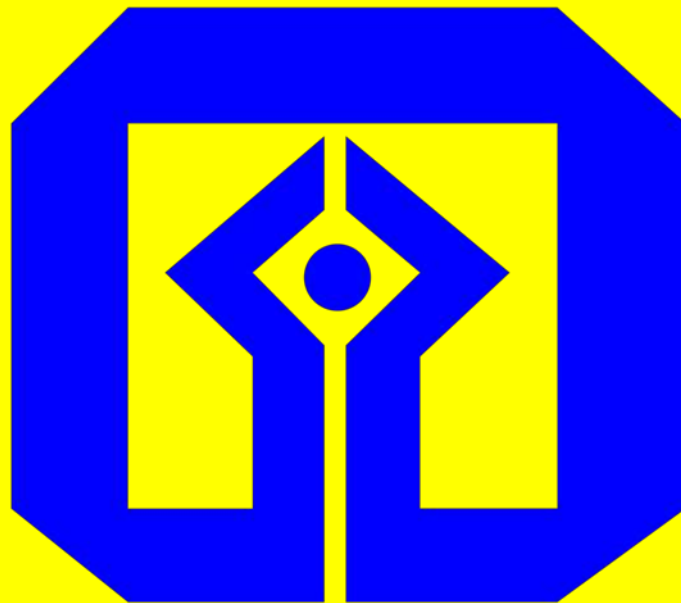


**PROCEEDINGS OF THE 158<sup>th</sup> & 159<sup>th</sup>  
STATE LEVEL BANKERS' COMMITTEE  
MEETING OF ODISHA HELD ON  
28.05.2020 FOR THE QUARTER  
ENDED DECEMBER 2019 & MARCH 2020**



**UCO BANK  
CONVENOR – SLBC, ODISHA**

यूको बैंक  
(भारत सरकार का उपक्रम)



UCO BANK

(A Govt. of India Undertaking)

सम्मान आपके विश्वास का

Honours Your Trust

STATE LEVEL BANKERS COMMITTEE, ODISHA

संदर्भ सं/Lt No-SLBC/ODI/220/2020-21

दिनांक / Date: 11.06.2020

राज्य स्तरीय बैंकर्स समिति, उड़ीशा के सभी सदस्य

All the Members of State Level Bankers' Committee, Odisha

महोदय/महोदया Sir/Madam,

विषय : 158वें एवं 159वें एस.एल.बी.सी. , बैठक हेतु कार्यवाहियां

Sub: Proceedings of the 158<sup>th</sup> & 159<sup>th</sup> SLBC Meeting of Odisha

हम दिनांक 28.05.2020 को आयोजित 158वें एवं 159वें एस.एल.बी.सी. , उड़ीशा की बैठक का कार्यवृत्त प्रेषित कर रहे हैं।

We are sending herewith the proceedings of 158<sup>th</sup> & 159<sup>th</sup> SLBC Meeting of Odisha held on 28.05.2020 .

हम आपसे अनुरोध करते हैं कि आप अपने विभाग/ कार्यालय/संस्था से संबंधित मामलों पर तत्काल कार्रवाई करें। आपके द्वारा इस स्तर पर की गई कार्रवाई से हमारे कार्यालय को अवश्य अवगत कराएं ताकि अगली एस.एल.बी.सी. बैठक में इसे शामिल किया जाए।

We would request you to initiate action on the points related to your Department / Office / Organization immediately. The action taken report may please be intimated to us to apprise in the next SLBC Meeting.

शुभकामनाओं सहित / With regards,

भवदीय / Yours faithfully,

(एल. बेहरा / L. Behera)

प्रभारी, एस.एल.बी.सी., उड़ीशा

Incharge, SLBC, Odisha

अनुलग्नक Enclo: यथोक्त As stated above



## **PROCEEDINGS OF THE 158<sup>th</sup> & 159<sup>th</sup> SLBC MEETING HELD ON 28.05.2020**

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The 158<sup>th</sup> & 159<sup>th</sup> SLBC Meeting of Odisha was held on 28.05.2020 under the Chairmanship of Shri A.K.Goel, MD & CEO, UCO Bank through Video Conferencing in the presence of:

Shri Niranjan Pujari, Hon'ble Minister of Finance & Excise, Govt. of Odisha

Shri Asit Tripathy, Chief Secretary, Govt of Odisha

Shri Suresh Ch. Mohapatra, Development Commissioner cum Additional Chief Secretary, Govt. Of Odisha

Shri A.K.K. Meena, Principal Secretary, Finance, Govt of Odisha

Shri Hemant Sharma, Principal Secretary, Industries, Govt. of Odisha

Shri P.K. Biswal, Special Secretary cum Director, Institutional Finance, Govt. Of Odisha

Shri R. Raghu Prasad, Commissioner-cum-Secretary, Fisheries & Animal Resources Department

Shri A.K. Dogra, Deputy Secretary, Department of Financial Services, Ministry of Finance, Govt. of India participated from New Delhi

Shri M.K. Mall, Regional Director, RBI, Bhubaneswar

Shri M. Chandrasekhar, Chief General Manager, NABARD

Shri Sanjay Kumar, GM, UCO Bank-cum-Convenor, SLBC, Odisha

The list of participants is annexed.

At the outset, GM, UCO Bank-cum-Convenor, SLBC, Odisha welcomed all the esteemed dignitaries and the Principal Secretaries, Directors, Senior Officials of Government of Odisha, RBI, NABARD, Senior Officials of Department of Financial Services (DFS), Govt. of India and Controlling Heads of different Banks, representative of SIDBI, Insurance Companies, Lead District Managers & other participants of the Meeting.



He appraised the house that, this 158<sup>th</sup> & 159<sup>th</sup> SLBC Meeting is being held jointly for the quarters ended December, 2019 and March, 2020 through Video Conference due to outbreak of Coronavirus Pandemic.

He thanked RBI, Bhubaneswar for ensuring the availability of sufficient cash with all the 120 Currency Chests in the State and informed the house that, 26 Mobile ATM Vans are now operating in the State.

He expressed his sincere appreciation and gratitude to all the COVID warriors for their tireless services during this pandemic. He also thanked the Principal Secretary, Finance, Govt. of Odisha and other Senior Officers of State Government & local administration for providing support and guidance to banks and other financial institutions, which rose to the occasion to provide uninterrupted banking service in the State during this lockdown period.

### **KEY NOTE ADDRESS BY MD & CEO, UCO BANK –CUM- CHAIRMAN, SLBC**

The MD & CEO, Head Office, UCO Bank –cum- Chairman SLBC, Odisha addressed the forum from Kolkata & welcomed all the dignitaries and participants to the 158<sup>th</sup> & 159<sup>th</sup> SLBC Meeting being held jointly for the December, 2019 and March, 2020 quarters through video conference due to the outbreak of CORONA pandemic.

At the outset he stated that, the entire world is passing through a very challenging, difficult and testing time during this pandemic, which has not only affected the human lives but also has adversely affected the entire economy of the country and the world.

He congratulated the State Government for effectively managing the COVID-19 pandemic in the State. He thanked Principal Secretary, Finance and other officers of the Government & local administration including local police for providing guidelines and support for keeping all the 5450 bank branches, 6760 ATMs & 10344 Banking Correspondents (BCs) in the State operational during this lockdown period. He also appreciated the role played by banks in successfully distributing the PMGKY assistance to the women PMJDY beneficiaries in two tranches.

He highlighted the role of RBI in providing relaxation to borrowers in servicing interest and installments of their loan accounts by releasing the first COVID-19-Regulatory Package on 27.03.2020, thereby permitting to grant moratorium of three months on payment of all installments falling due between March 1, 2020 and May 31, 2020. Again as per the directive on 23.05.2020 RBI further granted the moratorium for another three months, i.e. up to August 31, 2020.



He praised the State Government for taking proactive steps to minimize the loss of lives during the cyclonic storm “Amphan”, which hit the Odisha coast on 20.05.2020. He appreciated the steps taken by banks in deploying 13 Mobile ATM Vans in the affected coastal districts of the State for providing instant withdrawal facility to the people of those areas. He also praised RBI, Bhubaneswar for ensuring cash availability in the bank branches of the affected districts.

He hailed the excellent performance in MSME Sector but expressed his concern for the poor growth in Agriculture & Allied activities in the State. He exhorted all the banks to focus more on these sectors to achieve the target set in the Annual Credit Plan, 2020-21.

At last, he expressed his gratitude to all the COVID Warriors of the State.

