % of the State is 8.15, which is also very alarming.

It was proposed to constitute a subcommittee on recovery by SLBC. Major Banks, Govt. representatives, RBI and NABARD will be the members of the committee to give recommendation sector wise for improving recovery position in the state.

Action: - Bank, SLBC, State Govt.

**Agenda Item No.5-Banking Key Indicators.**

Convenor SLBC informed that CD ratio of the state has increased from 71.88 % from March 2012 to 86.94 % as on 31.03.2013.

He observed that **Commercial Banks** in Odisha have achieved all national parameters. On year on year basis the deposits & advances have increased by 12.85% and 38.17 % respectively. In absolute terms credit grew from Rs.87690.83 Cr as on 31.03.2012 to Rs.121169.61 Cr as on 31.03.2013, thus there is an increase of Rs.33478.78 Cr during the year.

Convenor SLBC advised the controlling heads of Bank of Maharashtra & Vijaya Bank to plan for achieving at least a CD ratio of 60% by September 2013. RRBs & Private Sector Banks like ING.Vysya Bank, Laxmivilas Bank and The South Indian Bank Ltd were advised to take effective steps to increase their CD ratio.

Finance Minister expressed his concern on low CD ratio of the above named banks and districts of Deogarh, Jagatsinghpur, Kandhamal, Malkangiri, and Sambalpur. He commented that every district should contribute to state CD ratio.

The LDMs of districts having CD ratio below 60 % were advised to constitute sub-committee of DCC to review the same and initiate appropriate steps to achieve at least 60 % at the earliest.

Action Point – Concerned Banks and LDMs.

**Agenda No.6-**

**Normal Branch expansion.**

The Convenor SLBC reported that 229 new branches have been opened in the state from 01.04.2012 to 31.03.2013. Public Sector banks, RRBs and Private Sector Banks have opened 156, 16 and 53 branches respectively. Out of 229 branches, 96 in Rural, 120 in Semi-Urban and 13 in Urban centers were opened.

**Agenda Item No.07-**

**Achievement under Annual Credit Plan (ACP) as on 31.03.2013**

Convenor SLBC informed the members that banks achieved 79% of ACP target in the year 2012-13. The districts namely Angul, Bhadrak, Dhenkanal, Jharsuguda, Kalahandi, Keonjhar, Koraput, Malkangiri, Nayagarh, Nawarangpur, Puri & Sonepur have achieved less than 60% of their ACP target. Most of Public Sector Banks excepting Central Bank of India, State Bank of Travancore and United Bank of India have achieved more than 60% of their ACP target. The achievement of Kotka Mahendra, ING Vysya Bank and RRBs is less than 60%.

Principal Secretary, Agriculture stated that in spite of repeated discussions, performance of particular districts is not improving. He opined that it is high time to relook the allocation of lead district responsibility among the banks. The banks which are performing better under Annual Action Plan should be given opportunity to handle lead district responsibility.

CGM, NABARD pointed out that wrong classification of loans under agriculture head does not reflect the actual figure of different subsectors of ACP. LDMs were requested to take due care while reporting achievement under ACP of the district. GM, RBI also advised the banks & LDMs to confirm proper classification within a week. DC and Addl Chief Secy, Finance Department advised all banks for resubmission of validated and authenticated data to SLBC, if required.

Principal Secretary, Agriculture advised all banks to convey the ACP target to each branch. With the support of State Agriculture policy 2013-14, target of each sub sector should be achieved. He advised quarterly review of achievement by LDMs. CGM, NABARD suggested for making arrangement to deliver the document of State Agriculture Policy 2013-14 to each branch. In DCC meetings, LDMs should highlight the new schemes of the State Agriculture policy. He expressed confidence that with the support of subsidy, interest subvention and incentives, all branches will surpass the ACP target.

Convenor SLBC advised the controlling heads & LDMs of low performing banks / Districts to take effective and proactive steps in close co-ordination with Govt. line departments to improve the performance and to achieve annual target.

Action:-LDMs / All Banks.

