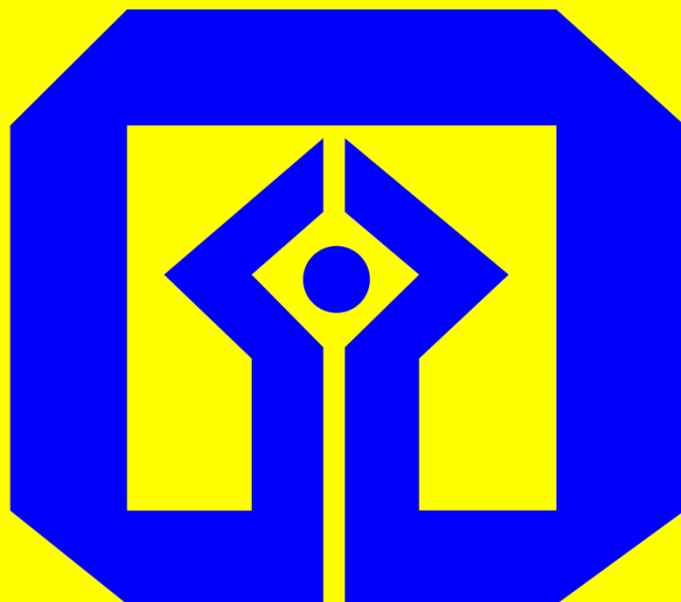


**PROCEEDINGS OF THE 160<sup>th</sup> STATE  
LEVEL BANKERS' COMMITTEE  
MEETING OF ODISHA HELD ON  
29.10.2020 FOR THE QUARTER  
ENDED JUNE 2020**



**UCO BANK  
CONVENOR – SLBC, ODISHA**

STATE LEVEL BANKERS COMMITTEE, ODISHA

संदर्भ सं/Lt No-SLBC/ODI/655/2020-21

दिनांक / Date: 17.11.2020

राज्य स्तरीय बैंकर्स समिति, उड़ीशा के सभी सदस्य

All the Members of State Level Bankers' Committee, Odisha

महोदय/महोदया Sir/Madam,

विषय : 160वें एस.एल.बी.सी., बैठक हेतु कार्यवाहियां

Sub: Proceedings of the 160<sup>th</sup> SLBC Meeting of Odisha

हम दिनांक 29.10.2020 को आयोजित 160वें एस.एल.बी.सी., उड़ीशा की बैठक का कार्यवृत्त प्रेषित कर रहे हैं।

We are sending herewith the proceedings of 160<sup>th</sup> SLBC Meeting of Odisha held on 29.10.2020 .

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,



अरुपानन्द जेना / Arupananda Jena

महाप्रबंधक, यूको बैंक, व संयोजक, एस.एल.बी.सी., उड़ीशा

General Manager, UCO Bank cum

Convener, SLBC, Odisha

अनुलग्नक Enclo: यथोक्त As stated above



## **PROCEEDINGS OF THE 160<sup>th</sup> SLBC MEETING HELD ON 29.10.2020**

\*\*\*\*\*

The 160<sup>th</sup> SLBC Meeting of the State of Odisha was held on 29.10.2020 through Video Conference under the Chairmanship of Shri A.K.Goel, MD & CEO, UCO Bank in the presence of:

Shri Naveen Patnaik, Hon'ble Chief Minister, Government of Odisha

Shri Asit Tripathy, Chief Secretary, Government of Odisha

Shri Debasish Panda, Secretary, Finance, Government of India

Shri Suresh Ch. Mohapatra, Development Commissioner cum Additional Chief Secretary, Government of Odisha

Shri Raj Kumar Sharma, Agriculture Production Commissioner Cum ACS, Government of Odisha

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

Shri Satyabrata Sahu, Principal Secretary, MSME, Government of Odisha

Dr. Saurabh Garg, Principal Secretary, Agriculture & Farmers' Empowerment, Government of Odisha

Shri R Raghu Prasad, Commissioner cum Secretary, Fisheries & Animal Resources Development Department, Government of Odisha

Mrs. Sujata R Kartikeyan, Commissioner cum Director, Mission Shakti, Government of Odisha

Shri Gopabandhu Satpathy, Managing Director, Odisha State Cooperative Bank

Shri Bhusan Sinha, Joint Secretary, Department of Financial Services, Ministry of Finance, Government of India

Dr. Pragyanmita Sahoo, Director, Institutional Finance, Govt. Of Odisha



## **Proceedings of the 160<sup>th</sup> SLBC Meeting**

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

Shri C Uday Bhaskar, Chief General Manager, NABARD

Shri Arupananda Jena, General Manager, UCO Bank-cum-Convenor, SLBC, Odisha

Shri Priyaranjan, Dy. General Manager, Financial Inclusion & Development Department, Reserve Bank of India, Bhubaneswar.

The list of participants is annexed.

At the outset, General Manager, UCO Bank-cum-Convenor, SLBC, Odisha welcomed all the esteemed dignitaries and the Principal Secretaries, Directors, Senior Officials of Government of Odisha, RBI, NABARD and Controlling Heads of different Banks, representative of SIDBI, Insurance Companies, Lead District Managers & other participants of the Meeting and appraised the house that, this 160<sup>th</sup> SLBC Meeting is being held for the quarters ended June, 2020 through Video Conference due to outbreak of Coronavirus Pandemic.

### **Welcome 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 160<sup>th</sup> SLBC Meeting being held through video conference due to the outbreak of CORONA pandemic.

At the outset he stated that, the outbreak of the pandemic all over the world has disturbed the political, social, economic, religious and financial structures of the whole world and in India particularly, the growth and development of economy is contracted to 23% during the June quarter.

He thanked the Bankers fraternity who rose to the occasion and have provided speedy & liberalized delivery of credit facilities to the people especially in Agriculture, MSME, SHG and restructuring of existing borrowal accounts wherever felt necessary under Atma Nirbhar Bharat Package and other schemes of both Central and State Governments.

He highlighted that regulatory measures like Interest/ Installment Moratorium, restructuring etc. announced by RBI has played a significant role in reducing the financial stress on all types of borrowers.



He informed that Hon'ble Prime Minister Shri Narendra Modi on May 12<sup>th</sup>, 2020, announced the Special economic and comprehensive package named Atma Nirbhar Bharat for Rs. 20 lakh crores - equivalent to 10% of India's GDP – to fight COVID-19 pandemic in India. He requested all the Controlling Heads of Banks to come forward and extend their helping hand to the people of Odisha to resume their livelihood in this period of Crisis by providing hassle free and timely credit under the different schemes of Aatma Nirbhar Bharat package. He also appreciated all the banks for performing well under the different schemes under Aatma Nirbhar Bharat.

He informed about the new Door Step Banking Services provided by the Public Sector Banks which will help the customers particularly senior citizens in getting Banking Services at door step without visiting Bank Branches which will protect them from impact of COVID-19 and save their valuable time too. Out of the 100 locations in India, in 3 places namely Bhubaneswar, Cuttack and Sambalpur of the State this Door Step Banking Service can be availed. He also appraised house that PSB Alliance comprising of 12 Public Sector Banks being anchored by UCO Bank to provide Door Step Banking through Universal Touch points.

