

राज्य स्तरीय बैंकर्स समिति हिमाचल प्रदेश
संयोजक: यूको बैंक

STATE LEVEL BANKERS' COMMITTEE
HIMACHAL PRADESH
CONVENOR: UCO BANK

G M Secretariat, Himland Hotel,
SHIMLA
(HIMACHAL PRADESH)

AGENDA PAPERS
FOR
142nd QUATERLY REVIEW MEETING-
FOR
SEPTEMBER,2016

TO BE HELD ON 28.12.2016 (Wednesday) AT 11.30AM
AT
Hotel Holiday Home , SHIMLA (H.P.)-171001



BANKING OUTLETS IN HIMACHAL PRADESH AS OF SEPTEMBER, 2016

S. No.	District	NUMBER OF BANK BRANCHES					ATMs	Lead Bank
		PSBs	RRBs	Pvt. Bks	Coop. Bks	Total		
1	Bilaspur	70	11	3	33	117	106	UCO
2	Chamba	40	36	5	21	102	62	SBI
3	Hamirpur	92	19	6	47	164	147	PNB
4	Kangra	216	47	21	117	401	319	PNB
5	Kinnour	28	3	1	17	49	33	PNB
6	Kullu	69	18	10	29	126	116	PNB
7	L&S	15	1	0	7	23	15	SBI
8	Mandi	123	54	8	51	236	179	PNB
9	Shimla	198	24	29	71	322	282	UCO
10	Sirmour	86	8	11	32	137	117	UCO
11	Solan	165	12	22	36	235	314	UCO
12	Una	94	11	9	35	149	128	PNB
	Total	1196	244	125	496	2061	1818	

HIMACHAL PRADESH

AT A GLANCE

(Brief Profile of the State)

GENERAL:

S.No	Item	Unit	Particulars
1	Area (2011 Census)	Sq. Kms.	55673
2	Districts	Nos.	12
3	Sub Divisions	Nos.	55
4	Tehsils	Nos.	85
5	Sub-Tehsils	Nos.	38
6	Blocks	Nos.	78
7	Gram, Panchayats	Nos.	3243
8	Total villages(2011)	Nos.	20690
9	Inhabited Villages	Nos.	17882
10	Un-habited villages	Nos.	2808
11	Population (2011)	lakh	68.65
12	Rural Population	Lakh	61.76
13	Urban Population	lakh	6.89
14	Male population	Lakh	34.82
15	Female population	Lakh	33.83
16	Literacy (2011)	%age	82.80
17	Nos. of Agricultural operational Holdings	Nos.	933383
18	Total No. of households	Nos.	1476581
19	Rural Households	Nos.	1310538
20	Urban Households	Nos.	166043

POSITION AS OF SEPTEMBER, 2016

	Items		Unit	Position as of SEPTEMBER, 2016
1	Banks	PSBs	Nos.	25
		RRBs	Nos.	01
		Coop. Banks	Nos.	04
		Pvt. Sector Bks	Nos.	07
		Total	Nos.	37
2	Branch net work	PSB	Nos.	1196
		RRBs	Nos.	244
		Coop. Banks	Nos.	496
		Pvt. Sector Bks	Nos.	125
		Total	Nos.	2061
3	Area wise Branches	Rural	Nos.	1661
		Semi Urban	Nos.	308
		Urban	Nos.	92
		Total	Nos.	2061
4	Per branch population as per 2011 Census	Rural	Nos.	3718
		Su/Urban	Nos.	1722
		Total	Nos.	3330
5	Deposits	PSBs	Rs. Crores	65733.10
		RRB	Rs. Crores	3615.93
		Coop.	Rs. Crores	18738.63
		Pvt. Sector	Rs. Crores	5639.30
		Total	Rs. Crores	93726.96
6	Advances	PSBs	Rs. Crores	21915.04
		RRB	Rs. Crores	1232.06
		Coop.	Rs. Crores	8959.99
		Pvt Sector	Rs. Crores	2854.82
		Total	Rs. Crores	34961.91
7	Business Vol	PSBs	Rs. Crores	87648.14
		RRB	Rs. Crores	4847.99
		Coop.	Rs. Crores	27698.62
		Pvt Sector	Rs. Crores	8494.12
		Total	Rs. Crores	128688.87
8	Market Share	PSBs	Percentage	68.11
		RRB	Percentage	3.76
		Coop.	Percentage	21.53
		Pvt Sector	Percentage	6.60
		Total	Percentage	100.00
9	ATMs	PSB	Nos.	1439
		RRBs	Nos.	0
		Coop. Banks	Nos.	130
		Pvt. Sector Bks	Nos.	249
		Total	Nos.	1818

STATE LEVEL BANKERS' COMMITTEE HIMACHAL PRADESH

COMPARATIVE BANKING KEY INDICATORS AS OF SEPTEMBER, 2016, (Amount in Crores)

S.No.	Item	30.9.2014	30.9.2015	30.09.2016	Variation in Sept., 2016. over Sept., 2015 (Y-o-Y)	
1	Deposit PPD				Absolute	%age
	Rural	43036.06	49758.22	60296.95	10538.73	21.18
	Urban/SU	26584.90	30771.75	33430.01	2658.26	8.64
	Total-Deposits	69620.96	80529.97	93726.96	13196.99	16.39
2	Advances (O/S)					
	Rural	17186.86	16702.50	20247.70	3545.2	21.23
	Urban/SU	9941.96	14457.28	14714.21	256.93	1.78
	Total-Advances	27128.82	31159.78	34961.91	3802.13	12.20
3	Total Banking Business (Dep+Adv)	96749.78	111689.75	128688.87	16999.12	15.22
4	Investment made by Banks in State Govt. Securities/Bonds.	3389.11	5546.96	5064.16	-482.8	-8.70
5	CD RATIO as per Thorat Committee	57.07	60.80	55.64	-5.16	-8.49
6	Priority Sector Advances (O/S) of which under:	19632.09	22378.75	23882.32	1503.57	6.72
	i) Agriculture	5637.17	6579.61	7397.90	818.29	12.44
	ii) MSE	8839.35	9281.68	9593.37	311.69	3.36
	iii) OPS	5155.57	6517.46	6891.05	373.59	5.73
7	Weaker Section Adv.	5274.68	4643.94	5494.18	850.24	18.31
8	DRI Advances	24.10	44.31	10.27	-34.04	-76.82
9	Non Priority Sec. Adv.	7496.73	8781.03	11079.59	2298.56	26.18
10	No. of Branches	1859	1955	2061	106	5.42
11	Advances to Women	2248.51	1937.14	2709.67	772.53	39.88
12	Credit to Minorities	1166.84	560.90	585.17	24.27	4.33
13	Advances to SCs/STs	6444.63	2183.33	2455.00	271.67	11.06