### **HIGHLIGHTS OF ADDRESS OF HON'BLE MINISTER OF FINANCE & EXCISE, GOVERNMENT OF ODISHA**

Hon'ble Minister of Finance & Excise, Govt. of Odisha expressed his concern as the whole world is passing through a very difficult time of human history on account of this COVID-19 Pandemic, which has adversely affected the socio-cultural life and posed a challenge to the healthcare system and economy of the country as well. He stated that, in this critical hour, the banking community has a vital role to play in the revival of the economy and providing livelihood opportunities to the migrant labourers and rural poor through various meaningful interventions. On behalf of the State Government, he expressed his sincere gratitude to the banking fraternity for taking many initiatives, like providing uninterrupted banking services, deploying Mobile ATM Vans in the containment zones and for taking up various CSR activities during the lockdown period. He exhorted all banks to tap the huge potential in different sectors in the State. He expressed his concern for the poor credit off take in the Priority Sector, particularly in the Agriculture & Allied Sector. He appraised the house that, State Government has recently come out with an ordinance for the sharecroppers, by which they will be eligible for institutional credit. He asked the commercial banks to provide credit to the sharecroppers in a big way to enhance the Agricultural credit of the State.

He appealed to all the banks for providing assistance to the people and migrant workers of the State under Atma Nirbhar Bharat Scheme, launched by Government of India in different sectors including Agriculture & Allied Sector, MSME and SHG Sectors.



## **Proceedings of the 158<sup>th</sup> & 159<sup>th</sup> SLBC Meeting**

He expressed his concern for the lack of brick & mortar branches in rural areas, for which the aim of last mile delivery of financial services are not achieved in the State. He praised the role played by India Post Payment Bank in providing cash delivery to the people at their doorstep in rural areas and appraised the house that, recently, State Government has issued instructions to the Collectors for allowing operation of the Postal personnel in GP headquarters every day from 7.00 AM to 11.00 AM for disbursement of cash through Aadhar Enabled Payment System (AEPS). This will go a long way in mitigating the hardship of the people.

As our State is frequented by natural calamities almost every year, he suggested that, each major bank in the State should have at least one AEPS based Mobile ATM Van stationed in each revenue division of the State, so that, during normal time, they may be deployed in weekly haats in the remote areas without any banking facility and during the time of natural disasters, they may be mobilized to the affected areas to dispense cash to the affected people.

### **HIGHLIGHTS OF ADDRESS OF CHIEF SECRETARY, GOVERNMENT OF ODISHA**

Chief Secretary, Govt. Of Odisha expressed his concern for the complete stoppage of economic activities in the State during this CORONA pandemic except in agriculture and said that, State Government is monitoring the situation closely and coming up with a number of measures time to time to counter this pandemic.

He advised all the bankers to take the help of initiatives announced by RBI under Atma Nirbhar Bharat Scheme, launched by Government of India. The working capital and term loan enhancement of 20% will be very useful during this time of crisis. He urged the bank to sensitize all the 1000 MSMEs to avail these facilities to tide over this difficult situation.

He expressed his concern for the structural deficiencies in the banking sector in the State including low presence of brick & mortar branches in rural areas. Recently State Government has submitted a list of 65 new brick & mortar branches to be opened in unbanked GPs and he requested the Chairman, SLBC to monitor the opening of these branches in a time bound manner within this financial year.

Chief Secretary, Govt. Of Odisha stated that almost half of the State do not have broadband and mobile connectivity for which banks are unable to operate to their full potential and urged the Central Government to improve the broadband and mobile connectivity in the State.



He expressed his concern for low CD Ratio of less than 40% in 12 districts and urged the LDMs of these districts to closely monitor the achievement of Annual Credit Plan for the FY 2020-21 fixed at Rs.90,000 crore, which is Rs.15,000 crore higher than the previous year target.

Lastly, he thanked the SLBC, RBI, NABARD, Finance Department and the banking fraternity in the State for their tireless service during this COVID-19 crisis.

### **HIGHLIGHTS OF ADDRESS OF DEVELOPMENT COMMISSIONER-CUM-ADDITIONAL CHIEF SECRETARY, GOVERNMENT OF ODISHA**

Development Commissioner cum Additional Chief Secretary, Govt of Odisha informed the house that, many restrictions imposed during the lockdown has been relaxed and this is the opportune time to gear up our economic activities, which came to a standstill during this period.

He stated that, in our state, more than 50% of the population depends on agriculture & allied sector and small enterprise sector and their risk taking ability is quite low. So banks and other financial institutions can help them to come out of this CORONA crisis by providing hassle free credit to them. He assured the banks that, State Government is committed to provide all the support needed in their effort for reviving the economy of the State.

He urged the people the State to open bank accounts as DBT is the call of the day and the financial assistance by State and Central Government schemes are being transferred directly to the accounts of the beneficiaries.

He asked the banks to open banking outlets in the unbanked rural areas as State Government has agreed to provide building and infrastructure in the GPs for this purpose.

As recently Govt. of India and RBI have come up with a number of initiatives and schemes to tide over the economic crisis, he urged the banks to implement these schemes wholeheartedly for the revival of economy of the State.

He also requested all the banks to take the help of strong SHG network in the State to gear up the economic activities.

He thanked the bankers for providing uninterrupted banking service and ensuring availability of sufficient cash in the bank branches and ATMs during this lockdown period.



## **HIGHLIGHTS OF ADDRESS OF PRINCIPAL SECRETARY, FINANCE, GOVERNMENT OF ODISHA**

Principal Secretary, Finance expressed his gratitude to bankers for their tireless service during the lockdown period and informed the house that Finance Department along with SLBC has issued 19 advisories during this period to smoothen the banking operation in the State.

He appraised the house that a Special SLBC Meeting through Video Conference was held on 24.04.2020 to monitor the activities of Banks and Insurance Companies during the period of lockdown due to COVID-19 and subsequently two SLBC Sub committee Meetings on Agriculture and MSME were also held.

He informed the house that Annual Credit Plan for 2020-21 is fixed at Rs.90,000 Crore, which is Rs.15,000 Crore more than the previous year and appealed to all the banks operating in the State to put all their efforts for achieving this target.

He expressed his satisfaction for the achievement of ACP target in MSME sector as on 31.03.2020 which is 180% of the target but registered his dissatisfaction over the poor performance in agriculture sector and extremely poor performance in non-farm sector lending like fisheries, dairy and animal husbandry. He requested all the banks to clear the pending applications in these sectors with top priority.

He stated that, as per the direction of Secretary, Department of Financial Services (DFS), Ministry of Finance, Government of India during 156<sup>th</sup> SLBC meeting, a committee was constituted under Special Secretary-cum- Director, Institutional Finance to suggest opening of new brick & mortar branches in unbanked GPs. The Committee has suggested for opening of 65 new B & M branches in unbanked GPs by June 30, 2020. He reminded the Controlling Heads of concerned banks to open these branches as per the list provided. He exhorted all the banks also to provide alternate services in the remote areas of the State such as through Business Correspondents (BCs), using SHGs as BCs and by setting up ATMs, Micro ATMs in unbanked GPs.

He informed the house that for providing last mile delivery of banking facilities, Finance Department in coordination with Postal Department of the State have recently adopted a system of distribution of cash by Postman at GP headquarters on every working days from 8 AM to 11 AM through Aadhar enabled Micro ATMs. As reported by Postal authorities, 8058 Micro ATMs have been provided to the Postman for disbursement of cash in rural areas and as on 20.05.2020, Rs.37.68 Crore have been distributed to 1,95,243 beneficiaries by this facility.





## **Proceedings of the 158<sup>th</sup> & 159<sup>th</sup> SLBC Meeting**

He also appraised the house that, Finance Department with CEFT (Center of Excellence in Fiscal Policy and Taxation) is monitoring the credit flow of Banks on regular basis in three sectors, i.e. Agriculture & Allied, MSME and SHG sector. This analysis on real time basis will definitely help to monitor and to take corrective steps for the increase of credit to these sectors.

Principal Secretary, Finance directed all the District Small Savings & Financial Inclusion Officers to work closely with the banks for recovery of NPA and overdue accounts. He exhorted all the banks to take advantage of the Rs.20 lakh crore Economic Package announced by the Central Government. He said that, the role of the bankers are critical, as more than 50% of this package will be routed through the banks and assured the help of the State Government machinery in the task of revival of economy of the State after COVID-19 pandemic.