#### **ADDRESS BY HON'BLE CHIEF MINISTER, ODISHA**

Hon'ble Chief Minister, Odisha addressed the forum virtually. At the outset he stated that, Covid as a Pandemic has impacted both lives and livelihoods. Doctors and Covid Warriors are fighting to save lives. Bankers are also Covid Warriors as they are central in our fight to revive and restore livelihoods. He took this opportunity to appreciate the banking community for doing great service even during the lockdown period risking their lives. He expressed his deep condolences to the families of Bankers who lost their lives due to Covid while serving the people.

Hon'ble Chief Minister expressed that, Government is very serious about restoring economy both at State level and at individual household levels. For this, he pronounced three important interventions like CREDIT TO FARMERS, CREDIT TO MISSION SHAKTI SELF HELP GROUPS and CREDIT TO MSMEs and urged the bankers for unstinted support.

In his address, Hon'ble Chief Minister stated that State Government is providing more than 600 crore rupees for interest subvention to facilitate farmers to get loan at 'Zero percent' up to 50 thousand rupees and at 2% up to Rupees 3 lakhs. 'BALARAM' Scheme is devised to help our Share Croppers. In case of Women Self-help Groups, Mission Shakti is providing 100% interest subvention up to Rs.3 lakhs making it interest free. Similarly for MSMEs State has designed some interest subvention to boost the sectors.



Hon'ble Chief Minister mentioned that he would be closely monitoring Credit Flow to these three crucial sectors and have a district wise review with Collectors and bankers jointly by the end of November. Best performing banks would be awarded with Chief Minister's award for Champion banks and the performance of the banks will also be communicated to the Union Finance Minister.

He reiterated that if doctors have a major role in saving lives, Bankers have a major role in saving livelihoods. He urged the bankers to rise to the occasion in helping the poor and needy, especially Women, Farmers, and MSMEs.

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

Chief Secretary, Govt. Of Odisha said that on-going pandemic has created a new normalcy of conducting meeting in virtual mode and we are holding this important meeting with all stakeholders to take stock of the situation relating to banking activities in the State.

He said that the economic impact of the Covid-19 pandemic in India has been largely disruptive. Many of the core sectors of the economy have been severely affected pulling down the GDP to a lower level. In such a critical situation, Government is faced with challenge of maintaining a judicious balance between Life and Livelihood and all are putting every effort for bouncing back of the economy to the growth track.

He congratulated the bankers of the State for their continuous and tireless service during this critical time and playing a crucial role in reviving the economy from the downturn created by this pandemic. However he expressed his concern that Financial Inclusion in Odisha is hindered by lack of bank branches and connectivity in the State. Out of 6798 Gram Panchayats, 4873 Gram Panchayats do not have a brick and mortar bank branch. To boost Financial Inclusion in the State, he requested all controlling heads of the Banks in the State to take proactive steps for opening of more brick & mortar bank branches in G.Ps within 31<sup>st</sup> December, 2020.

He informed that Govt. of Odisha is taking proactive steps to support the poor and vulnerable section of the society through a no. of schemes and programs. However a huge numbers of applications sponsored by Government Departments/Agencies under different government schemes are pending with banks for sanction. So he asked all the Controlling Heads of Banks to take strict actions for clearing the pending applications in time bound manner.



He also expressed his deep concern that as on 30.06.2020, the C.D ratio of 12 districts was less than 40%.He instructed the controlling Heads of all banks and the LDMS of these 12 districts to take immediate remedial action for improvement in CD ratio in the coming quarters.

Adequate and timely credit flow to all sectors of the economy particularly priority sector like Agriculture & Allied, MSME and SHGs is pre-requisite to build up an economy with strong foundation. The Annual Credit Plan for this State for FY 2020-21 has been fixed at Rs.90,395.69 crore which is Rs 15,000 crore higher than the previous year. He requested all banks to work hard to achieve this target within this Financial Year and strengthen the economy.

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

Development Commissioner cum Additional Chief Secretary, Govt of Odisha said that the long battle against the pandemic is still going on and the economy cannot be left aside to go down indefinitely. The need of the hour is to strike a balance between life and livelihood. He also said that banking being an important pillar of growth and development has a key role to play to push the economy back to the track. He conveyed his gratitude to all the bankers for rendering tireless services to the people of the State during the critical time of Covid-19.

He also thanked Secretary, DFS, Government of India and Principal Secretary, Finance Department, Government of Odisha for closely monitoring the progress of sanction under the ECLGS scheme for which the Banks in Odisha are able to sanction the amount more than Rs. 2900 Crore and urged that similar type of monitoring is needed in the other sectors to achieve the target.

He expressed his concern for the poor credit flow to Agriculture Sector and emphasized that the credit flow to different priority sectors, like Agriculture & Allied, SHGs and MSME sectors in the State need to be enhanced. He also requested the Chairman and members of all the Sub-Committees of SLBC to sit regularly and ensure that the targeted goal is achieved within the time.

He highlighted that the presence of brick & mortar branches in the State is not good particularly in the remote and difficult districts where People are travelling large distances to reach to a bank branch. Since, Government is giving emphasis on promotion of Direct Benefit Transfer (DBT) for the beneficiaries and digital transactions,



opening of more Brick & mortar branches, fixed point BCs, ATMs etc. in unbanked GPs are highly required.

With the remark that the joint cooperation between the State Government, its Officials, Bankers at different level shall definitely help in coming out of the difficult situation, he concluded his speech.

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

The Agriculture Production Commissioner-cum- Additional Chief Secretary highlighted that Agriculture and Allied sectors are the important sectors for generating livelihood and employment in the State of Odisha.

The recent innovative steps taken by the Government, is for providing business opportunities to the banks and banks should capitalize these opportunities. He flagged issues where all the eligible farmers under Agriculture and Allied Sector who have been left out, should be identified and provided with Kisan Credit Cards during this ongoing Special Drive. The Joint Liability Group funding which helps the sharecroppers and the small & marginal farmers should be given due importance.

Odisha has a very good potential in Fishery and Dairy Sector. All the Banks should provide adequate credit to these sectors.

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

At the outset the Principal, Secretary, Finance, Government of Odisha, thanked SLBC, Odisha for organizing the 160<sup>th</sup> SLBC meeting through video conference amidst the outbreak of COVID-19 pandemic. He said that this meeting is being held after rolling out major schemes by State as well as Central Government to bring back economy to track and particularly to provide livelihood to the general public. He thanked all the Bankers for providing tireless service during this crisis period to the people of the State of Odisha.

He expressed his concern over the achievement under Agriculture Term Loan, Fishery Sector, Agriculture Infrastructure, Education and Housing Loan under the Annual Credit Plan for 2020-21 which has gone down. He also expressed his concern as the CD ratio of the State has decreased from 62.43% as on 30<sup>th</sup> June, 2019 to 55.79% as on 30<sup>th</sup> June, 2020 which clearly indicates, though the Deposits are substantially increased in the State of Odisha, the credit being disbursed in the States are going down. There are 12





## **Proceedings of the 160<sup>th</sup> SLBC Meeting**

districts in the State where the CD ratio is less than 12% which is a cause of concern for all. He requested all the Banks to clear all the pending applications at the earliest so that the Credit off take in the State increases.

He urged all the Banks to initiate prompt action to finance the Share croppers and the marginal farmers under the BALARAM scheme launched by State Government.