STATE LEVEL BANKERS' COMMITTEE HIMACHAL PRADESH

POSITION OF NATIONAL PARAMETERS AS OF SEPTEMBER, 2016 IN HIMACHAL PRADESH

(In terms of %age)

SR No	Sector	Sept.,2014	Sept,2015	Sept,2016	National Parameter
1	Priority advances sector	72.37%	71.82%	68.30%	40%
2	Agriculture advances	20.77%	21.11%	21.16%	18%
3	Advances to weaker sections	19.44%	14.90%	15.71%	10%
4	Advances to women	8.29%	6.21%	6.00%	5%
5	DRI advances	0.09%	0.10%	0.03%	1%
6	C.D. Ratio	57.07%	60.80%	55.64%	60%
7	MSME Advances (of total P.S. Credit)	45.03%	41.47%	40.16%	-
8	Advances to SC/ST (of total P.S. Credit)	28.89%	9.75%	10.28%	-
9	Advances to Minorities (of total P.S. Credit)	4.30%	2.50%	2.46%	-

Credit Deposit Ratio (CDR) IN H.P. AS OF SEPTEMBER,,2016= 55.64%

S. no	Components	Quarter -Sept, 2016
1	Advances from Banks (within State)	34961.91
2	Advances from Banks (outside the State)	10056.35
3	RIDF (Bal. outstanding at the end of Qtr-June,2016)	2064.54
4	Investment made by Banks in Govt loans/bonds, securities etc	5064.16
5	Total- Credit (1+2+3+4)	52146.96
6	Total Deposits	93726.96
7	Credit Deposit ratio (%)	55.64%

STATE LEVEL BANKERS' COMMITTEE

HIMACHAL PRADESH

CONVENOR – UCO BANK

142nd MEETING

(REVIEW – SEPTEMBER, 2016)

DATE: 28.12.2016 TIME : 11.30 AM		VENUE: Hotel Holiday Home, Shimla 171001
AGENDA NO.	LIST OF ITEMS	PAGE NO.
1	Confirmation of Minutes of Last 141 st SLBC meeting	1
2	Financial Inclusion Campaign: Review of Progress in Himachal Pradesh as of September, 2016.	2-11
3	Concurrent and Fresh/Miscellaneous Issues; On-line access of Land Records to Banks; Issue regarding amendment in H P Transfer of Land (Regulation) Act 1968-Kinnaur District: Implementation of Aadhaar number seeding for Payments and Direct Benefit Transfer (DBT)-Present Status: Implementation of Pradhan Mantri Fasal Bima Yojana (PMFBY) during Rabi Season – 2016-17; Demonetisation: Withdrawal of Legal Tender Character of the existing Bank Notes in the denominations of ₹ 500/- and ₹ 1000/-; Setting up of Debt Recovery Tribunal (DRT) for the State of Himachal Pradesh at the State Head quarter	12-18
4	Review of Progress under RBI Roadmap 2013-16- Extension of Banking Services in unbanked villages in Himachal Pradesh – Position as of half year ended Sept., 2016	19-21
5	Review of performance under Annual Credit Plan 2016-17 for the Half year ended Sept., 2016.	22-27
6	Review of Banking Statistical Data and Position of National Key Business Parameters as of Sept,2016.	28-35
7	Review of Performance under major Centrally Sponsored Govt. Schemes viz., NRLM, ,NULM, PMEGP, IAY, DEDS as of Sept.,2016,	36-41
8	Review of Recovery Performance of Banks in HP – Review of Position as of Sept.,2016	42-43
9	Review of Performance under Non-Sponsored Programmes i.e. KCC Scheme, GCCs, SHG, Education loan, Housing Finance, WCC etc. as of September ,2016. Review of performance of RSETIs as of Sept.,2016 in HP.	44-51
Append ixes	I) Doubling Farmers' Income by 2022- Measures. Circular issued by RBI vide no. RBI/2016/17 FIDD.CO.LBS.BC.No 16/02.01.001/2016-17 dated 26.9.2016	



AGENDA NOTE FOR 142nd STATE LEVEL BANKERS' COMMITTEE MEETING OF HIMACHAL PRADESH

AGENDA ITEM NO.1

Confirmation of Minutes of the last 141st SLBC meeting held on 19.9.2016

The minutes of the 141th meeting of State Level Bankers' Committee, Himachal Pradesh held on 19.9.2016, has been circulated to the members vide Convenor Bank letter No.GM/SLBC/2015-16/M-141 Dated 30.9.2016

Since no comments have been received by the Convenor Bank from any quarter, the House is requested to approve the same.

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AGENDA ITEM NO.-2

2. FINANCIAL INCLUSION CAMPAIGN:

PRADHAN MANTRI JAN DHAN YOJANA (PMJDY) :

Pradhan Mantri Jan-Dhan Yojana as a national mission on Financial Inclusion implemented throughout the country on 28th August, 2014 to provide all households in the country with financial services with particular focus to empower the weaker section of society.

Banks have so far opened more than 25.68 crore Bank accounts under PMJDY throughout the country till the launch of the campaign in a Mission Mode in August,2014.

Now, the PMJDY scheme is in the 2nd phase of implementation and the campaign marched forward from 'Jan Dhan to Jan Suraksha' providing universal social security to the citizens of the country and keeping the account holders linked with Banks in active status by providing various banking services and products.

The present status of PMJDY **as a whole in the country** is mentioned below for information of the house.

Pradhan Mantri Jan Dhan Yojana Position as a whole in the Country as on 23.11.2016

(figures in crores)

Bank Name	RURAL	URBAN	TOTAL	NO OF RUPAY CARDS	AADHAAR SEEDED	BALANCE IN ACCOUNTS	% OF ZERO-BALANCE-ACCOUNTS
Public Sector Bank	11.46	8.99	20.44	15.77	11.45	56668.05	22.98
Regional Rural Bank	3.76	0.61	4.37	2.95	2.03	13507.09	20.36
Private Banks	0.52	0.34	0.86	0.81	0.37	2659.58	35.11
Total	15.74	9.94	25.68	19.52	13.85	72834.72	22.94

(Source: pmjdy.gov.in)

Financial Inclusion Campaign in Himachal Pradesh : Current Status

2.1): PRADHAN MANTRI JAN DHAN YOJANA (PMJDY): Banks in the State have covered all the households with atleast one Basic Saving Deposit Account of each household.