Principal Secretary, Finance suggested that all major banks in the State should have at least 3 Mobile ATM Vans stationed in each revenue division of the State, i.e, Cuttack, Sambalpur & Berhampur which can be mobilized to the affected areas during the time of natural calamity. During normal time they may be deployed in weekly haats in the remote areas without any banking facility. He advised all Controlling Heads to deploy three Mobile ATMs within one month and SLBC to monitor these Mobile ATMs which will be helpful during COVID 19 crisis.

At last, he recorded his appreciation for the good work done by Ms. Praveena Kala, Chief General Manager, State Bank of India, on her superannuation on 31<sup>st</sup> May, 2020 and highlighted the role played by SBI in financing WSHGs in collaboration with Mission Shakti to help the rural poor in the State.

### **HIGHLIGHTS OF ADDRESS OF REGIONAL DIRECTOR, RBI, BHUBANESWAR**

Regional Director, RBI, Bhubaneswar highlighted the importance of cash at the time of COVID 19 crisis and appraised the house about the steps taken by RBI, Bhubaneswar to ensure availability of sufficient cash in the currency chests and all the bank branches in the State. He thanked SLBC and all the banks for arranging to hold this meeting through Video Conference amidst the pandemic and appreciated the banking fraternity for providing uninterrupted banking service in the State during this period.

He appraised the house that the report of National Financial Inclusion Strategy has been accepted and it was released on 10.01.2020 at Agartala, where a number of targets were fixed. But the immediate target is to open banking facilities within 5 km radius of each and every village and a strategy has been finalized to identify the places where no banking facilities are available and covering the same by allocating



to banks in the SLBC Sub Committee on Financial Inclusion. He stressed upon converting this crisis as an opportunity in pushing digital transactions which ultimately will help in containing the spread of virus and urged UCO Bank and SBI to step up the efforts for 100% digitization of districts of Cuttack and Bolangir as the time available is shortened due to pandemic.

All the dignitaries and participants unequivocally appreciated the efforts of all the COVID warriors for their tireless services during this pandemic and expressed their gratitude. They thanked the State Government, Local administration for providing support and guidance to banks and other financial institutions, which rose to the occasion to provide uninterrupted banking service in the State during this lockdown period.

Thereafter the Agenda wise discussions were held and the following action points were emanated from the discussion as mentioned below.

### **Major issues raised in the meeting**

<b>Sl.</b>	<b>Issues</b>	<b>Issue raised by</b>	<b>Action to be taken by</b>
1	Deployment of at least three Mobile ATM Vans by each major bank in the three divisions of the State. Major banks to deploy Mobile ATMs within one month and submit the list of deployment to Convenor, SLBC.	Hon'ble Minister of Finance & Excise, Govt. of Odisha  Principal Secretary, Finance	Major banks viz Bank of Baroda, Bank of India, Canara Bank, Central Bank of India, Indian Bank, Indian Overseas Bank, Punjab National Bank, State Bank of India, UCO Bank, Union Bank of India, Axis Bank, Bandhan Bank, DCB Bank Ltd., HDFC Bank, ICICI Bank, IDBI Bank, IndusInd Bank, Odisha Gramya Bank, Utkal Grameen Bank & Suryoday Small Finance Bank



2	Providing incentives to PSBs on deployment of Mobile ATM Vans, in line with incentive being provided by NABARD to RRBs & Co-operative Banks.	Convenor, SLBC	NABARD A meeting to be covered by NABARD with major banks on this issue.
3	Institutional Credit for the sharecroppers	Hon'ble Minister of Finance & Excise, Govt. of Odisha	Agriculture & Farmers' Empowerment Department, Government of Odisha to come up with detail guidelines on this issue for further action
4	Opening of 65 brick & mortar branches in unbanked identified GPs	Chief Secretary, Govt. Of Odisha	All the allotted banks viz State Bank of India, Punjab National Bank, Canara Bank, Bank of India, UCO Bank, Union Bank of India, Bank of Baroda, Indian Overseas Bank, Indian Bank, HDFC Bank, ICICI Bank, Axis Bank, Bandhan Bank, Kotak Mahindra Bank, IDFC First Bank, Jana SFB, Ujjivan SFB, Suryodaya SFB & Utkarsh SFB
5	Minimum loan size for SHGs to be fixed at Rs.2 lakh or 6 times of corpus fund, whichever is higher.	Mission Shakti	RBI / All banks SLBC, Odisha to convene a meeting with all banks.
6	A dedicated official from each bank to be designated to coordinate all the SHG related activities	Mission Shakti	All banks SLBC, Odisha to collect the name from each bank.
7	Release of Subsidy of Pisciculture loan of 184 cases amounting to Rs.59.17 lakh for FY 2015-16 and 73 cases	Canara Bank	Fisheries & Animal Resources Department - Director of Fisheries will convene a meeting



	amounting to Rs.21.44 lakh for FY 2016-17, financed by Canara Bank		with SLBC and Canara Bank to sort out the issues.
8	Dish antennas installed at bank branches and ATM sites to be brought down to safe places during the period of cyclone.	State Bank of India	Director, Institutional Finance to come up with a SOP with regard to managing the ATM/branches during period of calamity as directed by the Principal Secretary, Finance

## **AGENDA NO. 1**

### **Confirmation of Proceedings of 157<sup>th</sup> SLBC Meeting held on 21.12.2019 at Bhubaneswar.**

The Proceedings of the 157<sup>th</sup> SLBC Meeting held on 21.12.2019 was circulated among all the members of SLBC vide our letter No. SLBC/ODI/561/2019-20 dated 03.02.2020. Since no comments have been received from any quarter, the same was confirmed by the house.

## **AGENDA NO. 2**

### **Steps taken for uninterrupted Banking Service in the State on the wake of outbreak of CORONA pandemic.**

- RBI, Bhubaneswar ensured the availability of sufficient cash in the banks.
- Banks were allowed to operate with minimum staff strength during the lockdown period.
- Uninterrupted customer service through digital platforms was ensured by all the banks.
- Emergency banking facilities were provided through mobile ATMs, POS machines and Business Correspondents at fixed points in Gram Panchayats.
- Services of Postal Department were utilized for withdrawal of cash by account holders of other banks through Aadhar enabled Payment Services through India Post Payments Bank (IPPB) and other facilities of Postal Department.
- As per the directive from DFS, to avoid overcrowding, banks followed the modalities of staggering of withdrawal of DBT money for women account holders in PMJDY & PM-GKY accounts.



Special SLBC Meeting was held through video conferencing on 24.04.2020 to monitor the activities of Banks during the period of lockdown due to COVID-19 and credit to be provided by Banks in Agricultural, MSME & SHG Sectors during this period of pandemic. Banks have also started Emergency Relief Scheme for existing borrowers in MSME, Corporate, Agriculture, SHG and Retail sector.

## **AGENDA NO. 3**

### **Financial Inclusion and Banking Infrastructure**

#### **(a) Opening of Brick & Mortar Bank Branches / Business Correspondents in Unbanked Gram Panchayats:**

As per the decision of Special SLBC and 156<sup>th</sup> SLBC Meeting held on 30.09.2019, a Committee was constituted under the Chairmanship of Special Secretary Cum Director, Institutional Finance, Finance Department to examine the issue of opening of Brick & Mortar Bank Branches in Unbanked Gram Panchayats. The Committee, in its letter dated 03.03.2020 has already submitted its final report to DFS, Ministry of Finance, Government of India for opening of Brick & Mortar branches in 65 unbanked GPs.

SLBC has circulated the list to all banks and has allocated GPs to different banks for opening of brick & mortar branches.

One Brick & Mortar branch has already been opened at Birikote GP of Gajapati district by Axis Bank and work is going on at Huma GP in Sambalpur district. Out of 65 proposed brick & mortar bank branches only one bank branch has been opened.

SLBC has convened a meeting with the Controlling Heads of concerned banks on 04.06.2020 to ascertain the present status of opening B&M branch in these GPs.

#### **(b) Villages inadequately covered or uncovered by Financial Infrastructure on Jan Dhan Darshak GIS App.**

As per DFS, Ministry of Finance, Govt. of India, 45,036 no. of villages of Odisha are mapped in Jan Dhan Darshak App where 376 villages are uncovered which does not have Branch / IPPB / BC.

SLBC has already shared the data to all banks with a request to update the covered villages in Jan Dhan Darshak App and also requested all concerned Banks to kindly arrange to open banking outlets in the allocated villages.



### **(c) Connectivity**

As reported by GM, BSNL, status as on 18.05.2020 of BharatNet Phase-I covering 18 districts was that, 3810 no. of GPs have been connected through Optical Fibre Cable out of total 3991 GPs.