## **Agenda Item No. 8**

### **(A)Release of Waiver amount under Debt. Waiver Scheme for Weavers.**

Convenor SLBC informed that State Implementation Monitoring and Review Committee (SIMRC) have recommended 11166 Nos. individual weavers cases for waiver of overdue loan as on 31.03.2010, as against which benefit has been provided to 10668 Individual Weavers amounting to Rs.2857.91 lakh as reported by NABARD, the Implementing Agency, out of which State Govt. share is Rs.571.58 lakh.

He requested all the banks to ensure fresh finance to the beneficiaries who have been assisted under Debt Waiver Scheme.

Under the Revival, Reform & Restructuring (RRR) Package more than 10668 individual weavers/ SHGs/ JLGs have been provided assistance and about 4905 weavers have been provided with Weavers' Credit Cards. It was reported by Convenor, SLBC that banks have issued 8763 WCCs during the year 2012-13.

Director of Textile and NABARD were requested to provide bank wise weavers list assisted under RRR Package to SLBC for reconciliation of figure. Director of Textiles requested all banks to follow the guidelines of RRR package while implementing the Scheme.

Action Point- All Banks, SLBC, NABARD & Director of Textiles.

### **(B)Issue of Fresh Weaver Credit Cards (WCCs)**

Awareness camps were organized by Directorate of Handloom in the State during May/June-2012 and about 21000 fresh applications were received for issuance of WCCs. Out of these, about 18000 applications forwarded to bank branches by the LDMs for issuance of WCCs. A target of 12,000 WCC was fixed by Govt. of India for the state to be achieved by Sept, 2012.

In spite of holding of Awareness Camps in the Handloom Clusters in the month of March 2013 by the State Government Officials and Banks, the progress of issuance WCCs needs improvement. Convenor SLBC has taken up the issue with controlling heads of banks of the state by providing the bank wise and branch wise sponsoring position for follow up with the branches and ensure quick disposal of pending applications.

The performance of banks is yet to show the desired result and banks have financed 8763 WCCs amounting to Rs.22.59 Cr by end of March 2013.

Hon'ble Minister expressed concern over the poor progress of issuance of WCCs by banks. Convenor, SLBC requested the banks with NIL performance to take positive steps for issuance of WCCs to eligible beneficiaries.

### **C) Handi Craft Sector.**

#### **Modernization & Technological upgradation & Handicraft Industries.(MTUHI).**

Out of 126 applications involving Margin Money Rs 253.61 lakhs sponsored to the banks, 40 were sanctioned during the year 2012-13. Against budget provision of Rs 100 lacs margin money, Rs.44.37 lakhs has been utilized. For implementation of the scheme in the year 2013-14, a Budget Provision of Rs.70.00 lakhs has been made.

SLBC Convenor requested all banks to sanction under the scheme, disburse and claim the Margin Money within the stipulated time.

#### **Agenda No.9 Financial Inclusion Plan (FIP).**

##### **(i)FIP UNDER VILLAGESS WITH 2000 + POPULATION**

Banking services have been provided in all 1877 villages identified for the purpose in the State through B & M branches/BCAs/Mobile vans etc. by 30.06.2012.

Banks have been advised to continue the Financial Inclusion Process with existing BCs and open maximum number of USBs in those villages. It was observed that the transactions through BCs have not happened to the desired extent.

##### **(ii)FIP IN VILLAGES WITH POPULATION OF 1600 to 2000.**

Out of 1502 villages with population of 1600 to 2000, banking services have been provided in 637 villages by 31/03/2013.

Addl Chief Secy expressed his preference for establishment of Ultra Small Branches at Panchayat level to fulfill the very purpose of FIP. RD, RBI suggested to form a subcommittee on FIP.

##### **(iii) Revised Roadmap – Provision of Banking Services in villages with population below 2000.**

In 130<sup>th</sup> SLBC Meeting, RBI advised to review the Roadmap and submit the revised Road map by 15.04.2013 taking into consideration the observations communicated vide their letter No. RPCD (BHU)No.703/02.02.04/120/12-13.

SLBC has submitted the revised road map bank and district wise to the RBI. Since 5 % of the unbanked villages in some districts have not been covered by B&M branches, the concerned LDMs were advised by RBI to submit the revised road map again factoring the said point.

Action:- All Banks.