Banks have opened total number of 9,86,817 Basic Saving Bank Deposit Accounts (BSBDA) under the PMJDY Scheme up to the end of September, 2016. The progress achieved under PMJDY in HP mentioned below for information of the House.

Progress under PMJDY in Himachal Pradesh as of quarter ended September, 2016

PMJDY ACCOUNTS OPENED – Position as of SEPTEMBER,2016 (Since Inception from 14.8.2014			RuPay Debit Cards Issuance up to SEPTEMBER, 2016 under PMJDY		No Of Aadhaar seeded Accounts under PMJDY		Overdraft facility under PMJDY Scheme	
Total		Total accounts opened- Grand Total (no)	No.	%	No.	%	A/cs (no.)	Amt. (in 000)
Rural (No.)	Urban (No.)							
844968	141849	986817	728145	74%	771873	78%	20339	30678.68

(For bank-wise position, pl. refer to Table- FI-1 at page 52)

HIGHLIGHTS:

- **Activation of RuPay Debit Cards:** Banks have issued total no. of 728145 RuPay Debit Cards, thus covered 74% of the PMJDY account holders as of September, 2016. As per the latest information as of 23.11.2016, the RuPay debit Card percentage has improved with total achievement of 82.64% in the State. DFS, is monitoring the progress in activation of RuPay debit Cards already issued to the account holders and issuance of Rupay cards to all the PMJDY account holders. Banks are requested to ensure 100% coverage under PMJDY.
- **Seeding of Aadhaar Number/ Mobile number in Accounts opened under PMJDY-** Total no. of 771873 accounts are seeded with Aadhaar number, thus covered 78% of PMJDY accounts as of September, 2016 . Member Banks are requested to cover all the PMJDY accounts with Aadhaar seeding and mobile number seeding in a set time frame of 31.03.2017. In addition Banks are to seed the mobile numbers of the PMJDY account holders in a Mission mode along with the seeding of Aadhaar number in the Bank account.
- **Zero Balance accounts under PMJDY in HP:** Latest position (23.11.2016) in respect of zero balance accounts under PMJDY mentioned as below;

No of accounts with Zero Balance under PMJDY	% of zero balance accounts to total account opened under PMJDY scheme	Total deposit Balance under PMJDY accounts (in crores)
122786	13%	510.24

(Source: pmjdy.gov.in)

2.2): UNIVERSAL SOCIAL SECURITY INITIATIVES UNDER PMJDY SCHEME- In Himachal Pradesh

A) MICRO INSURANCE & PENSION SCHEMES:

Performance under Social Security schemes as of September, 2016

Name of Scheme	No. of enrollments (figures in thousands)
A) PRADHAN MANTRI SURAKSHA BIMA YOJANA- (PMSBY)	891
B) PRADHAN MANTRI JEEVAN JYOTI BIMA YOJANA- (PMJJBY)	225
C) ATAL PENSION YOJANA (APY)-	31

(Bank-wise position mentioned in Table no FI-2 at page no- 53)

Comments:

- 1) Bank have made progress in enrollment under PMSBY, PMJJBY and Atal Pension Yojana (APY).
- 2) Though aggressive campaign launched by the banks but the pace of enrollments under Atal Pension Yojana (APY) is rather slow. The APY Scheme is being channelized through banks and related intermediaries like banking correspondents. PFRDA is planning massive capacity building and training programmes of banking correspondents in various states in the year 2017 to increase the enrollments under APY.

In H.P., the population between age group of 18-40 is 2685526 and as per latest information from PFRDA, the total coverage of the target group is 33647. PFRDA had directed to observe "**India Pensioned Week**" between 7th Nov till 12th Nov 2016, to reaching out to the critical mass of customers part of various Gol schemes including PMJJBY, PMSBY, PMMY etc. All the member banks and Deptt of Posts (DoP) are requested to take active participation in covering their eligible customers in APY and engage with potential population for reaching the target.

B) Insurance Claim details under Social Security Schemes –Latest Status

I (a) PRADHAN MANTRI SURAKSHA BIMA YOJANA (PMSBY)

Summary position of claim cases under Pradhan Mantri Suraksha Bima Yojana (PMSBY) in Himachal Pradesh -Position as of November,2016 (29/11/2016).

S.No	INSURER	Total No of Total cases	No of cases Paid/settled	No of cases Rejected	No of cases pending/ under process
1	National Insurance Co. Ltd	31	19	6	6
2	Reliance General Insurance Co Ltd	19	10	2	7
3	Universal Sompo General Insurance Co Ltd	3	1	1	1
4	The Oriental Insurance Co. Ltd	77	37	21	19
5	New India Assurance Co Ltd	37	27	5	5

6	Bajaj Allianz General Insurance Co Ltd	1	0	1	0
7	Tata AIG General Insurance Co Ltd	1	0	0	1
8	United India Insurance Co Ltd	4	3	1	0
	Total	173	97	37	39

(Source: pmjdy.gov.in)

I (b) Position of Pending cases under Pradhan Mantri Suraksha Bima Yojana (PMSBY) In Himachal Pradesh: position as of November,2016 (29/11/2016)

S no	INSURER	1 MONTH	2 MONTHS	BEYOND 2MONTHS	Total	Remarks (out of total pendency, cases under Process
1	National Insurance Co. Ltd	2	3	1	6	2
2	Reliance General Insurance Co Ltd	1	1	5	7	5
3	Universal Sompo General Insurance Co Ltd	0	0	1	1	0
4	The Oriental Insurance Co. Ltd	0	2	17	19	2
5	New India Assurance Co Ltd	1	1	3	5	0
6	Tata AIG General Insurance Co Ltd	0	0	1	1	0
	Grand total-	4	7	28	39	9

(Source: pmjdy.gov.in)

II(a): PRADHAN MANTRI JEEVAN JYOTI BIMA YOJANA (PMJJBY) IN HP

Summary- Position-under Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY) in HP-Position as of November,2016 (29/11/2016)	
Total No of Total cases	355
No of cases Paid/settled	270
No of cases Rejected	7
No of cases pending/ under process	78