Chief Secretary, Govt. Of Odisha stated that almost half of the State does not have broadband and mobile connectivity for which banks are unable to operate to their full potential and urged the Central Government to improve the broadband and mobile connectivity in the State.

### **(d) Progress on implementation DBTL in our State.**

LPG and Bank Aadhaar Seeding Status as on 31.03.2020 as reported by Odisha State Office, Indian Oil Bhavan, Bhubaneswar.

1. Total no of LPG distributors in the State – 941
2. No of LPG Consumers –85,88,263
3. % of LPG Aadhaar Seeding 96.27
4. % of Bank Aadhaar Seeding (ATC)– 78.23
5. % of Bank Account Seeding verified (BTC)– 17.84
6. % of Cash Transfer Compliant (CTC= ATC + BTC) – 96.07

### **(e) Aadhaar Number Seeding**

As reported by the UIDAI, Bhubaneswar

1. As on 31.03.2020; total population eligible for Aadhaar enrolment- 4,58,61,035
2. Total Enrolment- 4,43,05,728
3. Enrolment % on population- 96.61
4. Aadhaar generated- 4,43,05,728

## **AGENDA NO.4**

### **Annual Credit Plan / Priority Sector Lending / Sectoral Financing**

#### **(a) Target vs. Achievement of Annual Credit Plan (ACP) 2019-20 under Priority Sector**

Principal Secretary, Finance informed the house that Annual Credit Plan for 2020-21 is fixed at Rs.90,000 Crore, which is Rs.15,000 Crore more than the previous year and appealed to all the banks operating in the State to put all their efforts for achieving this target.



## **Proceedings of the 158<sup>th</sup> & 159<sup>th</sup> SLBC Meeting**

Convenor, SLBC reported that overall achievement under ACP under Priority Sector is 95.36% during the period 01.04.2019 to 31.03.2020. The achievements under Agriculture & MSME are 69.41% and 180.32% respectively. In Crop loan, Fishery and Dairy loans, achievement percentage during this period are 72.75%, 19.52% and 20.52% respectively.

### **(b) Agriculture**

Principal Secretary, Finance expressed his concern regarding poor Priority Sector lending, particularly in agriculture sector and extremely poor non-farm sector lending in fisheries, dairy and animal husbandry

#### **Crop Loan & Term Loan**

The overall achievement under ACP under Crop Loan and Term Loan are 72.75% and 66.83% respectively during the period 01.04.2019 to 31.03.2020.

#### **Kissan Credit Card (KCC)**

It is observed that Banks have disbursed Rs.19,282.65 crore in 38,80,054 KCC accounts during 01.04.2019 to 31.03.2020, out of which 6,03,059 fresh KCC have been issued disbursing Rs 3,633.67 Crore. Total outstanding balance as on 31.03.2020 was Rs.21,948.90 crore in 47,70,814 KCC accounts.

#### **Agriculture Allied Sectors (Fishery & Dairy)**

##### **Disbursement for the period from 01.04.2019 to 31.03.2020**

(Amt in Rs. Cr.)

<b>Name of the scheme</b>	<b>No. of account</b>	<b>Disbursement Amount</b>
Dairy(Including DEDS)	48,576	338.63
Fishery	15,423	222.69
Poultry	71,724	503.00
Other allied (Goatery, piggery etc)	6,95,044	3,877.89
<b>Total</b>	<b>8,30,767</b>	<b>4,942.21</b>

Commissioner-cum-Secretary, Fisheries & Animal Resources Department expressed his deep concern for poor credit growth in this sector, despite phenomenal absolute growth in last 20 years. He exhorted all banks to provide finance to this sector under MKUY, the flagship scheme of our State Government.

CGM, SBI raised the issue that insurance coverage are not available in Poultry financing, so banks are apprehensive to provide finance to this sector.



## **Proceedings of the 158<sup>th</sup> & 159<sup>th</sup> SLBC Meeting**

GM, UCO Bank-cum-Convenor, SLBC, Odisha, requested to make the subsidy management of MKUY loans to front ended instead of back ended. He clarified that many capital-intensive projects in Agriculture & allied activities are not coming up, as the applicants do not have adequate collateral security to offer. To mitigate this problem, the subsidy from the Government should be front ended instead of back ended. This will also reduce the loan component to be availed by the applicants and simultaneously save on interest expenses.

In reply to the issues raised, Principal Secretary, Finance advised to sort out these issues in the next Sub-committee meeting of SLBC on Fisheries & Animal Husbandry.6

### **Doubling of Farmers' Income by 2022-Strategy for Odisha**

Commissioner-cum-Secretary, Fisheries & Animal Resources Department stated that by providing adequate credit to Fishery, Dairy & Poultry the target of to double the income of the farmers by 2022 can be achieved. He urged the banks to extend credit under MKUY, the flagship scheme of the State Government to increase the flow of credit to this sector.

### **Farmers' Producers Organisation**

For the formation and nurturing of Farmers Producer Organisations in the State of Odisha, NABARD has signed an MOU with Department of Agriculture and Farmers Empowerment, Govt., of Odisha on 13 November 2018 for promotion, nurturing and building the capacity of FPOs broadly in terms of governance, finance, market linkage including procurement, packaging and networking etc., and also to provide handholding support to existing FPOs in the State.

Department of Agriculture and Farmers Empowerment, Govt., of Odisha has also drafted a comprehensive policy on promotion and nurturing of FPOs in the State to create a conducive environment for FPOs by integrating and promoting the activities involved in the field of Agriculture and allied sector, Food Processing, Agri-Business, Warehousing and Logistics Sectors through focused attention, global technologies and necessary infrastructure facilities.

NABARD, Odisha RO has sanctioned 232 FPOs and they are at different stages of progress. Banks need to provide necessary financial assistance to the eligible FPOs. In this connection, Govt. of Odisha has set up a Guarantee Fund, on pilot basis, with an initial contribution of Rs.10 crore and appointed NABKISAN (subsidiary of NABARD) as the "Fund Administering Agency" to provide guarantee cover to eligible FPOs (in respect of financial assistance availed by them from eligible financing agencies) operating in the State. Govt. of Odisha signed an MoU with NABKISAN during the year 2018 in this regard. Chief General Manager, NABARD advised all banks to provide loans to these FPOs operating in the State.





**(c) Education Loan**

All commercial banks have disbursed Rs. 329.76 Crore in 13,364 accounts during 01.04.2019 to 31.03.2020. The balance outstanding as on 31.03.2020 was Rs. 1,661.85 Crore in 56,868 accounts.

**(d) Housing Loan**

All Commercial Banks have disbursed Rs.3,082.50 Crore in 28,004 accounts during 01.04.2019 to 31.03.2020. The balance outstanding as on 31.03.2020 was Rs. 15,448.31 Crore in 1,75,018 accounts.

**AGENDA NO.5**

**Credit Deposit Ratio**

Sambalpur district registered a CD ratio of 31.02% only on account of MCL deposit of Rs.12,276.99.00 Crore. If this amount is excluded, the CD Ratio will be 62.40%.

It is observed that 4 districts namely Bargarh, Boudh, Jajpur, Jharsuguda and Sonepur have achieved CD ratio of more than 60% & 12 Districts have registered CD ratio below 40%, namely Angul, Deogarh, Gajapati, Ganjam, Jagatsinghpur, Kandhamal, Kendrapara, Keonjhar, Malkangiri, Mayurbhanj, Puri & Sambalpur.

Principal Secretary, Finance expressed his concern for low CD Ratio of less than 40% in 12 districts and urged the LDMs of these districts to closely monitor the achievement of Annual Credit Plan for the FY 2020-21 fixed at Rs.90,000 crore, which is Rs.15,000 crore higher than the previous year target.

**AGENDA NO.6**

**(a) Financing to MSME Sector**

**Micro, Small and Medium Enterprises (MSMEs)**

Principal Secretary, Industries, Govt. of Odisha expressed his happiness and congratulated all the banks for surpassing the target set for MSME loan in ACP 2019-20 and exhorted to achieve this year's ambitious target of Rs.30,400 crore set for MSME sector.

He stated that the geographical spread of MSME loan applications in the State is restricted to 4 to 5 clusters only and advised all concerned to work towards creation of demand for credit in this sector.



**(b) Govt. Sponsored Programmes PMEGP– Govt. of India**

Principal Secretary, Industries, Govt. of Odisha informed the house that, in the last 5 years, the Margin Money disbursement target has been achieved but in the FY 2019-20 achievements is only 85%. He asked for Head Office level monitoring for all banks to achieve the target set for this Central Government scheme and requested for disposal of approximately 10,000 PMEGP applications pending at branch level of different banks

Applications uploaded in the PMEGP portal may please be scrutinized by the Industries Department. Only viable proposal may be forwarded to banks for sanction, to avoid delay and rejection.