He requested all the Banks who have been assigned with the task of opening of brick & mortar branches as per the recommendation of the Committee formed and as per the decision taken in the 156<sup>th</sup> SLBC Meeting of Odisha State to complete the process of opening of brick & mortar branches by 31<sup>st</sup> December, 2020.

Then he insisted upon few of points like the average loan size to the SHGs should be minimum Rs. 2.00 lakh, early disposal of all the pending applications under PM-SVANidhi scheme, maximum KCC applications should be sanctioned by 31<sup>st</sup> December, 2020 under KCC DAIRY special drive, applications sponsored by different Government Departments and Agencies should be cleared in a time bound manner.

Before concluding his speech he thanked SLBC, RBI, NABARD and the Banking fraternity for their support and providing banking services to the people of the State during the covid-19 pandemic and expected that all of them will come forward and actively contribute in reviving the economy and economic development of the State.

## **HIGHLIGHTS OF ADDRESS OF PRINCIPAL SECRETARY, AGRICULTURE & FARMER'S EMPOWERMENT, GOVERNMENT OF ODISHA**

The Principal Secretary, Agriculture & Farmers Empowerment highlighted that the achievement under Crop Loan during the Kharif 2020 is only 64%. So he appealed the Banks especially to the Commercial Banks to achieve the target under Annual Credit Plan during the Rabi 2020 season. However under Agriculture Term Loan the achievement under Annual credit Plan, the performance of Commercial Banks is better than the Cooperative Banks. The second issue he highlighted was that under MIDH, out of 450 proposals, 320 proposals are still pending with different banks which require immediate attention. Similar is the case under MKUY where 897 proposals are pending with different banks out of the 1296 proposals.

He informed to the August forum that under Agriculture Infrastructure Fund (AIF), 89 proposals have been uploaded in the AIF portal and he appealed to the Banks to sanction more nos. of applications.



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

The Principal Secretary, MSME Department, Government of Odisha appreciated and congratulated the effort of the bankers in achieving around 50% of the target in MSME sector under Annual Credit Plan with the constant guidance and monitoring of Hon'ble Chief Minister, Chief Secretary and Development Commissioner of Odisha State. He also conveyed his hearty thanks to the Secretary, DFS, Government of India for his daily monitoring and review of the performance of the Banks for which Banks in Odisha are able to sanction around Rs. 3000 Crore under ECLGS scheme. He informed to the house that the 5 top performers being State Bank of India, UCO Bank, Punjab National Bank, Bank of India and Indian Overseas Bank. He told that despite the adverse situation of the COVID-19 Pandemic, bankers went to the field without any fear for sanctioning and disbursing credit to the MSME Sector. He also conveyed his sincere thanks to the respective District Collector for their support in this regard.

At the same time he requested the bankers to focus on PMEGP scheme also, where the performance of bankers is very poor.

The next important scheme he highlighted was the "Centrally Sponsored PM Formalization of Micro food processing Enterprises (PM FME) scheme" which is launched with a view to provide financial, technical and business support for up gradation of existing micro food processing enterprises. The Scheme adopts One District One Product (ODOP) approach to reap benefit of scale in terms of procurement of inputs, availing common services and marketing of products. He informed that in our State the Food Product for all the 30 districts have been approved by Hon'ble Chief Minister. The scheme guidelines and the revised ODOP has been circulated to all the Banks and Lead District Managers in the State and have been given a target of 1000 food processing units.

With a hope to achieve the Annual Credit Plan with the support of bankers within the next 5 months, he concluded his speech.

## **HIGHLIGHTS OF ADDRESS OF COMMISSIONER CUM DIRECTOR, MISSION SHAKTI, GOVERNMENT OF ODISHA**

Commissioner cum Director, Mission Shakti, Govt. of Odisha informed the House that during this COVID-19 outbreak SHGs have taken up a true and unique leadership role along with community service in Odisha. They are manufacturing masks, providing food in the Gram Panchayats and all the activities they were doing prior to the outbreak of the Pandemic. She also highlighted that lending to SHGs at this point of time will definitely have impact on revival of Economy in the State. She thanked all the Bankers



for achieving the target in SHG both under OLM and Mission Shakti in terms of loan size and no. of groups as well in the previous Financial Year. However she insisted the bankers on increasing the average loan size to minimum Rs. 2.00 lakh which will help the SHG members a lot.

She insisted the Banks to increase the COVID loans to the SHGs also as Mission Shakti is providing interest subvention for the COVID loans also.

She informed that for this Financial Year 2020-21, there is a budget of Rs.150 Crore for interest subvention to SHGs. She requested all the Banks who have not yet claimed the interest subvention to submit the same at the earliest.

She also informed that there will be dedicated MIS portal to monitor the loans provided by Banks to SHGs on real time basis. Again she informed that Banking Correspondents in all Unbanked Gram Panchatyats is another priority of Government. Mission Shakti is going to tie up with Banks for providing this BC Service Model in the Unbanked GPs where the infrastructure and BC will be provided by Mission Shakti.

#### **HIGHLIGHTS OF ADDRESS OF COMMISSIONER CUM SECRETARY, FISHERIES AND ANIMAL RESOURCES DEVELOPMENT DEPARTMENT, GOVERNMENT OF ODISHA**

The Commissioner cum Secretary, Fisheries & Animal Resources Development Department highlighted that due to this COVID-19 pandemic, the production in the allied sector has been badly affected.

He highlighted that the performance under Allied Sector in Annual Credit Plan for FY 2020-21 is extremely low.

Under MKUY, Fishery, PMSY sector more nos. of applications are pending at different bank branches. So he requested all the Banks to dispose off all the pending applications on priority basis.

#### **HIGHLIGHTS OF ADDRESS OF SECRETARY, DEPARTMENT OF FINANCIAL SERVICES, GOVERNMENT OF INDIA**

Secretary, Department of Financial Services, Ministry of Finance, Government of India stated that Banking Service is one of the Services which was provided uninterrupted to the general public during this COVID-19 Pandemic outbreak. Despite being exposed to the infection, branches were operational, ATMs were functional and BCs were also providing general banking service. Bankers also played a key role in providing seamlessly the schemes and relief measures taken by State as well as Central



Government to the vulnerable sections of the Society. He conveyed his gratitude to the bankers who have performed their duties diligently and conscientiously with dedication and wholeheartedness.

Secretary, DFS said that Credit flow will be an integral part in reviving the economy. He informed that Central Government in coordination with the State Governments have launched a special drive to saturate all the PM Kisan beneficiaries under Kisan Credit Card. He urged the bankers as well as the State Government authorities to ensure that no eligible Kisan should be left out from availing the Kisan credit facility in the State.

He emphasized that the second important Sector for reviving economy is the MSME Sector. Under Aatma Nirbhar Bharat Package Government is providing different revival measures to MSME Sector and Banks in the State have performed well under the ECLGS scheme under the guidance and support of Principal Secretary, MSME Department, Government of Odisha.

As far as PM SVANidhi is concerned, the scheme is mainly for the marginalized section of the society who have lost their livelihood during lock down. He requested the Principal Secretary, Finance Department, Government of Odisha, all the concerned officials to sensitize the Municipal Authorities and Urban Local Authorities and requested the bankers to come forward and extend their helping hand to the street vendors.

The next issue he highlighted is the banking infrastructure in Odisha State. He appealed the bankers to liaise with the State Government to provide banking touch point within a radius of 5 km of each village in the State.