II(b): Position of Pending cases under Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY) In Himachal Pradesh: position as of November, 2016 (29/11/2016)

S n	INSURER	1 MONTH	2 MONTHS	BEYOND 2MONTHS	Total	Remarks (out of total pendency, cases under Process
1	Life Insurance Corpn.(LIC)	4	10	60	74	
2	India First Life Ins. Corpn.	0	0	2	2	

3	SBI life Insurance	1	0	0	1
4	Star Union Dai-Ichi life Insurance	0	1	0	1
	Grand total-	5	11	62	78

III) Pendency of Insurance Claim Cases lodged by Himachal Pradesh Gramin bank (RRB) / Coop banks in HP :

In addition to above pending cases lodged by PSBs, the Himachal Pradesh Gramin Bank (HPGB) has also reported vide their letter dated 5.11.2016 the position of pending cases under PMSBY as below;

Bank	Insurer	Name of Scheme	No of Pending cases	Period of pendency
HPGB	Oriental Insurance Company	PMSBY	26	i) up to 3 month= 10 ii) Above 3 months= 16

The representatives from LIC and General Insurance Companies may deliberate on the issue.

2.3) FINANCIAL AWARENESS AND LITERACY CAMPAIGNS in HP:

The financial Literacy campaign is taken up on the ongoing basis by the Financial Literacy Centers (FLCs) set up at each District head quarter by the concerned Lead bank and by the FLCs set up by Cooperative sector Banks in the State

There are total 22 (twenty two) Financial literacy Centers (FLCs) in the State as below:

S. No	Banks	No. of FLCs	Remarks
1	Public Sector Banks (PSBs)	12	Lead Banks i.e. PNB , SBI & UCO Bank have set up FLCs in their Lead Districts
2	H P State Coop Bank	6	
3	Kangra Central coop Bank (KCCB)	3	
4	Jogindra central coop bank (JCCB)	1	
	Total	22	

RBI has issued the revised operational guidelines for conducting of Financial literacy camps vide FIDD.FLC.BC.No18/12.01.018/2015-16 dated 14.1.2016 to synchronizing at the different stakeholders viz. LDM, DDM NABARD, LDO of RBI, District and local Administration, Block level officials , NGOs, SHGs, etc. The convenor Bank has circulated the revised guidelines to all LDMs/ FLCs.

The progress achieved by FLCs at district level / Rural branches of banks in HP, as per the revised reporting system advised by RBI for the period under review, mentioned as below;

A) Financial literacy camps organized by Financial Literacy Centers (FLCs) at District centre during the quarter ended September, 2016.

District	FLC Code	No. of special camp	Stakeholders present (Indicate Y/N)						
			LDM	DDM	LD O	Loca I Govt	NGO	B C	Others
BILASPUR	46201	7	7	0	0	7	2	6	5
Chamba	47201	11	7	3	0	8	0	0	11
HAMIRPUR	48201	3	3	2	3	2	1	2	0
KANGRA	47001	15	1	1	6	4	6	1	0
Kinnaur	47601	10	8	2	0	1	2	0	10
KULLU	46801	4	2	1	0	2	3	1	4
Lahaul & Spiti	47401	7	4	0	3	6	0	0	5
MANDI	46401	15	0	1	0	15	0	0	1
Shimla	46001	2	2	0	0	2	0	2	2
SIRMOUR	48001	13	13	2	1	1	8	0	0
SOLAN	46801	10	8	3	0	1	0	0	0
UNA	48401	7	4	2	0	6	7	7	7
	TOTAL	104	59	17	13	55	29	19	45

(Position as per reporting to RBI on quarterly basis- september2016- Annexure –III, - part A)

B) Financial literacy camps organized by Rural Branches during the quarter ended September, 2016 (Annexure –III, part C)

District	No of rural branches in district	No of special camps conducted during the quarter	No of target specific camps conducted during the quarter	Target Group Addressed
Bilaspur	93	28	35	Farmers, SHGs, School Children, Micro and Small Entrepreneurs and Senior citizens.
Chamba	86	27	68	Students, Farmers, SHGs
HAMIRPUR	126	18	15	SHG/FARMERS/STUDENTS
KANGRA	352	112	178	Students, Farmers, SHG, EX-SERVICEMAN
Kinnaur	46	10	47	Students, Farmers, SHGs
KULLU	93	16	16	
Lahaul & Spiti	23	7	7	Farmers
MANDI	175	54	47	SHG, Farmers, School Children, Senior Citizen
Shimla	232	78	25	Farmers, Students
SIRMOUR	94	38	203	SHG, Farmers, Students
SOLAN	165	38	92	STUDENTS,FARMERS,NGO,S ARTISANS, MSME BENEFICIARIES, SCHOOLS ,COLLEGE STAFF ETC.
UNA	108	7	3	ITI students
	1593	433	736	

(Position as per reporting to RBI on quarterly basis Sept.2016- Annexure –III, - part c)

2.4) **Bank Mitr (Business Correspondent Agents-BCAs):**

◆ Banks have allocated **3243 Gram Panchayats to all the Banks as Sub-Service Areas (SSAs)** and Banks are opening branches in unbanked villages in these allocated SSAs through the fixed location BCAs. Major Banks like PNB, CBI, UCO, SBOP have engaged the Common Service Centers (CSCs) – ‘LOK MITR KENDRAS’ as BCAs to provide banking services in the allocated SSAs.

◆ Banks have total number of **1499 Bank Mitras (BMs)** deployed by member banks in their SSAs as of September, 2016.

◆ **Fair Price Shops as BCAs in Banks:** Department of Financial Services (DFS) has informed vide their communication no. F. No 21(41)/2016-17 (Mission) dated 7.11.2016 that Department of Food and Public Distribution has undertaken a programme of deploying E-POS at their Fair Price Shop (FPS) for biometric authentication and tracking the sale of food grain to Ration card holders on real time basis. The DFS further directed the Banks to use the FPS with e-PoS as Business Correspondent (BC) for delivery of Banking Services. The Standard Operating Procedure (SOP) for acquiring the FPS as BC by banks have been finalized.

The Secretary, Food & Civil Supplies, Govt of Himachal Pradesh has convened a meeting on the issue of identifying the Fair Price Shops (FPSs) as bank Mitras on 6.12.2016. The various issues related to providing of E-POS machines and other related issues are discussed and certain clarifications in the matter will be sought by Govt of HP from the department of Food and Public distribution, Govt of India.