#### **Agenda No.10 Progress under Govt. sponsored scheme.**

##### **A) Odisha Livelihood Mission (O L M) Bank linkage**

It was observed that,40113 SHGs credit linked between 01.04.2012 to 31.03.2013 with Rs.361.04 crore and the balance outstanding as on 31.03.2013 is Rs1596.96 Cr with account nos. 294167.

About Rs 1000 crores credit Target for SHG Bank linkage has been projected for the year 2013-14 by OLM, Odisha. NABARD also projected a potential to provide credit linkage to the tune of Rs 1000 Crs during this financial year. District Collectors have been advised to distribute the target among the Bank Branches in the districts on the basis of number of SHGs maintaining their accounts with different Bank Branches & in consultation with LDMs and DDMs (NABARD). The target will be both for Fresh and repeat Finance.

##### **II - MICRO INVESTMENT PLAN (MIP) based SHG Bank linkage**

Last year SHGs have been provided with seed capital based on the MIP prepared. The field staffs of OLM have been trained in preparation of MIP. Banks have also financed SHGs based on the MIPs prepared for providing seed capital. District and block team of OLM will provide the list of SHGs with grading sheet and MIP prepared by the SHG to the banks for financing.

##### **III-Organisation Of Samanway Mela for SHG Bank Linkage , Recovery of Old loans and revival of defunct SHG.**

For facilitating SHG & Bank linkage, Samanway Mela process was conceptualized and organized at all bank branches from 18<sup>th</sup> to 23<sup>rd</sup> Feb 2013. During the mela about Rs. 70 Cr. credit linkage was made.

During the current year, it is also planned to organize such SHG bank linkage programmes at branch level. Samanway Mela, on quarterly basis, will be organized during the current year.SAMANWAY DIVAS will be observed on the existing SHG Day (Tues Day). On Samanway divas both recovery of old loans and credit linkage will be provided.

Commissioner cum Secretary, Panchayati Raj pointed out that some bank branches are reluctant to open accounts in respect of SHG and in No Frill A/cs, some banks charge non

maintenance of minimum balance and some banks adjust outstanding loan amount from the NREGA payment. Convenor, SLBC requested banks to take note of these issues and take corrective steps.

### **PRODUCERS GROUPS.**

SHG Bank linkage in the state over the period has graduated to group micro enterprise. SHG members are engaged in different livelihoods activities, such as Agriculture, Non Farm Sector and Non Timber Forest Produce (NTFP). Producers groups have been formed by the SHGs and Non SHG members in cluster approach. In the state around 1221 Nos of active cluster / Producers Groups are there. The producers groups are now expanding their business, needing working capital based on project cycle. Now Banks should finance these producers groups as a business enterprise. CGM, NABARD also emphasised on lending producers groups.

Convenor SLBC advised all bankers to take steps for achieving this year targets for SHG credit linkage.

Action:- All Banks.

### **B) SJSRY.**

Swarna Jayanti Sahari Rozgar Yojana (SJSRY) is a centrally sponsored scheme for Poverty alleviation of urban poor. Convenor SLBC informed that as on 31.03.2013 banks have financed 2570 cases for Rs.85.09 crores. All banks were advised to show good improvement on financing under SJSRY.

Action:- All Banks.

### **C) PMEGP.**

Convenor SLBC informed that Govt. of India extended time for claiming Margin money in respect of Projects sanctioned under PMEGP during the year 2012-13 upto 31.05.13 for cases sanctioned upto 31.03.2013 for the programme year 2012-13. Banks are requested to disburse all sanctioned cases (till 31.03.2013) and submit the margin money claim to Nodal Branches latest by 20.05.2013.

Against physical target of 3451 units accepted by DIC / KVIC & KVIB 2725 cases have been sanctioned involving amount Rs.132.91 crore. Director of KVIC informed that for the current year separate target has been given under SC & ST category and he requested all participating banks to achieve the target.

Action : KVIV, KVIB, DIC /Banks

#### **D) Financing under SC/ST/DFCC Scheme.**

It is observed that as against the target of 13500 Sch. Caste and 4500 Sch. Tribe beneficiaries ( both group & individual), the achievement is 4980 under Sch. Caste sector and 1532 under Sch. Tribe sector till February 2013. OSFDC has requested that the applications sponsored during the financial year 2012-13 but not sanctioned and disbursed by the banks as on 31<sup>st</sup> March 2013 and kept pending with banks be sanctioned and disbursed during the year 2013-14 by June 2013.