The declining CD ratio in the State is another cause of concern. He highlighted the schemes of Government which can be a tool to enhance credit as well as CD ratio in the districts where CD ratio is less than 40%.

He urged the bankers to look at the pending applications sponsored by different State Government Departments and dispose of those as early as possible.

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

Regional Director, RBI, Bhubaneswar highlighted the importance of delivery of credit within the fixed time limit. Secondly the digital penetration should be more in the 2 pilot districts in the State of Odisha. Thirdly under the BALARAM scheme he urged the bankers to fulfill the expectation of State Government from Bankers. Then he highlighted the importance of opening of more nos. of Brick & Mortar branches. He also added that all the Sub-Committees of SLBC should be convened within time.



## **HIGHLIGHTS OF ADDRESS OF CHIEF GENERAL MANAGER, NABARD, BHUBANESWAR**

The Chief General Manager, NABARD told that there should be active participation of the Commercial Banks in extending Crop loan. He urged all the banks to make the Scheme BALARAM, a grand success. The FPOs in the State should be provided adequate credit support by the Commercial banks. He then highlighted the importance of credit flow to the Allied Sector in the State of Odisha which has a great potential.

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.**

Sl.No	Issues	Issue raised by	Action to be taken
1	Credit to Farmers, Credit to Women Self Help Groups and Credit to MSME borrowers	Hon. Chief Minister, Odisha	All Banks to give more emphasis to priority sectors for the betterment of livelihood of farmers, women SHGs and entrepreneurs of our State.
2	SHG-Interest Subvention	Hon. Chief Minister, Odisha	All Banks should utilize the benefit of Interest Subvention available for WSHG and pass on the benefit to the borrowers.
3	Opening of Brick and Mortar Branches	1. Development Commissioner cum ACS  2. Principal Secretary, Finance	All the Banks to complete the process by 31.12.2020



4	Improvement of CD Ratio in the districts where the ratio is less than 40%	Secretary, Department of Financial Services, Govt. of India	District Collectors, LDMs and Banks of following 12 districts:  Angul, Deogarh, Gajapati, Ganjam, Jagatsinghpur, Kandhamal, Kendrapara, Keonjhar, Malkangiri, Mayurbhanj, Puri and Sambalpur to look into the matter and initiate necessary steps to improve the CD ratio.
5	KCC Saturation under special drive	APC	All banks should complete the pendency of application sponsored by OMFED under KCC dairy scheme.
6	Achievement under Agriculture term loan, Fishery and other Allied Activities, Education, Housing	1.APC 2.Principal Secretary, Finance	All Banks to gear up advance in the said segment so that ACP for 2020-21 can be achieved for these specific segments.
7	Intervening Petition filed by petitioner with Hon. High Court for stop auction selling of mortgaged properties in NPA accounts.	Principal Secretary, Finance	All Banks, Finance Department and Law Department  SLBC on behalf of all the Banks can file petition with Hon. High Court against the intervening petition to challenge the stay and vacate the same.
8	Pending applications sponsored by Govt. Departments/ Agencies with banks	Principal Secretary, Finance	All Banks, SLBC and Govt. Departments/ Agencies
9	Strengthening of SLBC, Odisha by online sharing of information between banks and Government Departments	Principal Secretary, Finance	SLBC, Odisha



10	Agriculture Infrastructure Fund	Principal Secretary, Agriculture and FE	All Banks in coordination with MD, APICOL and NABARD should sanction more applications under this Atmanirbhar scheme.
11	Achievement of PMEGP and ECLGS and PMFME by Banks	Principal Secretary, MSME	All Banks must achieve the target under PMEGP and disburse all sanctioned ECLGS loans and Sanction the remaining cases. The Banks should go on financing under the Central Scheme PMFME in a mission mode.
12	Dedicated MIS portal for monitoring credit proposal of WSHG	Commissioner cum Secretary, Mission Shakti	All Banks and Mission Shakti

## **AGENDA NO. 1**

### **Confirmation of Proceedings of 158<sup>th</sup> and 159<sup>th</sup> SLBC Meeting held on 28.05.2020 at Bhubaneswar.**

The Proceedings of the 158<sup>th</sup> and 159<sup>th</sup> SLBC Meeting held on 28.05.2020 was circulated among all the members of SLBC vide our letter No. SLBC/ODI/220/2020-21 dated 11.06.2020. Since no comments have been received from any quarter, the same was confirmed by the house.

## **AGENDA NO. 2**

### **ATMA NIRBHAR BHARAT PACKAGE:-**

Hon'ble Prime Minister Shri Narendra Modi on May 12<sup>th</sup>, 2020, announced the Special economic and comprehensive package of Rs. 20 lakh crores - equivalent to 10% of India's GDP – to fight COVID-19 pandemic in India. He gave a clarion call for Aatma Nirbhar Bharat or Self-Reliant India Movement. He also outlined five pillars of Aatma Nirbhar Bharat – Economy, Infrastructure, System, Vibrant Demography and Demand. Following the call of the Hon'ble Prime Minister, Minister for Finance & Corporate Affairs Smt. Nirmala Sitharaman laid down the details of the Aatma Nirbhar Bharat Package in a string of press conferences from 13<sup>th</sup> May to 17<sup>th</sup> May 2020. The house discussed about the different components under the Package and the Banks were asked to give their all out effort for providing financial assistance under the schemes.





The major components of Aatma Nirbhar Bharat Package for Priority Sector are **Agriculture, MSME and SHGs**. The Principal Secretary, MSME and Principal Secretary, Finance Department appreciated the Banks for their excellent performance under ECLGS and advised all the Banks to actively participate in the schemes already implemented in the State.

**(Action: SLBC, All Banks)**

## **AGENDA NO. 3**

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

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

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

Out of 65 proposed brick & mortar bank branches only one bank branch has been opened by Axis bank at Birikote GP of Gajapati district. All other banks were advised to complete the process of opening of Brick & Mortar branches by 31.12.2020 positively.

**(Action: Finance Deptt., Govt. of Odisha, RBI, SLBC, All Banks)**

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

As informed by Department of Financial Services (DFS), Ministry of Finance, Government of India that on analysis of data from the Jan Dhan Darshak App (JDDA) done by NIC as on 30<sup>th</sup> September 2020, there are still 89 inhabited unbanked villages that have not been covered through banking outlets within the distance of 5 km.

SLBC has already shared the data to all banks with a request to update the covered villages in Jan Dhan Darshak App.

Secretary, DFS also directed all banks to liaise with State Government and provide banking touch point within a radius of 5 km of each village in the State.

**(Action: Finance Deptt., Govt. of Odisha, SLBC, All Banks)**





### **(c) Connectivity**

As reported by GM, BSNL, status as on 30.09.2020 of Bharat Net Phase-I covering 18 districts was that, 3767 no. of GPs have been connected through Optical Fibre Cable out of total 3991 GPs & BHQs.

In regard to Phase-II, 702 GPs are connected out of 3116 GPs & BHQs.