The representative from Food & Civil Supplies is requested to deliberate on the issue.

Optimum Utilization of BC network (Micro ATMs):

RBI has directed that Micro ATM should be utilized to provide deposit and withdrawals facility by the Bank Mitras in their SSAs. In view of withdrawal of legal tender character of Specified Bank Notes (SBNs), banks have taken proactive steps such as ;

- a) Increase in O/D limit up to Rs.50000/-
- b) Frequent replenishment of Cash- providing cash up to Rs.25000/-. The BC agent can take physical cash multiple times in a day.
- c) Providing Micro ATMs to the BC Agents with interoperability among banks. In the State, banks have so far provided 841 Micro ATMs to their BC Agents and these ATMs are being utilized for providing deposit and withdrawal facilities.

Member banks are requested to extend full support to the BC agents for their effective utilization. Further Banks need to regularly review the progress of BMs at short intervals with proper hand holding support from the Base Branch.

2.5) Setting up of Solar powered V-SAT connectivity to the Kiosk / fixed CSPs in Sub Service Areas support under FIF.

NABARD is extending the support to banks under Financial Inclusion Funds (FIF) to set up connectivity in the SSAs having problem of telecom connectivity. The following member Banks have submitted their list of SSAs having connectivity issue for availing benefit under the Financial Inclusion Fund (FIF) for set-up of the Solar powered VSAT in the identified fixed CSP locations. NABARD has conveyed the in-principal sanction to the concerned Banks for installation of Solar powered VSATs at the sites identified by concerned Bank.

S. No.	Bank	Total No of SSA location which are not covered under the List given by DFS, Gol.	Remarks
1.	SBI	94	Under OPEX
2	PNB	113	Under OPEX
3	HPGB	19	Under OPEX
4	UCO Bank	21	Under CAPEX
Total		247	

The SLBC convenor Bank has informed the in-principal approval accorded by NABARD to the concerned Banks vide its e-mail dated 21.10.2016 and requested them to take necessary steps for setting up of Solar based V-SAT in grey areas identified and listed in the in-principal approval and submit the claim as per the guidelines issued by NABARD seeking reimbursement of the Cost/ expenditure incurred in installation of the solar powered V-SAT.

2.6) Pradhan Mantri MUDRA Yojana (PMMY):

Pradhan Mantri MUDRA Yojana (PMJY) rolled out on 8.4.2015 in the Country. The schemes aim at increasing the confidence of the aspiring young persons to become first generation entrepreneurs as also the small businesses to expand their activities. The scheme provide funding to non-farm enterprises engaged in manufacturing trading and services and activities allied to agriculture whose credit needs are below Rs. 10.00 lakh and all the loans given to these segments for income generation.

In Himachal Pradesh, Banks have disbursed loans to the tune of Rs. 782.16 crore during the last two quarters (i.e. up to September, 2016) and cumulative position as of September, 2016 is Rs.1722.76 crores

Progress under PMMY up to the Half year ended September, 2016.

Particulars	Disbursements during the Half year ended September 2016	
	A/C	Amount in crores
Shishu –category	15655	49.13
Kisore –category	10823	225.84
Tarun – category	2075	144.95
A) Total disbursement up to half year ended September,2016	28553	419.92
B) Cumulative position under MUDRA Scheme as of September, 2016	129225	1722.77
C) Total no. of Mudra Cards issued	9103	

Bank wise position of disbursement of loans under PMMY for the quarter ended September, 2016 mentioned in the Annexure- **FI-3 at page no-54.**

2.7: Stand UP India Scheme (SUIS)

Stand up India scheme has been formally launched on April 05, 2016

- ◆ Stand up India scheme aims to encourage entrepreneurial culture among unserved and underserved segments of the society represented by SC, ST and women.
- ◆ The Scheme facilitate loan from Banks between Rs.10 lakh and Rs. 1 crore to atleast one Scheduled Caste(SC) or (Scheduled Tribe(ST) borrower and at least one woman borrower per Bank Branch for setting up of a new enterprise (also termed as green field enterprise). The loans will be extended for setting up of a new enterprise in Manufacturing, Trading or Service sector by SC/ST / Women entrepreneur.
- ◆ The scheme covers all branches of Scheduled Commercial Banks and they will be accessed in three potential ways:
 - a. Directly at the branch or
 - b. Through SIDBI's Stand-Up India portal (www.standupmitra.in) or
 - c. Through the Lead District Manager ((LDM).
- ◆ The SIDBI is operating and maintaining the Stand-Up India web portal .All the Stake holders are connected through the portal having UserId and Password issued by SIDBI.
- ◆ **Role of Lead District Managers in implementation and monitoring of Stand Up India scheme.**
LDM has a pivotal role in effective implementation and monitoring of Stand Up India scheme. This interalia includes the following;
 - i) Providing guidelines to potential borrowers.
 - ii) Working with local offices of SIDBI and NABARD for problems solving and support for the Standup India in the District.

- iii) Sensitizing the concerned bank branches on potential cases likely to come up or entered on the Stand Up India portal (www.standupmitra.in)
- iv) Updating the list of connects centers of the district as available on the portal and also update SIDBI & NABARD of any change if required.

Progress under Stand UP India Scheme as of September,2016:

As per the data submitted by member banks for the period ended September, 2016, the summary position mentioned as below;

(amt in Lacs)

S.no	banks	No Of branches	Women beneficiaries		SC/St Beneficiaries		Total Achievement	
			A/c	Amt	A/c	Amt	A/c	Amt
1	Public sector Banks (PSBs)	1195	126	1783	170	2808	296	4591
2	Himachal Pradesh Gramin Bank (RRB)	244	1	30	2	20	3	50
3	Private Sector banks	125	Nil	Nil	Nil	Nil	Nil	Nil
4	Coop sector banks	496	Nil	Nil	Nil	Nil	Nil	Nil
	Total	2061	127	1813	172	2828	299	4641

(Bank-wise position mentioned in Table FI-4 at page no-55)

Member Banks are requested to note the following points;

1) As per direction from DFS to the Banks , each branch to sanction loan atleast to one Scheduled Caste(SC) or (Scheduled Tribe(ST) borrower and one woman borrower in the current FY2016-17. The progress reported as above have far below the targets. Banks are requested to improve the position in the remaining two quarter.

2) Private sector Banks and Coop sector Banks have reported NIL Progress. These Banks are requested for active participation in the Initiative of Govt of India.