**AGENDA NO. 7**

**Central Government Sponsored Schemes – PMFBY, DAY-NRLM, DAY-NULM, PMAY etc.**

**(a) Financing under Self Help Groups (SHGs)**

All banks have disbursed Rs. 2,315.53 Crore in 2,02,604 accounts during 01.04.2019 to 31.03.2020 against the target of Rs.2,300.00 Crore in 1,64,650 accounts.

**Loan amount to WSHG Members**

It was decided in the 10<sup>th</sup> Sub-Committee of SLBC on Rural Credit held on 31<sup>st</sup> January 2020 that the minimum loan size to WSHG members should be Rs. 2.00 lacs instead of average loan size of Rs. 1.50 lacs.

It was clarified that as per RBI circular no. RBI/2019-20/105 dated 26.11.2019, loan amount for SHGs is 6 times of the existing corpus or minimum Rs. 1 Lakh whichever is higher. In view of the above direction of RBI, increasing the loan amount to Rs. 2 lakh, irrespective of corpus fund requires modification of RBI Circular. It was requested to Regional Director, RBI to take up the matter with appropriate authority for allowing the banks to provide minimum loan size of Rs. 2 lakh to SHGs irrespective of their corpus fund.

**Positioning of Bank Mitra and formation of BLRC Committee**

It has been decided to saturate positioning of Bank Mitra and formation of BLRC (Bank Linkage and Recovery Committee) at all Bank Branches engaged in WSHG Bank Linkage. Though 3,471 Bank branches are involved in Financing of SHGs, only 1,065 BLRC ,i.e, 31% have been formed in Bank Branches. Banks are requested to advise their branches to expedite the formation BLRC for facilitating Bank linkage and NPA recovery.

As regards **1511 Bank Mitra** are positioned till date, DMMUs are in the process of selection of Bank Mitra and by end of March 2020, Bank Mitra will be positioned in all



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Branches in Intensive Blocks. In Non-Intensive Blocks after formation of rudimentary GPLF, the Bank Mitra will be positioned.

### **Arrangements to facilitate MUDRA loans for SHG Members**

Hon'ble Minister for Finance, Govt of India in the budget speech for the year 2019-20 inter alia announced **“One Woman in every SHG will be made eligible for a loan up to Rs.1.00 lakh under the MUDRA scheme”**. In view of the above, NRLM has allotted a target to our State for linking 68,000 SHG members under MUDRA for FY 2019-20. In this regard all Banks are requested to issue suitable instructions to their Branches.

### **“Mission one GP one BC Sakhi” Roll out Plan**

DAY-NRLM, MORD, Govt of India has advised ROLL OUT PLAN called **“Mission one GP one BC sakhi”** for positioning of WSHG members as BC Agents. DFS, Government of India has advised all Banks to deploy WSHG members as BC in the Sub Service Area as per their requirements. NRLM has decided to scale-up this intervention across all states and has suggested to create a pool of 1.25 lac trained and certified women SHG members as BC Sakhi in next 3 years with a target of 50,000 BC Sakhis in next one year.

MoRD has signed an MOU with CSC e-Governance services India LTD to implement DIGI pay services like AEPS withdrawal & fund transfer through android mobile. OLM is in a process to engage Woman SHG members as DIGI pay Sakhi subsequently may engage them as BC agent in their SSA.

### **(b) Crop Insurance**

#### **Pradhan Mantri Fasal Bima Yojana (PMFBY) for Kharif 2019**

Details of the Farmers covered under PMFBY for Kharif 2019 & Rabi 2019-20 is given below

<b>Kharif 2019</b>						
<b>Farmers Covered</b>	<b>Loanee Farmers</b>	<b>Non Loanee Farmers</b>	<b>Farmer's Premium (in Crore)</b>	<b>Gross Premium (in Crore)</b>	<b>Sum Insured (in Crore)</b>	<b>Area Insured (in '000 Ha)</b>
47,60,232	28,77,840	18,82,392	241.75	2,201.03	12,077.31	1852

<b>Rabi 2019-20</b>						
<b>Farmers Covered</b>	<b>Loanee Farmers</b>	<b>Non Loanee Farmers</b>	<b>Farmer's Premium (in Crore)</b>	<b>Gross Premium (in Crore)</b>	<b>Sum Insured (in Crore)</b>	<b>Area Insured (in '000 Ha)</b>
202676	188760	13916	6.67	10.92	446.25	66.27



**(e) Progress of Pradhan Mantri MUDRA Yojana (PMMY) in Odisha for the period 01.04.2019 to 31.03.2020**

All Banks and Financial Institutions have sanctioned an amount of Rs. 15,414.74 Crore and disbursed Rs.15,154.35 Crores as on 31.03.2020 during the financial year 2019-20.

**(f) PMAY-Housing for all-Credit Linked Subsidy Scheme (CLSS)**

Ministry of Housing and Urban Affairs in June 2015 introduced CLSS under PMAU(U) in order to expand institutional credit flow to the housing needs of urban poor in implementing credit linked subsidy component as a demand side intervention. National Housing Bank (NHB) has been identified as one of the Central Nodal Agencies (CNAs) to channelize this subsidy to the lending institutions and for monitoring the progress of this component.

In this regard, Ministry of Housing and Urban Affairs, Govt. of India with coordination with SBI, Bhubaneswar has conducted an Exposure Workshop regarding PMAY (Pradhan Mantri Awas Yojana), CLSS (Credit Linked Subsidy Scheme) & CLSS Awas Portal (CLAP) for all Primary Lending Institutions (PLIs) in Odisha region on 08<sup>th</sup> February 2020 where dignitaries from Central/State Govt. & NHB has also interacted with the participants and sensitized the Primary Lending Institutions about the schemes.

**(g) Stand Up India Scheme**

As per guidelines of Stand up India, each branch of a scheduled bank is expected to extend loans to **at least one SC/ST and minimum one woman entrepreneur** under this scheme.

Against a target of **5,830** applications for 2019-20 as on 31<sup>st</sup> March 2020, **449** loan applications have been disbursed up to 31.03.2020 as per report generated from Stand up Mitra portal.

**(h) Implementation of Prime Minister's New- 15 Point Programme for Welfare of Minorities Progress / Achievement made for 2019-20 – Financing under Minority Communities.**

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.

During 01.04.2019 to 31.03.2020, Banks have extended credit of Rs. 767.53 crore to 1,34,544 beneficiaries of Minority Community. The outstanding balance as on 31.03.2020 was Rs. 4,011.34 Crore in 3,35,819 accounts.



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

As reported by SUDA, loan applications under SEP-I for FY 2019-20 were disbursed in 709 accounts against a target of 4,000 accounts, under SEP-G - 233 loan accounts were disbursed against a target of 340 accounts and under SHG-Bank Linkage -2231 loan accounts were disbursed against a target of 3,000 accounts.

**(j) Joint Liability Group (JLG)**

Total amount disbursed for the period 01.04.2019 to 31.03.2020 was Rs.3,145.47 Crore in 6,59,001 accounts and balance outstanding as on 31.03.2020 was Rs.3,421.76 Crore in 7,57,171 accounts.

**(k) Artisan Credit Card (ACC)**

During the period of 01.04.2019 to 31.03.2020, the Banks in the State have issued 182 number of Artisan Credit Cards involving total amount of Rs.2.40 Crore. The balance outstanding as on 31.03.2020 was Rs.23.19 Crore against 6,269 accounts.

**(l) Swarozgar Credit Card (SCC)**

228 numbers of SCCs have been issued for the period from 01.04.2019 to 31.03.2020 amounting to Rs.3.22 Crore. The balance outstanding as on 31.03.2020 was Rs.115.22 Crore against 42,330 accounts. No SCC has been issued by Private Sector Banks, except one and a few Public Sector Banks. The performance of other Banks is not at all impressive and needs lot of improvement.

**(m) Credit Guarantee Fund Trust for Micro and Small Enterprises (CGTMSE) Scheme –Govt. of India**

As per SIDBI, Bhubaneswar 17,717 no. of accounts are covered under Micro and Small Enterprises (CGTMSE) Scheme amounting to Rs. 943.34 Crore for FY 2019-20

In order to cover large number of MSEs and improve the ease of delivery, the guarantee products of CGTMSE have been modified from time to time based on inputs from Member Lending Institutions (MLIs). CGTMSE has leveraged technology to improve operational efficiencies and introduced major policy changes in the credit guarantee products such as increase in the extent of guarantee coverage to 75% for loans above Rs.50 lakh, charging guarantee fee on outstanding amount instead of sanction amount, inclusion of retail trade as eligible activity, allowing partial collateral security, inclusion of NBFCs and SFBs as eligible MLI of CGTMSE etc. Further CGTMSE has recently included Scheduled Urban Co-operative Banks (SUCBs) and New Age Fin-Tech NBFCs as eligible MLIs which would give further impetus to entrepreneurship.