**(Action: BSNL)**

## **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.

Convenor, SLBC reported that overall achievement under ACP under Priority Sector is 20.16% during the period 01.04.2020 to 30.06.2020. The achievements under Agriculture & MSME are 19.53% and 29.58% respectively. Though having potential, the achievement percentage in Agri Term Loan, Fishery, Dairy loans, Agriculture Infrastructure loan, Education loan and Housing loan during this period are 7.78 %, 1.14%, 0.97%, 4.38%, 2.78% and 4.42% respectively which are really cause of concern. The banks are requested to increase the credit flow to these sectors to achieve the ACP target.

Principal Secretary, Finance expressed his concern over poor performance of banks in achieving the targets for Priority sector.

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.

**(Action: SLBC, All Banks)**



## **(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 24.88% and 7.78% respectively during the period 01.04.2020 to 30.06.2020. Banks are requested to expedite the disbursement process and achieve the target in timely manner.

**(Action: SLBC, All Banks)**

### **Kisan Credit Card (KCC)**

It is observed that Banks have disbursed Rs.7,292.94 crore in 15,62,359 KCC accounts during 01.04.2020 to 30.06.2020, out of which 1,48,895 fresh KCC have been issued disbursing Rs 888.30 Crore. Total outstanding balance as on 30.06.2020 was Rs.22,838.64 crore in 48,95,655 KCC accounts.

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

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.

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

#### **Action Point:**

- There is urgent need for policy intervention by Govt. for diversification of cropping pattern.
- Reform agriculture markets to facilitate farmers to sell their produce at reasonable price.
- To Support farmer's income against falling prices.
- Raising production by improving water-use efficiency and access to irrigation.
- Bring down cost of cultivation by using soil health cards for balanced use of fertilizers.
- Provide sufficient warehouse/ cold storage facility at low cost and encouraging farmers to use warehouses to avoid distress sale of farm produce.



### **(c) Education Loan**

All commercial banks have disbursed Rs.49.24 Crore in 1,459 accounts during 01.04.2020 to 30.06.2020. The balance outstanding as on 30.06.2020 was Rs. 1,626.46 Crore in 56,882 accounts.

The Principal Secretary, Finance Department expressed his concern over the achievement in Education loan by banks for the first quarter and requested all banks to gear up and improve the finance for this sector.

**(Action: SLBC, All Banks)**

### **(d) Housing Loan**

All Commercial Banks have disbursed Rs.526.43 Crore in 4,893 accounts during 01.04.2020 to 30.06.2020. The balance outstanding as on 30.06.2020 was Rs. 15,755.22 Crore in 1,69,767 accounts.

**(Action: SLBC, All Banks)**

## **AGENDA NO.5**

### **Credit Deposit Ratio**

Sambalpur district registered a CD ratio of 31.01% only on account of MCL deposit of Rs.10,599.00 Crore. If this amount is excluded, the CD Ratio will be 55.87%.

It is observed that 3 districts namely Boudh, Jajpur and Jharsuguda 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.

CD ratio has increased for the districts of Bolangir, Dhenkanal, Gajapati, Ganjam, Malkangiri, Nayagarh, Puri, Sambalpur and Sundargarh while CD ratio has declined for the remaining districts.

**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 of these districts.**

**(Action: RBI, SLBC, All Banks, All LDMs)**



## **AGENDA NO.6**

### **(a) Financing to MSME Sector**

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

Banks have sanctioned Rs.8,601.78 Crore in 2,17,109 accounts between 01.04.2020 to 30.06.2020. **The Principal Secretary suggested that the Credit through Kishore and Tarun should be increased.**

**(Action: SLBC, All Banks, All LDMs)**

#### **Regarding Bank finance to MSMEs getting lease hold right from IDCO**

Odisha Industrial Infrastructure Development Corporation (IDCO) is the nodal agency of the State Govt. to acquire land and give on lease basis to the Industries and MSMEs of the state for setting up various industrial and commercial activities. IDCO is also allows the units to mortgage the land in favour of various commercial Banks and take financial assistance for their units.

In last few years, it is seen that, IDCO has changed certain rules in its policy of giving lease hold rights to the units. The State Govt. has its policy which states that, a unit should start its manufacturing activity within a period of 3 years from the date of allotment, otherwise, the allotment of land may be cancelled. The Allottees are facing problems when IDCO is preliminary doing an agreement to lease for a period of 3 years with the respective units and after completion of the project, IDCO does not provide the permanent lease deed with their respective units. Now the problem is to take up the project, the MSME unit needs fund and the Bankers are not willing to give finance to the units against the agreement to the lease made by IDCO as this agreement to lease is not a permanent lease and mortgageable right against this lease deed has not issued by IDCO.

**(Action: Industries Department, Chairman IDCO, All Banks)**

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

For FY 2020-21, Rs.13483.86 Lakhs Margin Money target is assigned to different banks which is 30.82% increase from the last FY target.

**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.**

**(Action: MSME Department, KVIC, All Banks)**



## **AGENDA NO. 7**

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

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

##### **1. SHG Bank Linkage:**

The combined target of Mission Shakti and OLM under SHG Bank Linkage for the year 2020-21 is to credit link **2,54,250** numbers of WSHGs with total disbursement of **Rs. 3240.20 Cr.** As on 30.09.2020 achievements under physical-**77,091** and financial **Rs.1104.73Cr** are respectively **30 %** and **34 %**.

##### **2. Average credit to SHGs:**

RBI through its Master Circular mandates minimum loan of 6 times corpus or Rs **1** lakh whichever is higher per SHG as the first dose and higher amount in the subsequent doses. Assuming a corpus of 30 to 40 thousands minimum loan to SHG on first dose comes to around Rs.**2** lakhs. Further, SLBC Sub-committee on Rural Credit also approved minimum loan of Rs. **2** lakhs per SHG. In addition, RBI Master Circular dated 18<sup>th</sup> September 2020 mandates minimum of Rs.**6** lakhs based on MCP of SHG on 3<sup>rd</sup> linkage.

Over the years, average loan per SHG ranges between Rs 1.18 lakh to about 1.44 lakhs.

**All Banks were requested by SLBC to adhere to the norms mandated by RBI in extending 1<sup>st</sup> dose loan to SHGs. In addition, Banks are also requested to renew and enhance SHG loans on 2<sup>nd</sup>, 3<sup>rd</sup> and subsequent years as mandated in RBI circular. Systematic efforts need to be made to increase the loans to women SHGs as per doses mentioned in RBI Master Circular.**

**(Action: Mission Shakti, All Banks)**

##### **3. On Line Loan Application:**

OLM has already initiated on line submission of SHG loan applications and is in the process of switching over from manual sponsoring to On Line submission of Loan application. This will ensure quality of loan proposal and enable tracking of loan proposals by stakeholders.

All Banks have been requested to clear the pending applications in time bound manner.

**(Action: SLBC, All Banks)**



#### **4. Digital Finance :**

##### **Deployment of women SHG members as BC:**

OLM as corporate BC to SBI, UGB and OGB has opened 530 BC points engaging WSHG members as BC Sakhi (Agent). 209 more BC points are likely to be opened in a month or two.