GM, OSFDC informed that achievement under SC &ST for 2012-13 was 80% and more than 70 % respectively. Target for 2013-14 has already been communicated to the District collectors and LDMs. He stated that the Parliamentary Committee for Social Justice and Empowerment has recommended survey of all BPL beneficiaries covered under SC / ST scheme from 2005-06 to 2009-10. Survey will be conducted by a third party agency in all districts. Hence, he requested all banks to cooperate the agency.

#### **E) Financing under Pisciculture Scheme.**

Convenor SLBC apprised the members that Government of Odisha has introduced 6 new schemes during the year 2013-14 with the budgetary support of Rs.2610.00 lakhs for enhancing the fish production in the State and provide financial assistance to Fish farmers. The new schemes will facilitate in enhancing the credit flow to fisheries sector and beneficial to farmers. Bankers should take proactive role in extending credit flow to the sector to make the State self sufficient in fish production.

The representative of fishery department gave a power point presentation explaining the detail features of the scheme, subsidy, interest subvention and incentive etc.

3181 no's. of pond development proposal with water spread area of 1656.31 ha amounting to Rs.6758.83 lakhs are sponsored to different banks under FFDA/NFDB/NMPS, out of which 351 cases with WSA 237.55 ha amounting to Rs.970.15 lakh have been sanctioned and financed. The detail branch wise pending position were circulated among the members in the meeting held on 04.03.2013. At the end of the year, 2368 proposals are pending with WSA 1214.87 ha amounting to Rs.5278.05 lakh.

Convenor SLBC requested all the banks to avail full benefit of the new schemes and dispose of all pending cases at the earliest.

Action point- Banks.

**Agenda No11 Mission Shakti:-**

Mission Shakti is a Project for empowerment of women economically and socially, in operation since 08.04.2001. During 2012-13 credit linkage has been provided to 35269 WSHGs with Rs. 307.57 Cr. The balance outstanding as on 31.03.2013 in 273444 accounts is Rs.1429.40 Cr.

Convenor SLBC informed that Women SHG scheme is being implemented by NABARD in 19 LWE districts of the state. For the year 2012-13 a target of 1000 WSHGs has been fixed by NABARD for each LWE district. As on 31/03/2013, 5255 WSHGs have been formed in these districts and 3756 SHGs have been savings linked.

Convenor, SLBC sought involvement & co-operation from all stake holders on the issue for improved performance.

Action point – Banks /NABARD/LDMs.

### **Agenda no.12 Financing to SME Sector**

As per recommendation of Prime Minister's Task Force on MSME under chairmanship of T.K.Nair banks were advised to achieve as under.

Achieve a 20% Y-O-Y 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 in stages viz.50% in the year 2010-11, 55% in the year 2011-12 and 60% in the year 2012-13.

Secretary,MSME remarked that share of advance to Micro Sector to SME at end of March 2013 is 49.95 % against the parameter of 60 %.In March 2012 the achievement was 53.31 %.He also advised for more finance under manufacturing sector.

Convener, SLBC advised Banks to provide more advance to Micro sector in order to fulfill the stipulated condition stated above.

Action ;-Banks.

### **Agenda Item No.13. Financing under KCC, JLG & ACC.**

**KCC:-** Top Priority is given by Govt.of India/NABARD for issuance of Kissan Credit Card to all eligible farmers. KCC scheme which was formulated 13 years ago was revisited during the current year to make it simple, and hassle free both for farmers and bankers. All the banks have to implement the revised scheme. Banks have issued 665664 KCCs during the year , taking the total number of KCC issued to 5499595

**JLG:-** NABARD had fixed a target of 40,000 JLGs for 2012-13 and was allocated by SLBC to different banks. Total amount disbursed by Banks in 2012-13 is Rs.69.33 Cr in 10141 accounts and balance outstanding as on 31.03.2013 is Rs.202.56 Cr against 39332 accounts.