3) In the portal the progress is not **regularly uploaded** and there is a gap in the position reported to SLBC Convenor and Uploaded on the web portal by the member Banks.

The House may deliberate on the Issue.

AGENDA ITEM NO.-3

3) CONCURRENT AND FRESH/MISCELLANEOUS ISSUES:

3.1) On-line access of Land Records to Banks – Adoption of “Bhoomi Bank Integrated Project” for online creation of charge on land.

The issue is a standing agenda item of SLBC review meeting and the matter is under the kind consideration of Revenue Department of Government of Himachal Pradesh.

In the last SLBC meeting held on 19.9.2016, representative from Land Record Department had informed the House that Revenue department is in the process of implementation of the system based On-line creation of Charge on Land record and they have focused on the followings issues.

- a) Changes in Rules and Regulations in Land Record Act to enable for on-line charge creation on land records.
- b) To request the NIC for developing a soft ware to implement the project.
- c) Training of Revenue officers for smooth implementation of On-Line Software system.
- d) Capacity building measure for all the stake holders.

He assured the House that the On-line system for creation of charge will be implemented within next 2-3 months period.

The representative from Land Record is requested to apprise the house on the progress on the above issue.

3.2) Issue regarding amendment in H P Transfer of Land (Regulation) Act 1968 (in respect of imposed restriction u/s 3(1) of the Act relating to Mortgage of immovable property of any Person not belonging to Scheduled tribes in District Kinnaur , Himachal Pradesh.

As decided in the last 141st SLBC meeting held on 19.9.2016, a detailed proposal on the above issue has been submitted by the convenor Bank to Additional Chief Secretary, Revenue, Govt of Himachal Pradesh.

In this regard we have received a copy of letter dated 30.11.2016 from Addl. Chief Secretary , Revenue, addressed to Deputy Secretary (Tribal Deptt.), Govt of HP informing that matter pertains to Tribal Department and the amendments in the provisions of relevant law will be considered by Tribal department, Govt of HP

The representative from Tribal Department is requested to deliberate on the issue.

3.3) Implementation of Aadhaar number seeding for Payments through Aadhaar Payment Bridge System (APBS) under Direct Benefit Transfer (DBT)-Present Status.

a) Aadhaar Enrollment Status in HP

Himachal Pradesh is at 5th position across India in terms of percentage of Aadhaar generation. Latest Status mentioned as below;

Total estimated population 2015 as on 4.8.2016	Aadhaar Generated	% Aadhaar generation	Pending population
72,52,406	70,75,311	97.6%	5,06,099

Source: DIT, Govt of HP

b) Implementation of Direct Benefit Transfers (DBTs) in Himachal Pradesh under various Government Scheme.

Scheme wise DBT in Himachal (position as of 30.10.2016)			
Department	Scheme	Nos.	Amount (in Rs)
Education Dept	Scholarship Scheme	66930	81,43,96,166
NIT Hamirpur	Scholarship Scheme	56	37,80,166
UGC	FELLOWSHIP SCHEMES OF UGC	80	17,73,876
Health Dept	JSY	3	2100
WCD	IGMSY,	8,577	2,71,00,000
NSAP	IGNWPS, IGNDPS , NOAPS	6,234	1,18,48,500
RD Dept	MGNREGA	24,70,351	4,20,20,02,877
Other	National Child Labour Policy	203	30,45,000
		2552434	5,06,39,48,685

Source: DIT, Govt of HP

Points for deliberation:

- 1) As per direction of Department of Financial Service (DFS), Ministry of Finance, Gol, the **seeding of Aadhaar number in the Bank account should be completed within 31st March, 2017.** Member Banks are requested to use the services of Bank Mitras in obtaining of consent forms of the beneficiaries of DBT scheme
- 2) **Consent Form for Seeding of Aadhaar number in Bank accounts**

Department of Financial Services, Ministry of Finance, Government of India has been emphasizing for Aadhaar seeding in all accounts including PMJDY for implementation of Direct Benefit Transfer for payment of government benefits to the beneficiaries in many schemes being implemented by Central Government and the State Governments and in Central Pension accounts for digital life certificate. Though Aadhaar seeding (mapping of Aadhaar number with NPCI mapper) is essential for payment of government benefits through DBT, it is necessary to obtain a letter of consent from the concerned persons to link the Aadhaar number with the Bank account.

Department of Financial Services, Ministry of Finance, Government of India vide F. No. 21/13/2014 (MISSION OFFICE) dt: 09.05.2016 has provided the **UIDAI vetted consent letter.**

Banks to take following **actions** in the matter and complete Aadhaar seeding in all PMJDY, Central Pension and Savings Bank Accounts.

- i) Provide the consent letter to all the branches immediately.
- i) The consent letter should also be translated to local language and make available in sufficient quantity at all branches.
- iii) A copy of the consent form should also be displayed in the notice board for information of the customers.

3) **Aadhaar seeding in the Bank account of MGNREGA in HP**

There is substantial gap i.e. nearly 25 % between Aadhaar seeding and Bank seeding in **MGNREGA** . Banks have organized mega special camps in for obtain consent forms of MGNREGA beneficiaries and mobilizing of concerned MGNREGA workers at the bank branches for Aadhaar number seeding in their Bank Account.

The Rural Development Department of Govt of Himachal Pradesh has been requested to coordinate with bank Branches and a calendar of Camps should be prepared by the RDD for holding the joint Camps for Aadhaar seeding at district level. LDMs are also requested to coordinate proactively for completion of Aadhaar seeding campaign in a time frame.

We have received the district wise list of MGNREGA workers whose consent forms are handed over to Banks by the RDD.

S.no.	District	Number of consent forms handed over to the banks
1	Bilaspur	1651
2	Chamba	12479
3	Hamirpur	3358
4	Kangra	21847
5	Kullu	18170
6	Mandi	24387
7	Sirmour	4524
8	Shimla	18129
9	Solan	2022
10	Una	23222
	Total	129789

The convener Bank has forwarded the list of number of consent forms handed over to Banks by the RDD in each district vide its email dated 8.11.2016 to the concerned LDMs for further coordination and follow-up with the concerned Banks in their district.

LDMs are requested to apprise the house on the issue.

The House may review the position.