As mandated under the 'One GP-One BC' initiative, OLM aims at deploying at least one women SHG member as BC in each GP. Keeping this in view one BC Sakhi will be selected, trained and made IIBF certified in each GP to create a ready pool of BC Sakhi. **As per DFS guidelines, all Banks and SLBC are requested to engage / deploy these trained and IIBF certified BC Sakhis at their BC points.**

**(Action: SLBC, All Banks)**

##### **Opening of Savings Bank Accounts of SHGs and Transactions in Savings/ Cash Credit account of SHGs and federation of SHGs at Business Correspondents Points:**

Reserve Bank of India vide clause 7.1.1(iv) and 7.1.4 of RBI Master Circular dated 18<sup>th</sup> September, 2020 advised Banks to enable transactions in jointly operated savings/ cash credit accounts of SHGs and their federations with inter operable facility at retail outlets managed by Business Correspondents / at BC Points. Further, the BC deployed by banks may also be authorised to open Savings Bank Accounts of the SHGs.

**All commercial Banks and Regional Rural Banks were requested to enable SHGs to carry out transactions at BC points. OLM assures all support to Banks in implementation of Dual Authentication for SHG transactions.**

**(Action: OLM, All Banks)**

#### **5. Insurance & Social Security :**

OLM has established basic system and protocols to enrol members under different insurance scheme like **PMJJBY, PMSBY, APY** and there has been focus on coverage of members under this scheme. During current Insurance year, it has been decided to enrol all eligible WSHG members (including interested family members) under PMJJBY and PMSBY through Bank route /channel.

##### **(b) 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 **2,624** applications for 2020-21, as on 30<sup>th</sup> June 2020, **17** loan applications have been disbursed as per report generated from Stand up Mitra portal.

**(Action: All Banks)**

**(c) Joint Liability Group (JLG)**

Total amount disbursed for the period 01.04.2020 to 30.06.2020 was Rs.69.96 Crore in 12,710 accounts and balance outstanding as on 30.06.2020 was Rs.2,979.10 Crore in 10,42,891 accounts

**(d) Artisan Credit Card (ACC)**

During the period of 01.04.2020 to 30.06.2020, the Banks in the State have issued 4 number of Artisan Credit Cards involving total amount of Rs.0.01 Crore. The balance outstanding as on 30.06.2020 was Rs.23.19 Crore against 6,268 accounts.

**(e) Swarozgar Credit Card (SCC)**

10 numbers of SCCs have been issued for the period from 01.04.2020 to 30.06.2020 amounting to Rs.0.03 Crore. The balance outstanding as on 30.06.2020 was Rs.115.20 Crore against 42,323 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.

## **AGENDA NO. 8**

**State Govt. Sponsored Schemes Progress**

A new scheme BALARAM(Bhoomihina Agriculturist Loan & Resources Augmentation Model) has been notified by Department of Agriculture and Farmers' Empowerment, Government of Odisha on 16.07.2020 for financing Joint Liability Groups (JLGs)/Sharecroppers through financial institutions. The target of the scheme is to form one lakh JLGs (65000 & 35000 for the FY 2020-21 & 2021-22 respectively) covering at least five lakh farmers mainly from among those who are sharecroppers using ATMA (Agricultural Technology Management Agency) platform of the Department of Agriculture and Farmers' Empowerment.

In this regard, NABARD in coordination with SLBC has assigned target to different banks by adopting the following methodologies



- i) Each Rural and Semi-urban Branch of RRBs have been given a target to finance 10 and 06 JLGs in the FY 2020-21 and FY 2021-22 respectively.
- ii) The remaining JLGs i.e 55590 (65000 -9410) for financing during FY 2020-21 and 29354 (35000-5646) for the FY 2021-22 have been equitably distributed among rural and Semi-urban branches of Public Sector Banks. However, the target for the Major PSBs in the State, i.e. State Bank of India (SBI), Punjab National Bank (PNB), Union Bank and UCO bank have been given 15% higher target per branch in both years in comparison to other PSBs.

**(Action: All PSU Banks, RRBs, SLBC & NABARD)**

**(b) Development with regard to the Administration of Subsidy of Women SHGs in the State of Odisha – Mission Shakti**

**1. SHG Bank Linkage:**

The SHG-Bank Linkage Programme is a major Financial Inclusion initiative by Mission Shakti, aiming at ensuring access of women SHGs to institutional credit. To facilitate this programme, the Directorate of Mission Shakti has been designated as the interface for SHG Bank Credit Linkage programme as well as the Nodal Agency for implementation of Interest Subvention Programme in the State.

To improve the annual credit support to SHGs, a joint target was fixed and communicated to the banks for the current financial year under Rural Credit. As on 30th September 2020, 57,803 SHGs have been bank linked with an amount of Rs. 958.53 crore against the annual rural credit target of 2,54,250 SHGs and Rs. 3240.20 crore. The achievement against the physical & financial targets are 23% & 30% respectively with an average loan size of Rs. 1.65 lakh only.

Considering the ongoing pandemic situation, the special COVID loan programme of respective banks may be extended. It is to mention that, the special COVID loan is covered **under State Interest Subvention Programme** and the SHGs are eligible for interest subvention on prompt and regular repayment under Mission Shakti Loan Scheme.

**(Action: All Banks, SLBC & Mission Shakti)**

**(c) Kalinga Sathi Sikhya Yojana (KSSY)**

During the Period from 01.04.2020 to 30.06.2020, 175 no. of accounts amounting Rs.13.13 Crore have been sanctioned under the income group upto 4.50 lacs and 138 no. of accounts amounting Rs. 72.31 Crore have been sanctioned under the income group from 4.50 lacs to 6.00 lacs





**(d) 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.

As informed by Office of the Director of Handicrafts & Cottage Industries, Odisha that during the year 2019-20, 856 numbers of applications are pending & 895 numbers of applications are pending for the FY 2020-21.

## **AGENDA NO.9**

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

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

**Special Drive for providing all dairy farmers of Milk Cooperatives and Milk Producer Companies with Kisan Credit Cards (KCC)**

Department of Animal Husbandry and Dairying, Ministry of Fisheries, Animal Husbandry and Dairying, Govt. of India, vide their letter F.No.M- 01007/5/2020-Admin-1/KCC dated May 28, 2020 had announced a Special Drive from 1st June-31st July 2020, for providing all dairy farmers of Milk Cooperatives and Milk Producer Companies with Kisan Credit Cards (copy enclosed).

Further Govt. of India vide their letter F.No.M-01007/ 5/ 2020-Ad min-1/ KCC dated July 27, 2020 had extended the Special Drive further for two months from 1st August- 30th September 2020, for providing all dairy farmers of Milk Cooperatives and Milk Producer Companies with Kisan Credit Cards.

But due to increasing COVID-19 outbreak and natural disasters like flood in most of the States desired saturation was not achieved under this special drive. Department of Animal Husbandry and Dairying, Ministry of Fisheries, Animal Husbandry and Dairying, Govt. of India, vide their letter F.No.M-02022/14/2020-CDD dated September 24, 2020 on the captioned subject has extended the special drive i.e. "Campaign for provision of Kisan Credit Cards (KCC) to 1.5 crore dairy farmers of Milk Cooperatives and Milk Producer Companies" by three months i.e. from October 1, 2020 to December 31, 2020 to ensure maximum coverage of farmers.

**(Action: All Banks, SLBC)**



**(b) RBI Policy Changes:**

**I. Interest Subvention Scheme for MSMEs – Co-operative banks**

Government of India, Ministry of Micro, Small and Medium Enterprises (MSMEs) had announced the 'Interest Subvention Scheme for MSMEs 2018' on November 2, 2018 for Scheduled Commercial Banks. Government of India has since decided to include Co-operative Banks also as Eligible Lending Institutions effective from March 3, 2020.