**ACC:-** Odisha is having abundant scope for skill development of Rural artisans. Issuance of ACC cards should be a priority of Banks & Banks should take steps to finance more ACCs to all eligible persons.

During 01.04.2012 to 31.03.2013 banks have issued 1190 no. of ACCs for Rs.6.62 Cr. The balance outstanding as on 31.03.2013 is Rs.33.82 Cr in 9976 accounts.

Convener, SLBC wanted to draw the attention of all the Controlling Heads of Banks on the above stated issues & requested to initiate step to improve the position in all these areas.

Action : Banks.

**Agenda No. 14. Financing under Education loan.**

During the year banks disbursed 8557 loans with Rs.144.55 Cr. Total accounts reached 72612 with balance outstanding of Rs.1778.21 Cr. (Target Rs.2094.85 Cr.)

Chairman SLBC advised that all education loans should be brought under CIBIL for effective tracking for recovery.

Action: - Banks.

**Agenda No.15**

**-Implementation of Prime Minister's New- 15 Point Programme for Welfare of Minorities – Progress / Achievement made for 2012-13 – Financing under Minority Communities.**

During 01.04.2013 to 31.03.2013, the banks extended credit of Rs.182.95 Cr. to 21,448 beneficiaries of Minority Community. Total no. of accounts are 2,68,540 with Rs.2283.07 Cr.

Convenor, SLBC sought attention of all Banks to the issue and support the minority community.

Action; - Banks.

**Agenda No.16- NATIONAL HORTICULTURE BOARD(NHB), BHUBANESWAR (ODISHA).**

Convenor , SLBC informed that the NHB has issued/approved LOI (Letter of Intent) for 2177 Horticulture/Floriculture projects, out of which for 481 (22.09%) projects Bank loan has been sanctioned. There is a need to expedite the same.

National Horticulture Board has released back ended Capital Investment Subsidy of Rs.140.00 Lakh in the state of Odisha during the financial year 2012-13 for 13 no. of Horticulture projects.

All the banks were requested to sanction the eligible projects and ensure submission of utilization certificate in time.

Action; - Banks.

#### **Agenda 17 Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) Scheme.**

Convenor SLBC requested all banks for taking necessary steps for improving coverage of loans under CGTMSE.

#### **Agenda No.18 Finance to Minor Irrigation.**

The potential for credit flow under Minor Irrigation for the year 2013-14 is estimated by NABARD at Rs.409.88 Cr. All the banks were requested to intensify lending to the minor irrigation by availing the benefit of "JALANIDHI Scheme".

Action; - Banks.

#### **Table Agenda No.I Initiatives of National Handicapped Finance and Development Corporation (NHFDC)**

The representative of National Handicapped Finance and Development Corporation (NHFDC) informed that the corporation has been set up by the Ministry of Social Justice & Empowerment for promoting economic development activities and self-employment ventures for the benefit of Persons with Disabilities (PWDs). He also explained the initiatives of NHFDC in detail. He informed that 3 PSU Banks namely Bank of Baroda, Andhra Bank & IDBI Bank and 24 RRBs have signed agreement with them for flow of concessional credit to Persons with Disabilities. Other Banks were also requested to sign agreement with NHFDC. The partner Banks implementing NHFDC schemes were requested to report the progress to SLBC quarterly.

Action point – Banks / NHFDC.

**Table Agenda No.2. Interest Subvention Scheme of Govt. of Odisha**

Govt. of Odisha has decided to extend the benefit of Interest Subvention to Commercial Banks/Regional Rural Banks for Crop Loan and Agriculture Term Loans. The modalities of administrating the interest subvention are being worked out by the Government. All Banks were advised to take advantage of this new initiative of the Government & go for financing to agriculture sector aggressively.

Action point – Banks & Finance Department, Govt. of Odisha.

**Table Agenda No.03**

NABARD proposed for introduction of a Review and Monitoring Mechanism for effective implementation of the Financial Inclusion Programme. CGM NABARD suggested for formation of District Level FLCC/FLC Coordinating Committee (DLFCC and State Level FLCC/FLCs Coordinating Committee (SLFCC). It was decided that SLBC will finalise the detailed modalities in consultation with RBI & NABARD.