## **(n) Credit Guarantee Fund for Micro Units (CGFMU) Scheme – Govt. of India**

53,520 Micro units amounting to Rs. 738.34 Crore are covered under CGFMU Scheme for the period from 01.04.2019 to 31.03.2020.

## **AGENDA NO. 8**

### **State Govt. Sponsored Schemes Progress**

#### **(a) Mission Shakti-an overview**

Empowerment of women is one of the key pillars of the transformation story of Odisha. Recognising the role that women play in the development and transformation of families, communities and States, Government of Odisha has accorded importance to women centric policies and programmes. One of the flagship programmes of the State is Mission Shakti - the Women's Self-Help Group (SHG) movement. Today there are 6 lakh WSHGs having of 70 lakh women as members in Odisha. The Panchasutra practises in SHG management such as regular meeting, regular savings, regular internal lending, regular repayment of loans, regular book keeping are promoted among WSHGs for sustainability. Mission Shakti aims at financial linkage of the SHGs, strengthening of SHG institutions, marketing of SHG products and procurement of goods & services etc. by different departments through SHGs.

SHGs in the State have risen to the occasion to supply masks at affordable rates. Amid the growing concern over the shortage of protective gear as COVID-19 cases continue to rise in India, SHGs in Odisha have manufactured over one million masks for distribution among people. Some of these groups have also been visiting villages across the state to generate awareness on the disease and distributing cooked food among the poor amid the lockdown period. With the help of district officials, these SHGs have also set up temporary outlets to ensure steady supply of food grains, vegetables and fruits to common people.

#### **Role in Financial Inclusion**

Facilitation of bank credit linkage for SHGs for nurturing women entrepreneurship is a key objective of Mission Shakti. Considering the growth in credit off take of SHGs and to further reduce the interest burden, to encourage SHGs to invest more capital in livelihood activities, State Government has introduced interest free Mission Shakti Loans up to Rs. 3 lakh at 0 % annual rate of interest for Women SHGs from 1st April 2019. This Interest Subvention Scheme has been renamed as "Mission Shakti Loan"- State Interest Subvention Scheme. This aims at accelerating the SHG bank linkage programme and livelihood promotion of Women SHGs in the state.



## **Recent Developments and issues raised by Mission Shakti**

1. A uniform SHG linkage target for the State under Rural and Urban credit (including NRLM, NULM and Mission Shakti) has been fixed for the current financial year for uniform approach in the field. Considering the growth, financial discipline, requirement of the SHGs and present situation, the current year target (2020-21) has been fixed for **2.6 lakh SHGs** with an amount of **Rs. 3300 crore**.
2. For effective monitoring of the SHG bank linkage and settlement of interest subvention programme in the State a dedicated **MIS portal** is going to be established shortly. Banks will be requested to sign an MoU for sharing of the monthly SHG transaction data in an agreed format. This portal will be accessible to the Government and Banks.
3. The special **COVID 19 loan** interest component shall be covered under Mission Shakti loan on satisfying the prompt repayment criteria.
4. In view of the present lockdown scenario, further applications could not be processed during the current financial year. Application sponsored (**29,924**) and pending at bank/branch level to be credit linked **on priority basis**.
5. A **minimum loan size** of Rs. 2 lakh may be fixed for all SHGs irrespective of the corpus amount.
6. Banks are requested to furnish the unsettled **Interest Subvention claims** (Mission Shakti Loan) of the previous financial years. The pending Utilisation Certificates (UCs) for the year 2018-19 may be furnished to the Directorate of Mission Shakti within **one-month time** for necessary adjustment.
7. A dedicated official to be designated from each banks (**State Nodal Officer**) to coordinate all the SHGs related activities like SHG Bank Linkage, COVID Loan, Mission Shakti Loan- Interest Subvention, submission of UCs and report returns etc. Such official will be familiar with Mission Shakti activities relating to credit linkage.

### **(b) Kalinga Sathi Sikhya Yojana (KSSY)**

During the Period from 01.04.2019 to 31.03.2020, 3,864 no. of accounts amounting Rs.19.68 Crore have been sanctioned under the income group upto 4.50 lacs and 217 no. of accounts amounting Rs.1.55 Crore have been sanctioned under the income group from 4.50 lacs to 6.00 lacs.

### **(b) Silpi Unnati Yojana (SUY)**

Handicrafts & Cottage Industries, Odisha is providing Margin money assistance to individual artisans @20% of the project cost (up to Rs.1,00,000/- in 7 crafts and up to Rs.50,000/- in rest 43 crafts) per artisan to avail bank loan for setting-up of own handicraft production unit.



During 2019-20, 2577 numbers of applications have been sponsored by DICs/RICs to different banks and 755 number of cases have been sanctioned.

Director, Handicrafts & Cottage Industries, Odisha has informed that as per the decision in 155<sup>th</sup> SLBC meeting, the pending applications pertaining to the FY 2018-19 under SUY Scheme would be considered during the current FY. Accordingly the bank branch wise pendency of 1402 number of cases in respect of the FY 2018-19 is also enclosed out of which only 42 cases have been sanctioned so far.

In total 3182 number of applications are still pending at different bank branches.

## **AGENDA NO.9**

### **Recent Policy Initiatives by Govt. of India, RBI, NABARD, Govt. of Odisha**

#### **(a) Govt. of India Scheme:**

##### **(i) PM – Kisan Samman Nidhi:**

PM KISAN is a Central Sector scheme with 100% funding from Government of India. It has become operational from 01.12.2018. Under the scheme an income support of Rs.6,000/- per year in three equal installments will be provided to small and marginal farmer families having combined land holding/ownership of upto 2 hectares. Definition of family for the scheme is husband, wife and minor children. State Government and UT Administration will identify the farmer families which are eligible for support as per scheme guidelines. The fund will be directly transferred to the bank accounts of the beneficiaries.

In this regard, to provide benefit of KCC to all PM-KISAN beneficiaries in Mission Mode with a view to ensure coverage of maximum number of farmers, a 15 days special drive campaign for saturation of all PM KISAN beneficiaries with Kisan Credit Cards (KCC) was started from 08<sup>th</sup> February 2020.

As the first phase of the saturation drive undertaken in a mission mode was successfully concluded with the consistent and coordinated efforts/initiatives taken by the Banks/NABARD, Department of Agriculture, Cooperation and Farmers Welfare (DAC&FW), Govt. of India has extended the campaign till 30<sup>th</sup> April 2020 with a view to achieve the goals to cover all eligible beneficiary farmers of PM-KISAN under the KCC Scheme.

Department of Financial Services, Ministry of Finance, Govt. of India vide their letter no. F.No.3/5/2020-AC dated 11.03.2020 has also communicated to same to all Bank's Central/Head Office for continuation of the campaign period till 30<sup>th</sup> April 2020.





**(b) RBI Policy Changes:**

**I. COVID-19 Regulatory Package**

RBI, FIDD, Central Office vide letter no. RBI/2019-20/186 dated 27.03.2020, RBI/2019-20/220 dated 17.04.2020 and RBI/2019-20/224 dated 21.04.2020 have announced certain regulatory measures to mitigate the burden of debt servicing due to disruptions on account of COVID-19 pandemic and to ensure the continuity of viable businesses.

- (a) Rescheduling of Payments- Term Loans and Working Capital Facilities
- (b) Easing of Working Capital Financing
- (c) Relaxation in classification of Special Mention Accounts (SMA) and NPA
- (d) Relaxation in Asset Classification under the Prudential norms on IRAC and Provisioning
- (e) Continuance of benefits under Interest Subvention (IS) and Prompt Repayment Initiative (PRI) for Short Term Crop Loans during the year 2018-19 & 2019-20 in the accounts which have become due between March 01, 2020 and May 31, 2020.

**II. Monitoring the end use of Agricultural Loans against Gold as Collateral**

The Internal Working Group (IWG) to review Agricultural Credit has observed incidences of crop loans outside KCC in the form of gold / jewellery are high. RBI, FIDD, Central Office has already advised the banks to suitably modify in the banks' CBS for generating MIS.