3.4) Implementation of Pradhan Mantri Fasal Bima Yojana (PMFBY) during Rabi Season – 2016-17:

Government of Himachal Pradesh , **Directorate of Agriculture** has issued notification vide its letter no. Agr. H(8-P)F(10)-20/2016-Vol-II dated 27.10.2016 on **Pradhan Mantri Fasal Bima Yojana (PMFSY) and Weather Based Crop Insurance Scheme (WBCIS) in HP** for Rabi season 2016-17. The Notifications are uploaded in the official website of the Department of Agriculture, Government of Himachal Pradesh (www.hpagriculture.com) . The convener Bank has also circulated the soft copy of the above stated Notifications on PMFBY / WBCIS for Rabi Season 2016-17 to all the member banks and LDMS for information and necessary action.

Further , **Directorate of Horticulture** , Government of Himachal Pradesh has informed vide their letter no.20-17/2016(WBCIS)- Udyan-IV dated 3.11.2016 that **Weather Based Crop Insurance Scheme (WBCIS) for the Rabi season 2016-17** has been notified and uploaded on the website i.e. www.hpagsnet.gov.in . The copy of notification is also circulated to all member banks and LDMS for information and necessary action vide email dated 11.11.2016

Member Banks to circulate the notification to their branches in Himachal Pradesh and ensure that all loanee Farmers are covered by the Bank branches compulsorily as per the provisions of the notifications.

Issue for deliberation:

- a) Department of Agriculture, Govt of Himachal Pradesh has requested vide their letter dated 29.11.2016 to convene a meeting with Department of Agriculture, NABARD, and Insurance Companies to work out a formula for the deduction of the premium in respect of loanee farmers during Rabi and kharif seasons so that coverage of farmers can be improved in the State.

Representatives from Agriculture and Horticulture Departments may deliberate on the issue.

- b) **Uploading of Data on the Government of India portal for crop insurance.** . The banks are uploading the data of Farmers covered under the PMFBY in Govt of India portal . The Government of Himachal Pradesh , Department of IT has also developed the Crop Insurance Portal and requested for uploading the Data / Information on Farmers in their web portal . There will be duplicity and double efforts on the part of bankers.

Representative from Department of IT , Govt of HP may deliberate on the Issue.

3.5) Demonetisation: Withdrawal of Legal Tender Character of the existing Bank Notes in the denominations of ₹ 500/- and ₹ 1000/-

Reserve Bank of India vide their letter no. RBI/2016-17/112 DGM (Plg) No.1226/10.27.00/2016-17 dated 8.11.2016 issued detailed guidelines to all the Banks in the Country (i.e. Public Sector Banks/Private Banks/Foreign Banks/ Regional rural Banks/ Urban Cooperative Bank/ state Cooperative Bank) on the withdrawal of legal Tender character of existing Rs500/- and Rs1000/- bank notes.

India remains a cash based economy hence the circulation of Fake Indian Currency Notes continues to be a menace. In order to contain the rising incidence of fake notes and black money, the scheme to withdraw the legal tender character of the existing bank notes in denominations of ₹500 and ₹1000 issued by the Reserve bank of India till November 8, 2016 (hereinafter referred to as Specified Bank Notes) has been introduced vide Gazette Notification No. 2652 dated 8.11.2016 issued by Government of India .

The few of the **important points** of the notification on demonetization mentioned below for information of the House. (updated till the 5.12.2016)

- 1 The Specified Bank Notes can be **exchanged** for value at any of the 19 offices of the Reserve Bank of India or at any of the bank branches of commercial banks/ Regional Rural Banks/ Co-operative banks or at any Head Post Office or Sub-Post Office The exchange facility has been stopped at bank branches with effect from November 25, 2016.
- 2 The Specified Bank Notes can be **deposited** at any of the bank branches of commercial banks/ Regional Rural Banks/ Co-operative banks (only Urban Co-operative Banks and State Co-operative Banks). Specified Bank Notes can be deposited in Cash Deposits machines / Cash Recyclers or at bank branches more than once till December 30, 2016.
- 3 The ATMs are being progressively recalibrated by the Banks. As and when ATMs are recalibrated for Rs.2000/- and Rs.500/- denomination notes, ATM will be dispensing the cash limit of Rs.2500/- per day.
- 4 Cash can be **withdrawn against withdrawal slip or cheque** subject to a **weekly** limit of ₹ 24000/- (including withdrawals from ATMs and over the counter) from the bank accounts. The ceiling of ₹10,000/- in a day stands withdrawn. From November 25, 2016,
- 5 With a view to enable members of the public to perform and **celebrate weddings of their wards**, cash withdrawal of maximum ₹ 250000/- from their bank deposit accounts is allowed till December 30, 2016 out of the balances at credit in the account as at close of business on November 08, 2016 to meet wedding related expenses. This is subject to the following conditions:
 - a) Withdrawals are permitted only from fully KYC compliant accounts.
 - b) The amounts can be withdrawn only if the date of marriage is on or before December 30, 2016.
 - c) Withdrawals can be made by either of the parents or the person getting married. (Only one of them will be permitted to withdraw).
 - d) Since the amount proposed to be withdrawn is meant to be used for cash disbursements, it has to be established that the persons for whom the payment is proposed to be made do not have a bank account.

- e) The application for withdrawal shall be accompanied by following documents:
- i. An application as per the format
 - ii. Evidence of the wedding, including the invitation card, copies of receipts for advance payments already made, such as Marriage hall booking, advance payments to caterers, etc.
 - iii. A detailed list of persons to whom the cash withdrawn is proposed to be paid, together with a declaration from such persons that they do not have a bank account, where the amount proposed to be paid is ₹ 10,000/- or more. The list should indicate the purpose for which the proposed payments are being made.
6. **Farmers** are allowed to draw upto ₹ 25000/- per week in cash from their loan (including Kisan Credit Card limit) or deposit accounts subject to their accounts being compliant with the extant KYC norms. Specified banknotes in the denomination can be used for making payments towards purchase of seeds from the centers, units or outlets belonging to the Central or State Governments, Public Sector Undertakings, National or State Seeds Corporations, Central or State Agricultural Universities and the Indian Council of Agricultural Research, on production of proof of identity.
7. Specified banknotes can be deposited to **settle outstanding by the account holders in their loan account** subject to CTR/STR reporting. Anybody depositing more than ₹ 50,000/- in cash in their bank account has to submit a copy of the PAN card in case the bank account is not seeded with PAN.