Action point – NABARD / SLBC/ RBI.

The meeting ended with vote of thanks proposed by Zonal Manager, UCO Bank, Bhubaneswar to all the dignitaries & participants.

**LIST OF PARTICIPANTS-131<sup>st</sup> SLBC MEETING HELD**  
**ON 15.05.2013.**

Sl. No.	Name	Designation	Organization
<b>DIGNITARIES</b>			
1.	Shri Prasanna Acharya	Finance Minister	Govt.of Odisha.
2.	Shri J.K.Mohapatra	Development Commissioner & Addl. Chief Secretary	Finance Deptt.Govt.of Odisha.
3.	Shri V.Ramchandra Rao	Regional Director,	RBI
4.	Shri N.Mohanty	General Manager, HO	UCO Bank
5.	Shri K.K.Gupta	Chief General Manager	NABARD
6.	Shri N.Sambasivarao	General Manager & Convenor SLBC.	UCO Bank
7.	Shri Devendra Prasad	General Manager	SBI.
<b>Government</b>			
8.	Shri R.L.Jamuda	Principal Secy.	Agril.& FP Deptt. Govt.of Odisha
9.	Shri.Bishnu Pada Sethi	Commissioner cum Secretary	Co-Op Department, Govt,of Odisha
10.	Shri D.K.Singh	Commissioner cum Secretary	Panchayati Raj Deptt.Govt.of Odisha
11.	Shri P.Dash	Secretary	MSME Deptt.Govt.of Odisha
12.	Dr.B.C.Mohapatra	Joint Secretary	H & UD Deptt.Govt.of Odisha.
13.	Dr.S.Kanungo	Joint Secretary	Finance Deptt.Govt.of Odisha
14.	Shri Manmohan Mishra	Joint Secretary	Revenue & Disaster Management
15.	Shri D.K.Singh	Addl. Secretary	Finance Deptt. Govt.of Odisha
16.	Shri Amiya Kanti Mishra	Director(DF&C)cum Addl. Secretary	P & C Dept, Govt.of Odisha
17.	Shri N.Palai	Director	Industries Deptt. Govt.of Odisha
18.	Shri P.Krishna Mohan	Director	Directorate of Fisheries, Odisha Cuttack
19.	Shri.R.S.Gopalan	Director	Agriculture Dept.Govt.of Odisha
20.	Shri R.K.Choudhury	Director,	KVIC, Bhubaneswar.
21.	Aswathy S.	Director, Social Welfare	Women & Child Deptt.Govt.of Odisha.
22.	Shri Sanjay Ku.Habada	Director	Textile & Handloom & Handicraft.

23.	Shri P.K.Mishra	Director	Fisheries Depatt.Govt.of Odisha
24.	Shri Srikant Prusty	Director, Animal Husbandry	FARD Department.
25.	Sri Debananda Bhanja	Dy.Dir.of Fisheries	Fisheries Dept. Govt.of Odisha
26.	Dr.Gopal Tripathy	Lect. VOTI	F & ARD Deptt. Govt.of Odisha.
27.	Shri U.Sarangi	Asst. Director	MSME – DI, Cuttack
28.	Shri B.N.Guru	Addl. Director	MSME-DI-Cuttack
29.	Shri D.Moharana	PE (Bank Linkege) OLM	PR Deptt. Govt.of Odisha
30.	Shri R.K.Mishra	Company Secretary	NHFDC, Deptt.of DAMS
31.	Sri Debaprasad Dash	General Manager	Odisha SC/ST Financial Corpration.
32.	Smt.Sasmita Samal	Social worker cum-vocational Counseller	Ministry of Social Justice & Empowerment Govt.of India
33.	Shri C.S.Mohapatra	Industries Promotion Officer	Industries,Deptt.Cuttack,
34.	Shri Biswajit Dash	Information Officer	Finance Deptt.Govt.of Odisha
35.	Shri P.Mahapatra	Asst.Dev.Officer	SO,KVIC,Bhubaneswar
<b>RESERVE BANK OF INDIA</b>			
36.	Shri R.L.K.Rao	General Manager, RPCD,	RBI
37.	Smt.Puspamitra Sahu	DGM,	RBI
38.	Smt. Maya Parhi	AGM	RBI
39.	Shri A.T.Sethi	AGM	RBI
40.	Dr.Samir Ranjan Behera	Asst.Advisor	RBI
<b>NABARD</b>			
41.	Shri S.M.Sahashrabudhi	GM	NABARD
42.	Shri Anand Bajpai	Dy.General Manager	NABARD
<b>SIDBI</b>			
<b>R-SETI</b>			
43.	Shri G. C. Mishra	State project Co-ordinator	MORD, GOI
<b>OSFC</b>			
<b>AGRIL. INSURANCE COMOANY OF INDIA LTD.</b>			
44.	Shri CH.B.N.Praharaj	Chief Regional Manager	Agril.Insurance Co. India Ltd.
<b>PUBLIC SECTOR BANKS</b>			
45.	Shri M.P.Murugan	AGM	Allahabad Bank
46.	Shri U.C.Mishra	Sr.Manager	Allahabad Bank
47.	Shri Sujit Kumar Das	DGM	Andhra Bank
48.	Shri R.N.Senapati	Sr.Manager	Andhra Bank
49.	Shri Jitendra Kumar Das	DGM	Bank of Boroda
50.	Shri D.Bahinipati	Sr.Manager	Bank of Boroda
51.	Shri Suresh Ch. Sarangi	DGM	Bank of India
52.	Shri D.S.Mohapatra	Manager	Bank of India