**III. Short Term Crop Loans eligible for Interest Subvention Scheme (ISS) and Prompt Repayment Initiative (PRI) through KCC.**

RBI, FIDD, Central Office vide letter no. RBI/2019-20/166 FIDD.CO.FSD.BC.No.1785 / 05.02.001 / 2019-20 dated 26.02.2020 has advised that Short Term Crop Loans eligible for Interest Subvention Scheme (ISS) and Prompt Repayment Initiative (PRI) should be extended only through KCC thus making KCC a prerequisite for claiming Interest Subvention (IS) and Prompt Repayment Initiative (PRI) by farmers w.e.f. April 1, 2020.

In view of this, banks are advised to ensure that all Short Term Crop Loans eligible for Interest Subvention (IS) and Prompt Repayment Initiative (PRI) benefits are extended only through KCC w.e.f. April 1, 2020. The existing Short Term Crop Loans which are not extended through KCC shall be converted to KCC loans by March 31, 2020.

Accordingly, reimbursement of interest subvention for Short Term Crop Loans through non-KCC accounts shall not be considered beyond March 31, 2020.



#### **IV. MSME Sector- Restructuring of Advances**

Reserve Bank of India, in their Circular RBI/2019-20/160 DOR.No.BP.BC.34/21.04.048/2019-20 dated February 11, 2020 has decided to extend the one- time restructuring of MSME advances permitted in the earlier circular dated January 1, 2019. Accordingly, a onetime restructuring of existing loans to MSME classified as 'standard' without downgrade in the asset classification is permitted, subject to the following conditions:

1. The aggregate exposure, including non-fund based facilities, of banks and NBFCs to the borrower does not exceed Rs.25 crore as on January 1, 2020.
2. The borrower account was in default but was a 'standard' asset as on January 1, 2020 and continues to be classified as a 'standard asset' till the date of implementation of the restructuring.
3. The restructuring of the borrower account is implemented on or before December 31, 2020.
4. The borrowing entity is GST-registered on the date of implementation of the restructuring. However, this condition will not apply to MSMEs that are exempted from GST-registration. This shall be determined on the basis of exemption limit obtaining as on January 1, 2020.

It is clarified that accounts which have already been restructured in terms of circular dated January 1, 2020 shall be ineligible for restructuring under this circular.

All other instructions specified in the circular dated January 1, 2020 shall be applicable.

#### **V. Expanding and Deepening of Digital Payments Ecosystem.**

As per the decision taken in 156<sup>th</sup> SLBC Meeting, Cuttack & Bolangir Districts are been identified as digital promotion district in our State and the identified districts should be 100% digitally enabled within one year, in order to enable every individual in the districts to make/receive payments digitally in a safe, secure, quick, affordable and convenient manner.

Principal Secretary, Finance intimated that the first meeting of the State Level Monitoring Committee for Digital Payments in the State was held under his chairmanship on 05.02.2020. The minutes of the meeting has already been circulated to all the banks.

Regional Director, RBI, Bhubaneswar appreciated the role played by UCO Bank and SBI for identifying the districts of Cuttack and Bolangir and to make them 100% digitally



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enabled districts within one year but expressed his concern as the time available is shortened due to CORONA pandemic. He exhorted all the banks to make this programme a success as going digital is the need of the hour and it will also be helpful in combating CORONA pandemic, as cash transaction helps in transmitting the virus.

All Banks and State Govt. line departments are hereby requested to give their all out support to LDM, Cuttack & Bolangir to achieve the goal.

Banks are also requested to submit the monthly performance report as per the prescribed format for these two districts (separately) by 10<sup>th</sup> of each month to SLBC. The format has already been shared with all the banks.

### **IV. Furthering Digital Payments- Waiver of Charges- NEFT System**

In order to give further impetus to digital retail payments, Reserve Bank of India, Central Office in their notification dated 16.12.2019 has directed all the member banks not to levy any charges from their savings bank account holders for funds transfers done through NEFT system which are initiated online, which is effective from January 1, 2020.

#### **(c) Govt. of Odisha Initiative:**

**Use of space in Bharat Nirman Rajiv Gandhi Sewa Kendra (BNRGSK) Building/ GP Offices to open Brick & Mortar Bank branches/ATMs/Business Correspondents in G.P. Head Quarters free of cost for five years in the G.P.s having no bank/Post office branch.**

Panchayati Raj & DW Department in their letter no. 17-NREG-11-1074-2930 dated 04.02.2020 has directed the decision of the State Government to provide space in Bharat Nirman Rajiv Gandhi Sewa Kendra (BNRGSK) Building/ GP Offices to open brick & mortar bank branches/ATMs/Business Correspondents in G.P. Head Quarters for the Public Sector Banks/Regional Rural Banks/Private Sector Banks free of cost for the next five years from the date of functioning as well as the continuance of the existing banks operating in the BNRGSK Building/GP Offices in the G.P.s having no bank/Post office branch.

## **AGENDA NO. 10**

### **Loan Recovery – Legal/Institutional Support**

#### **(a) NPA & Overdue position as on 31.03.2020**

The NPA % of the State as on 31.03.2020 was 6.76 and overdue % was 24.14 which are at much higher side and alarming. Rising NPA in Odisha is a matter of great concern. For PMRY / PMEGP / SJSRY (NULM)/ SHG (NRLM) / WCC, the NPA & Overdue % was too high. The Banks are facing problem to recycle the funds owing to non repayment of loans, mounting overdue and rising NPA %. Banks & Govt. Departments have to make



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joint efforts with specific strategies to improve the recovery performance for better recycling of funds.

Principal Secretary, Finance directed all the SS & FIO to work closely with banks for recovery of NPA and overdue accounts.

### **(b) Status of OPDR cases as on 31.03.2020**

10,215 no. of OPDR cases involving Rs 126.02 crore are pending as on 31.03.2020. All District Collectors have been recently advised by State authority for early disposal of pending OPDR cases. All the Lead District Managers may put their coordinated efforts to yield desired result.

Banks have requested for waiver of deposit of upfront fee while filing the OPDR cases and suggested, instead, the amount may be realized after actual recovery in those accounts.

### **(c) Applications for attachment of property under Section 14 of the SARFAESI Act pending with District Magistrates**

Banks require adequate support from District Magistrate for quick enforcement of SARFAESI Act. The applications are remaining pending with District Magistrates in different districts for a long time for permission and assistance for taking physical possession of charged assets under the Act.

It is reported that 500 numbers of applications involving Rs.285.07 Crore of different banks for attachment of property under section 14 of SARFAESI Act are pending with District Magistrates.

All Lead District Managers are requested to incorporate the Agenda on pending SARFAESI applications with district magistrate, if not done, and critically review the position of pending cases in every DCC meetings and pursue the matter with the District Authorities for immediate disposal of the same as the number of pending SARFAESI applications is gradually increasing.

## **AGENDA NO. 11**

### **Banks Common Concern**

#### **(a) RSETI**

As on 31.03.2020 17,534 rural BPL/NRLM target group youth have been trained against annual target of 14,324 for the year 2019-20. (122% achievement)



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The overall number of candidates trained as on 31.03.2020 was 20,489 against annual target of 20,460. (100% achievement)

The percentage of candidates settled as on 31.03.2020 (Cumulative) was 74% against National Average of 69%.

The percentage of candidates settled with Bank finance as on 31.03.2020 (Cumulative) was 56% against National Average of 48%.

**(b)** Pending receipt of subsidy of Canara Bank from Fisheries Department pertaining to Govt. Sponsored loans under RKVY and Blue Revolution scheme for the FY 2015-16 & 2016-17.

**(c)** Banks are requesting State Government to take up the matter with concerned line department for minimizing the charges for initiating Police escort during physical possession of property under SARFAESI.

**(d)** Reduction in turnaround time for DM Permission in physical possession under SARFAESI may be considered by the State Government.

**(e)** In Government Sponsored schemes, the subsidy amount is to be returned to the sponsoring agencies in case of account becoming NPA. There should be provision to adjust the available subsidy to the loan account to reduce NPA burden on Banks.

## **AGENDA NO.12**

### **(a) Functioning of DCC/DLRC**

It was observed that DCC / DLRC meetings are not held in time and frequently rescheduled at the last minute. Even issues are not prioritized for discussion. SLBC may discuss ways to strengthen this important forum.

### **(b) Strengthening of LDMs**

The DFS and RBI has been stressing for the need to improve the infrastructure at LDM offices and strengthen the office of LDM with adequate staff, vehicle, internet facility etc to enable LDM to discharge the duties effectively.