The scheme provides for an interest relief of two per cent per annum to eligible MSMEs on their outstanding fresh/incremental term loan/working capital during the period of its validity. The coverage of the Scheme is limited to all term loans / working capital to the extent of Rs.100 lakh. The loan accounts on the date of filing claim should not have been declared as NPA as per the extant guidelines in force. No interest subvention shall be admissible for any period during which the account remains NPA.

The aforesaid operational guidelines for the Scheme (Para 2.1, 2.2 and 2.4 of the Scheme) have been further modified by the Government as under:

- a. The validity of the scheme has been extended till March 31, 2021. Accordingly, fresh or incremental term loan / working capital limit extended by co-operative banks with effect from March 3, 2020 will be eligible for coverage under the scheme.
- b. Acceptance of claims in multiple lots for a given half-year by eligible institutions is permitted.
- c. Requirement of Udyog Aadhaar Number (UAN) may be dispensed with for units eligible for GST. Units not required to obtain GST may either submit Income Tax Permanent Account Number (PAN) or their loan account must be categorized as MSME by the concerned bank.
- d. Trading activities have also been allowed to be covered under the scheme without UAN.

Accordingly, the enclosed Scheme should be read in conjunction with the above modifications.

- Small Industries Development Bank of India (SIDBI) is the single national level nodal implementation agency for the scheme. Nodal office of eligible lending institutions should submit their half yearly claims to SIDBI as per the guidelines for claim submission provided in the scheme.
- Co-operative Banks may take appropriate action as envisaged in the aforesaid operational guidelines and issue necessary instructions to their branches / controlling offices for successful implementation of the scheme.



## **II. Micro, Small and Medium Enterprises (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.

Again, RBI vide their letter no.DOR.No.BP.BC/4/21.04.048/2020-21 dated 06<sup>th</sup> August 2020 has informed that in view of the continued need to support the viable MSME entities on account of the fallout of Covid19 and to align these guidelines with the Resolution Framework for COVID 19 – related Stress announced for other advances, it has been decided to extend the scheme permitted in terms of the aforesaid circular. Accordingly, existing loans to MSMEs classified as 'standard' may be restructured without a downgrade in the asset classification, subject to the following conditions:

- i. The aggregate exposure, including non-fund based facilities, of banks and NBFCs to the borrower does not exceed Rs.25 crore as on March 1, 2020.
- ii. The borrower's account was a 'standard asset' as on March 1, 2020.
- iii. The restructuring of the borrower account is implemented by March 31, 2021.
- iv. The borrowing entity is GST-registered on the date of implementation of the restructuring. However, this condition will not apply to MSMEs that are exempt from GST-registration. This shall be determined on the basis of exemption limit obtaining as on March 1, 2020.
- v. Asset classification of borrowers classified as standard may be retained as such, whereas the accounts which may have slipped into NPA category between March 2, 2020 and date of implementation may be upgraded as 'standard asset', as on the date of implementation of the restructuring plan. The asset classification benefit will be available only if the restructuring is done as per provisions of this circular.
- vi. As hitherto, for accounts restructured under these guidelines, banks shall maintain additional provision of 5% over and above the provision already held by them.



## **(c) NABARD Initiatives**

### **I. Special Refinance scheme in NABARD Watershed and Wadi project areas**

#### **Background**

NABARD has been implementing watershed development projects and wadi projects on participatory approach for conserving natural resources across the country for more than two decades. These development initiatives have transformed the natural and human resource endowments in compact areas and are conducive for absorption of higher capital. The spread of the Novel Coronavirus(COVID-19)pandemic has severely impacted the lives of million in the rural areas on account of lack of employment and livelihood opportunities due to lockdown and the severity has compounded due to reverse migration of labour force necessitating the need to create investment opportunities for rural youth in agriculture. Accordingly, the concessional refinance scheme has been conceived not only to encourage banks to lend to the economic activities and create sustainable livelihood and employment opportunities in the rural areas but also to address the issues arising out of reverse migration.

#### **Scheme - Brief Details:**

In the above context, NABARD has decided to extend concessional long term (LT) refinance support to all eligible banks/ Fis (Commercial Banks, SFBs, RRBs, Cooperative Banks and subsidiaries of NABARD) at **3%** per annum and the ultimate lending rate to be charged by banks/ FIs not to be more than **2.5%** over and above the interest rate charged by NABARD. This would enable the banks to deepen institutional credit to beneficiaries in all priority sector loans of watershed project areas and micro food processing activities in wadi project areas. Banking Plans would be prepared by NABARD in consultation with banks to facilitate sanction and disbursement of loans. The refinance will be sanctioned under Automatic Refinance Facility (ARF) which shall enable banks to obtain financial accommodation from NABARD, without going through pre-sanction procedure formalities.

### **II. Scheme for Support under FIF to Financial Literacy Centres (FLCs) and rural bank branches for purchase of Handheld Projector with Battery, Screen and Speakers**

As per the decision taken in XXVI meeting of the Advisory Board of Financial Inclusion Fund (FIF) of NABARD, the scheme for purchase of Handheld Projector with Battery, Screen and Speakers to be used for financial literacy activities by the rural bank branches and FLCs of Scheduled Commercial Banks, Regional Rural Banks and Cooperative Banks, has been reopened for extending grant support under FIF.

The scheme will be known as "Support to Financial Literacy Centres (FLCs) and rural bank branches for purchase of Handheld Projector with Battery, Screen and



Speakers". Items for which support is available on a reimbursement basis per FLC/rural branch and the support to eligible banks will be a "one-time" grant.

## **AGENDA NO. 10**

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

#### **(a) NPA & Overdue position as on 30.06.2020**

The NPA % of the State as on 30.06.2020 was 6.58 and overdue % was 20.89 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 joint efforts with specific strategies to improve the recovery performance for better recycling of funds.

#### **(b) Status of OPDR cases as on 30.06.2020**

11,685 no. of OPDR cases involving Rs.133.59 crore are pending as on 30.06.2020. 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. Many applications are 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 434 numbers of applications involving Rs.270.67 Crore of different banks for attachment of property under section 14 of SARFAESI Act are pending with District Magistrates.



All Lead District Managers were 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.

Managing Director UCO Bank cum Chairman, SLBC highlighted that a lot of application are pending for attachment of property under SARFAESI. Principal Secretary, Finance, Govt. of Odisha said that regarding OPDR and SARFAESI cases, a lot of communications have been made to the District Collectors from the Finance Department. However, due to the COVID-19 Pandemic outbreak appropriate action shall start from December, 2020.

**(Action: Finance Department, Govt. of Odisha, SLBC, All Banks)**

## **AGENDA NO. 11**

### **Banks Common Concern**

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

As on 30.06.2020, 109 rural BPL/NRLM target group youth have been trained against annual target of 15,377 for the year 2020-21. (0.71% achievement)

The overall number of candidates trained as on 30.06.2020 was 109 against annual target of 21,961. (0.50% achievement)

The percentage of candidates settled as on 30.06.2020 (Cumulative) was 74% against National Average of 69%.

The percentage of candidates settled with Bank finance as on 30.06.2020 (Cumulative) was 56% against National Average of 49%.