53.	Shri Rajendra Ku.Swain	DGM	Canara Bank
54.	Shri S.P.Mishra	Manager	Canara Bank
55.	Shri E.Ratan Kumar	DGM	Central Bank of India
56.	Shri L.N.Mukherjee	Manager	Central Bank of India
57.	Shri Haramohan Sahoo	Chief Manager	Corporation Bank
58.	Shri B.K.Mohanty	AGM	Dena Bank
59.	Shri Dinesh Sahu	AGM	IDBI Bank
60.	Shri Manoj Kumar Gupta	AGM	IDBI Bank
61.	Shri O.P.Ambasht	DGM & ZM	Indian Bank
62.	Shri S.R.Satpathy	Sr.Manager	Indian Bank
63.	Shri R.C.Pattnaik	AGM	Indian Overseas Bank
64.	Ms. Binodini Behera	Asst.Manager	Indian Overseas Bank
65.	Shri Gautam Sinha Ray	DGM	Oriental Bank of Commerce
66.	Shri J.K.Nayak	Chief Manager	Punjab & Sind Bank
67.	Shri S.K.Dokania	Circle Head	Punjab National Bank
68.	Shri L.K.Mishra	Sr.Manager	Punjab National Bank
69.	Shri SHREEKANT	DGM	SBI
70.	Shri S.N.Mishra	AGM(Agril.N.W.-II)	SBI ,LHO
71.	Shri B.K.Dash	Asst.General Manager	State Bank of Hyderabad
72.	Shri T.Ramchandra Bhanj	AGM	State Bank of Mysore
73.	Shri Gopal Krushna Patra	Manager	State Bank of Mysore
74.	Shri Saroj Kumar Acharya	AGM	State Bank of Travancore
75.	Shri K.T.Rai	Dy.General Manager	Syndicate Bank
76.	Shri S.R.Mohanty	Sr.Manager	Syndicate Bank
77.	Shri R.P.Mishra	DGM	Union Bank of India
78.	Shri S.K.Mohapatra	Sr.Manager	Union Bank of India
79.	Shri D.P.Singh	DGM & CRM	United Bank of India
80.	Shri K.P.Mishra	Officer,	United Bank of India
81.	Shri N.K.Dash	Zonal Manager,Bhubaneswar	UCO Bank
82.	Shri A.K.Golechha	Zonal Manager, Cuttack	-do-
83.	Shri A.K.Singh	Zonal Manager, Sambalpur.	-do-
84.	Shri Satish Kumar Gupta	AGM,SLBC	-do-
85.	Shri N.Swain	CM,SLBC	-do-
86.	Shri A.Lahiri	CM,Circle Office	-do-
87.	Shri Jagadish Dash	Sr.Manager (SLBC)	-do-