Controllers of the Lead Banks are requested to provide adequate staff and other infrastructure facilities to strengthen the LDM's office.



## **AGENDA NO. 13**

### **(a) Revamp of Lead Bank Scheme – Developing a Standardized System for data flow and its management by SLBC**

As per the advice of the RBI, FIDD, Central Office, Mumbai vide their Circular no. FIDD.CO.LBS.BC.No.21/02.01.001/2019-20 dated 03.07.2019, SLBC Odisha have already developed a Standardized system on their website to enable uploading and downloading of the data pertaining to the Block, District as well as the State by the members banks.

In this regard, SLBC has also conducted a workshop for the member banks on 12.12.2019 and a demo was shown to all for facilitation of data entry. Member Banks are hereby requested to enter the SLBC data on the new portal.

### **(b) Calendar of Programme for conducting SLBC Meetings**

#### **Date of holding SLBC Meetings**

Quarter ended March 2020 – 14.05.2020 (Thursday)

Quarter ended June 2020 – 14.08.2020 (Friday)

Quarter ended September 2020 – 13.11.2020 (Friday)

Quarter ended December 2020 – 12.02.2021 (Friday)

In this connection, all will appreciate to note that the Calendar of Programme was conceived so as to enable members of SLBC and important functionaries to have adequate notice of the meeting and block the dates to ensure participation in the meeting.

### **(c) Conduct of SLBC Meetings**

It is observed that the Reports/Data is received from many Banks with inordinate delay, that too after constant persuasion through mails/personal contacts, resulting in delay of the consolidation process at SLBC. Further, on many occasions a lot of inconsistencies are observed in the data so submitted by Banks and a lot of time is lost in getting the corrected data. Inconsistencies are also observed in the District-wise data being submitted by the Banks to LDMS & SLBC and reconciliation of the same is also delaying the consolidation process.

Controlling Heads of Banks are requested to sensitize the staff responsible for preparation and submission of data as per time lines to enable SLBC to submit the data to all concerned as per schedule and conduct the meetings of SLBC as per the yearly calendar.

**LIST OF PARTICIPANTS FOR 158TH & 159TH SLBC MEETING HELD ON 28.05.2020 FOR THE QUARTER ENDED DECEMBER 2019 & MARCH 2020**

SL	NAME	DESIGNATION	ORGANISATION
1	Shri Niranjan Pujari	Hon'ble Finance Minister	Govt. of Odisha
2	Shri Asit Kumar Tripathy	Chief Secretary	Govt. of Odisha
3	Shri Suresh Ch. Mohapatra	Development Commissioner Cum Additional Chief Secretary	Govt. of Odisha
4	Shri A K K Meena	Principal Secretary	Finance Department, Govt. of Odisha
5	Shri A K Goel	Managing Director & CEO, UCO Bank cum Chairman, SLBC, Odisha	UCO Bank
6	Shri Hemant Sharma	Principal Secretary	Industry Department, Govt. of Odisha
7	Shri R. Raghu Prasad	Commissioner cum Secretary	Fisheries & Animal Resources Development Deptt., Govt. of Odisha
8	Shri P K Biswal	Director, Institutional Finance	Finance Deptt., Govt. of Odisha
9	Shri A K Dogra	Dy. Secretary	Department of Financial Services, Government of India
10	Shri D. K. Jena	Managing Director	Odisha State Cooperative Bank
11	Shri M K Mall	Regional director	Reserve Bank of India
12	Shri A. Chandrasekhar	Chief General Manager	NABARD
13	Shri Sanjay Kumar	Convenor, SLBC	UCO Bank
14	Ms. Praveena Kala	Chief General Manager	State Bank of India
15	Dr. Pravat Kumar Roul	Managing Director	APICOL
16	Shri Satyabrata Rout	Dy. Secretary cum Joint Director, Institutional Finance	Finance Department, Govt. of Odisha
17	Shri Ratnakar Rout	Director	Directorate of Animal Husbandry & Veterinary Services, Govt. of Odisha
18	Shri Priyaranjan	Dy. General Manager, FIDD	RBI, Bhubaneswar
19	Shri Dhruva Ch. Bal	Dy. General Manager	State Bank of India
20	Shri Lalatendu Behera	In-Charge, SLBC	UCO Bank
21	Shri S K Mahapatra	Asst. General Manager, FIDD	RBI, Bhubaneswar
22	Shri Bharat Ch Behera	Additional Secretary	Govt. of Odisha
23	Shri Manoranjan Nayak	Add. Res(O)	Govt. of Odisha
24	Dr Pragyamita Sahoo	DS & JD, IF, Finance	Govt. of Odisha
25	Shri Girish Meher	Asst. General Manager	SIDBI
26	Prof. Asit Mohanty	Professor, XIMB	XIMB, Bhubaneswar
27	Ms Avipsa Mohanty	Economist	XIMB, Bhubaneswar
28	Dr. U K Mohapatra	IO to Chief Secretary	Govt. of Odisha
29	Ms Diptimayee Mohapatra	IO to Finance Minister	Govt. of Odisha
30	Dr. Rajesh Das	Chief Statistian,	Govt. of Odisha
31	Smt M Lakra	Additional Secretary A & FE	Govt. of Odisha
32	Shri S K Pradhan	FI Specialist, Mission Shakti	Govt. of Odisha
33	Shri Binod Kumar Jena	Deputy Secretary , Mission Shakti	Govt. of Odisha
34	Shri Debananda Bhanja	Additional Director Fisheries	Govt. of Odisha

SL	NAME	DESIGNATION	ORGANISATION
35	Shri Kanishka K Dhibara	Asst. General Manager	India Post Payment Bank
36	Shri Tarakanta Bhakta	Deputy Secretary, Finance Dept	Govt. of Odisha
37	Shri D. Pattanayak	Chief Manager	SLBC, UCO Bank
38	Shri Siba Prasad Rath	Asst. General Manager	Indian Overseasbank
39	Shri LD Nayak	Dy. General Manager	Indian Bank
40	Shri B Barad	Dy. General Manager	Bank Of India
41	Shri R K Pradhan	Field General Manager	Union Bank Of India
42	Shri Bharat Bhushan	Dy Regional Head	Bank Of Baroda
43	Mr Tafique Alam	Circle Head	Punjab National Bank
44	Ms Monalisha Nath	Manager	Bank Of India
45	Shri Sreekanta Mohapatra	General Manager	Canara Bank
46	Shri D Pradhan	State Director of RSETIs	RSETI
47	Shri R K Mishra	Chairman	Utkal Grameen Bank
48	Shri G B Pradhan	General Manager	Odisha Gramya Bank
49	Shri Lingaraj Raju	Manager	Oriental Insurance Co. Ltd.
50	Mr Sohail Ahmed	Sr. Regional Manager	Central Bank of India
51	Shri N K Sahoo	Dy. General Manager	BSNL
52	Shri SK Dhal	SDE	BSNL
53	Shri Nirmal Biswal	Senior Manager	Suryadaya SFB
54	Ms Poojashree Bhuyan	Manager	Indusind Bank
55	Shri A K Nayak	Manager	Bank Of Maharastra
56	Shivananda Rout	Chief Manager	Indusind Bank
57	Shri Pradipta Satapathy	Vice President	Axis Bank
58	Shri A K Mahapatra	Asst. General manager	ICICI Bank
59	Shri Ashok Sahu	Cluster Head	Bandhan Bank
60	Shri T K Nayak	Branch manager	Jana SFB
61	Shri Nalinikanta Nayak	ASM	DCB Bank
62	Shri Anant Pattnaik	Vice President	HDFC Bank
63	Shri Abhisek Dubey	Manager	Federal bank
64	Shri Debasish Herna	Manager	Punjab & Sind Bank
65	Shri M P Behera	Asst. General manager	IDBI
66	Shri Rajesh Behera	LDM, Cuttack	UCO Bank
67	Shri A K Panda	LDM, Ganjam	Union Bank of India
68	Shri S Dakua	LDM, Balasore	UCO Bank
69	Shri J K Satpathy	LDM, Sambalpur	State Bank of India
70	Shri S K Das	LDM, Sonapur	State Bank of India
71	Shri H S Patra	LDM, Bolangir	State Bank of India
72	Shri R K Jena	LDM, Koraput	State Bank of India
73	Shri R K Patel	Associate, LDM Office, Sundargarh	State Bank of India
74	Shri D K Sahoo	LDM, Mayurbhanj	Bank of India
75	Shri Sitaram Meher	LDM, Bargarh	State Bank of India
76	Shri Dayanidhi Kissan	LDM, Jharsuguda	State Bank of India