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

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

**(d)** 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.



**(e)** Hon'ble High Court of Odisha has stayed the auction of property upto 25.11.2020 in the State of Odisha for which banks are unable to recover their due against mortgage properties offered as collaterals for which funds have been stuck in NPA accounts which could have been deployed by the banks for financing to needy and common people. State Law Department to take necessary action to see that stay in the Honorable High Court for auction of properties till 25.11.2020 is vacated so that huge amount is recovered through auction of properties from NPA borrowers which can be deployed for financing under different schemes of the Govt. It was decided SLBC will work to get a miscellaneous petition filed for reconsideration in High Court.

**(Action: SLBC)**

## **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. It was decided to request all collectors to hold the meetings regularly.

**(Action: DIR (IF), RBI, LDMs)**

### **(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.

**(Action: Respective Banks)**

## **AGENDA NO. 13**

### **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 submitted by Banks and a lot of time is lost in getting the corrected data. It was decided to develop system based collection of Data by SLBC, as per RBI guidelines.

**(Action: SLBC, All Banks)**

**The meeting ended with vote of thanks by the Executive Director, UCO Bank to Hon. Chief Minister and all the dignitaries.**

**LIST OF PARTICIPANTS FOR 160 MEETING HELD ON 29.10.2020 FOR THE QUARTER ENDED JUNE 2020 AT 3.30 PM  
THROUGH Video Conference**

SL	NAME	DESIGNATION	ORGANISATION
1	Shri Naveen Patnaik	Hon'ble Chief Minister	Govt. of Odisha
2	Shri Asit Tripathy	Chief Secretary	Govt. of Odisha
3	Shri Debasish Panda	Secretary Finance	Government Of India
4	Shri Suresh Ch. Mohapatra	Development Commissioner Cum Additional Chief Secretary	Govt. of Odisha
5	Shri Raj Kumar Sharma	Agriculture Production Commissioner Cum Additional Chief Secretary	Govt. of Odisha
6	Shri A K K Meena	Principal Secretary	Finance Department, Govt. of Odisha
7	Shri A K Goel	Managing Director & CEO, UCO Bank cum Chairman, SLBC, Odisha	UCO Bank
8	Shri Satyabrata Sahu	Principal Secretary	MSME, Govt. of Odisha
9	Dr. Saurabh Garg	Principal Secretary	Agriculture & Farmers Empowerment, Govt. Of Odisha
10	Shri R. Raghu Prasad	Commissioner cum Secretary	Fisheries & Animal Resources Development Deptt., Govt. of Odisha
11	Shri Suresh Kumar Vashishth	Special Secretary	Agriculture & Farmers Empowerment, Govt. Of Odisha
12	Mrs Sujata R Kartikeyan	Commissioner cum Director	Mission Shakti, Govt. Of Odisha
13	Shri Gopabandhu Satapathy	Managing Director	Odisha State Cooperative Bank
14	Shri Bhusan Sinha	Joint Secretary	Department of Financial Services, Govt. of India
15	Dr M Muthukumar	Director, Agriculture & Food Production, Odisha	Agriculture & Farmers Empowerment, Govt. Of Odisha
16	Dr Pragyasmitha Sahoo	Director, Institutional Finance	Finance Deptt., Govt. of Odisha
17	Shri M K Mall	Regional director	Reserve Bank of India
18	Shri Ajay Vyas	Executive Director	UCO Bank
19	C Uday Bhaskar	Chief General Manager	NABARD
20	Shri Arupananda Jena	General Manager Cum Convenor, SLBC	UCO Bank
21	Shri Ratnakar Rout	Director	Directorate of Animal Husbandry & Veterinary Services, Govt. of Odisha
22	Dr. Pravat Kumar Roul	Managing Director	APICOL
23	Shri Priyaranjan	Dy. General Manager, FIDD	RBI, Bhubaneswar
24	Dr. PK Agrawal	Vice Chancellor	OUAT
25	Shri Lalatendu Behera	In-Charge, SLBC	UCO Bank
26	Shri Tarakanta Bhakta	Deputy Secretary, Finance Dept	Govt. of Odisha
27	Shri B K Das	SDM, OLM	Govt. of Odisha
28	Dr. Rajesh Das	Chief Statistian,	Govt. of Odisha
29	Shri D Pradhan	State Director of RSETIs	RSETI
30	Controlling Head/Executive		OSFDC
31	Controlling Head/Executive		SIDBI
32	Controlling Head/Executive		State Bank of India
33	Controlling Head/Executive		Union Bank Of India
34	Controlling Head/Executive		Indian Bank
35	Controlling Head/Executive		Bank Of Baroda
36	Controlling Head/Executive		Indian Overseasbank
37	Controlling Head/Executive		Bank Of India
38	Controlling Head/Executive		Canara Bank
39	Controlling Head/Executive		Punjab National Bank
40	Controlling Head/Executive		Utkal Grameen Bank
41	Controlling Head/Executive		Odisha Gramya Bank
42	Controlling Head/Executive		Central Bank of India
43	Controlling Head/Executive		Suryadaya SFB
44	Controlling Head/Executive		Indusind Bank
45	Controlling Head/Executive		Axis Bank



SL	NAME	DESIGNATION	ORGANISATION
46	Controlling Head/Executive		ICICI Bank
47	Controlling Head/Executive		Bandhan Bank
48	Controlling Head/Executive		IDBI Bank
49	Controlling Head/Executive		Yes Bank
50	Controlling Head/Executive		RBL Bank
51	Controlling Head/Executive		HDFC Bank
52	Controlling Head/Executive		Federal bank
53	Controlling Head/Executive		IDBI
54	Shri Maheswar Gouda	LDM, Angul	UCO Bank
55	Shri S Dakua	LDM, Balasore	UCO Bank
56	Shri Sitaram Meher	LDM, Bargarh	State Bank of India
57	Shri N Nageswara Rao	LDM, Bhadrak	UCO Bank
58	Shri Rajesh Behera	LDM, Cuttack	UCO Bank
59	Shri Rabindra Ku Sethi	LDM, Boudh	State Bank of India
60	Shri BC Majhi	LDM, Deogarh	State Bank of India
61	Shri Biswajit Pattnaik	LDM, Dhenkanal	UCO Bank
62	Shri Don Bosco T	LDM Office, Sundargarh	State Bank of India
63	Shri KC Nayak	LDM, Gajapati	Union Bank Of India
64	Shri A K Panda	LDM, Ganjam	Union Bank of India
65	Shri Satish Patra	LDM, Jagatsinghpur	UCO Bank
66	Shri Manoj Kumar Pradhani	LDM, Jajpur	State Bank of India
67	Shri Dayanidhi Kissan	LDM, Jharsuguda	State Bank of India
68	Shri Sashi Pattnaik	LDM , Kandhamal	State Bank of India
69	Shri Malaya Ku Mitra	LDM, Kendrapada	State Bank of India
70	Shri R N Mahalik	LDM, Keonjhar	Bank Of India
71	Shri D K Bhuan	LDM, Khorda	State Bank of India
72	Shri S Boxy	LDM, Nabarangpur	State Bank of India
73	Shri C M Majhi	LDM, Nayagarh	State Bank of India
74	Shri T Kumbhar	LDM, Nuapada	State Bank of India
75	Shri BK Mohanty	LDM, Puri	UCO Bank
76	Shri D Bihari	LDM, Rayagada	State Bank of India