88.	Shri B.C.Dash	Manager (SLBC)	-do-
89.	Shri K.K.Kanungo	Sr.Manager,(PS to GM)	-do-
90.	Shri Sunil Kujur	Manager, Circle Office	-do-
91.	Shri Kedar Nayak	(SLBC)	-do-
92.	Shri N.N.Sethi	Manager	Vijaya Bank
<b>PRIVATE SECTOR BANKS</b>			
93.	Shri Binod Bihari Choudhury	VP &Circle Head	AXIS Bank
94.	Shri Narahari Sethi	Vice President	AXIS Bank
95.	Shri Satya Ranjan Rout	DVP	AXIS Bank
96.	Shri Sandip Kumar	Sr.Manager	Federal Bank
97.	Shri Debasis Senapati	Sr.Vice President &Zonal Head	HDFC Bank
98.	Shri Anant Pattnaik	DVP	HDFC Bank
99.	Shri P.K.Dash	AGM	ICICI Bank
100.	Shri Abhijeet Das	Chief Manager	ICICI Bank
101.	Shri Bibhu Prasad Mohanty	Branch Head	ING.Vysya Bank
102.	Shri Nilu Mohanty	Asst.Manager	Indus Ind Bank.
103.	Shri Ashutosh Rath	AVP	Kotak Mahindra Bank
104.	Shri Manoj Bisoyi	Sr.Manager	Kotak Mahindra Bank
105.	Shri Susant Kr. Mahapatra	Officer	Karnataka Bank
106.	Shri Mahesh Ku.Jaju	Asst.Manager	South Indian Bank
<b>RRBS</b>			
107.	Shri M.K.Patra	General Manager	Odisha Gramya Bank
108.	Shri Mukti Kanta Kar	General Manager	Utkal Gramya Bank
<b>ODISHA STATE CO-OPERATIVE BANK.</b>			
109.	Shri L.N.Tripathy	General Manager	OSCB
110.	Shri R.N.Rath	AGM	OSCB
<b>LEAD DISTRICT MANAGERS</b>			
<b>ANDHRA BANK</b>			
111.	Shri B.Khuntia	LDM	Ganjam
112.	Shri A.K.Panda	LDM	Gajapati
<b>BANK OF INDIA</b>			
113.	Shri K.C.Naik	LDM	Keonjhar
114.	Shri G.M.Murmu	LDM	Mayurbhanj
<b>STATE BANK OF INDIA</b>			
115.	Shri P.K.Pattnaik	LDM	Balangir
116.	Shri N.C.Sahu	LDM	Boudh
117.	Shri S.K.Khadanga	LDM	Bargarh

118.	Shri B.B.Rath	LDM	Deogarh
119.	Shri J.B.Nayak	LDM	Jajpur
120.	Shri P.K.Patel	LDM	Jharsuguda
121.	Shri S.C.Sethi	LDM	Khurdha
122.	Shri N.K.Das	LDM	Kandhamal
123.	Shri Binayak Mahapatra	LDM	Kalahandi
124.	Shri Prafulla Ku.Das	LDM	Kendrapara
125.	Shri B.G.Rao	LDM	Koraput
126.	Shri B.Lal	LDM	Malkangiri
127.	Shri Bipin Bihari Dash	LDM	Nayagarh
128.	Shri M.M.Kar	LDM	Nabarangpur
129.	Shri Niranjan Mallick	LDM	Nuapada
130.	Shri R.J.Achary	LDM	Rayagada
131.	Shri S.K.Mukhi	LDM	Sambalpur
132.	Shri S.P.Acharya	LDM	Sundergarh
133.	Shri Harihar Nanda	LDM	Sonepur
<b>UCO BANK</b>			
134.	Shri A.K.Chand	LDM	Angul
135.	Shri L.N.Swain	LDM	Balasore
136.	Shri P.K.Mohanty	LDM	Bhadrak
137.	Shri D.Behera	LDM	Cuttack
138.	Shri B.P.Tripathy	LDM	Dhenkanal
139.	Shri Rabindra Kumar Dash	LDM	Jagatsinghpur
140.	Shri Sambhu PrasadDash	LDM	Puri