Detailed information is available on RBI website (www.rbi.org.in) and the website of the Government of India (<http://www.finmin.nic.in/>)

Banks in the State are playing proactive role in cash management to handle the situation of currency shortages. The few steps taken up by banks to tackle the situation mentioned as below;

- a) Banks are **following up with the Reserve Bank of India**, Chandigarh on regular basis for maintaining the adequate supply of New currency with currency Chest Branches. The Currency Chest Branches of various banks are regularly providing the cash to their linked bank Branches of PSBs, Coop Sector banks, Post offices to meet out the cash requirement of maximum number of customers standing in the queues.
- b) The Banks are also maintaining **constant liaison with the State Administration** for taking up the matter with RBI and Government of India for supply of adequate supply of cash to banks in the State.
- c) The **separate queues** are also being maintained in Bank Branches for Senior Citizen, disabled persons etc. to avoid inconvenience to the Senior Citizens and disabled persons.
- d) The **ATMs are being recalibrated** to dispense the new currency notes and banks are putting their best efforts to keep all the ATM operational. As on date total 1501 ATMs have been recalibrated out of total 1894 ATMs in the state of different banks. The Business Correspondents (BCAs) of Banks are being provided the Micro ATMs to make payments in rural areas. BCAs are

- e) also putting Micro ATMs at public places near Hospital, Govt offices etc to meet the cash requirement of general public.
- f) Banks have **distributed POS terminal to retailers, traders, vendors etc** to make the digital transfer of money by swapping Debit Cards etc. Banks have organized camps in a mission mode for distribution of RuPay Cards to enable digital transfer of money and minimizing the requirement of cash by the customers.
- g) **Awareness camps** are being organized to create awareness on the various options towards a cashless or less-cash economy include Unified Payments Interface (UPI), Debit Card, RuPay Card, prepaid cards, using various cards at any PoS (Point of Sale)/ ATM, Unstructured Supplementary Service Data (USSD) based mobile banking, Aadhaar-enabled payment system (AEPS) and e-wallet or digital wallet etc.
- h) A **task force in the State** for smooth implementation of the demonetization process. The task force has been formed under the chairmanship of Additional Chief Secretary (Finance) to the government of HP and representatives of RBI, Postal Department ,, BSNL, SLBC convenor , Zonal head of Banks will be the team members.

Regional Director, RBI is requested to guide the house on the above issue.

3.6 Setting up of Debt Recovery Tribunal (DRT) for the State of Himachal Pradesh at the State Head quarter.

The Convenor Bank and State Bank of India request the State Government Authorities to take-up the matter with Government of India for establishment of separate Debt Recovery Tribunal (DRT) court for the State of Himachal Pradesh to have convenience in follow-up of the recovery cases filled in the DRT , Chandigarh At present Himachal Pradesh is under the jurisdiction of DRT, Chandigarh.

The Peer Banks in the State have controlling offices at Shimla and Himachal Pradesh being hilly State have its own difficulties of transportation etc. The separate DRT court for Himachal Pradesh at State Head quarter (at Shimla) will facilitate the banks in the State, in follow-up of the recovery cases much more conveniently and expeditiously.

The House may deliberate on the issue.

AGENDA ITEM NO.-4

4 Review of Progress under RBI Roadmap 2013-16 – Extension of Banking Services in all unbanked villages:

4.1 PROGRESS UNDER RBI ROADMAP 2013-2016- UP TO SEPTEMBER, 2016

 In the RBI Roadmap 2013-16 , total 20060 villages with population below 2000 are allocated to Banks for opening of Banking outlets for providing Banking services with In time frame of three years ended in March,2016.

The feedback data reported by banks while submitting the consolidated progress to RBI reveals that banks have covered 18948 villages as of September 2016 by opening of Brick & Mortar branch and Business Correspondents (Bank Mitra) outlets.

During the period under review Banks have opened nearly 16 new branches in the unbanked areas to cover the uncovered villages and still there are more than 1100 villages which are left uncovered.

The summary position of the progress achieved by Banks up to the quarter ended September, 2016 mentioned as below for review of the House.

S.No	Particulars	No Of Villages with population less than 2000
1	Total no. of villages to be covered under RBI road map 2013-16	20060
2	Number of villages covered through <u>New</u> Brick & Mortar branch up to September,2016.	155
3	Number of villages covered through BC Model through the <u>existing</u> branches up to September,2016	18793
4	Total number of villages up to Sepotember,2016 under RBI Roadmap (2+3)	18948

The bank wise/district wise progress under RBI roadmap for the State of Himachal Pradesh as of quarter ended September 2016 as submitted to RBI Shimla by the convener Bank, mentioned in the **Table no-FIP at page56**.

The detail of New Bank branches opened in unbanked areas mentioned below for information of the House.

S.No	Bank	DOO	Centre	District
1	Punjab National Bank	20.9.2016	Dhaulakuan	Sirmour
2	Punjab National Bank	25.8.2016	Panjain	Mandi
3	Vijay Bank	26.7.2016	Basoli	Una
4	Himachal Pradesh Gramin Bank (RRB)	19.8.2016	Leo	Kinnaur

5	Himachal Pradesh Gramin Bank (R7RB)	4.7.2016	Jabli	Solan
6	Himachal Pradesh Gramin Bank (RRB)	19.8.2016	Ribba	kinnaur
7	Himachal Pradesh Gramin Bank (RRB)	4.7.2016	Barog	Solan
8	Himachal Pradesh Gramin Bank (RRB)	28.7.2016	Thachi	Mandi
9	Himachal Pradesh Gramin Bank (RRB)	29.7.2016	Basadhar	Shimla
10	Himachal Pradesh Gramin Bank (RRB)	19.8.2016	Killar	Chamba
11	Kangra central Coop Bank	4.7.2016	Dosarka	Hamirpur
12	Kangra central Coop Bank	20.7.2016	Bhuti lag Valley	Kullu
13	Kangra central Coop Bank	21.07.2016	Gushani	Kullu
14	Kangra central Coop Bank	22.07.2016	Garsa	Kullu
15	Kangra central Coop Bank	29.7.2016	Padhiarkhar	Kangra
16	Kangra central Coop Bank	30.7.2016	Salol	Kangra

4.2 RBI Roadmap for opening of Brick & Mortar Branch in villages having population above 5000 in Himachal Pradesh

In Himachal Pradesh, there are total three villages with population above 5000 which are identified under the RBI roadmap for opening of a Brick & Mortar Branch in the respective village.

Two villages are having Brick & Mortar Branches and only village left under the Roadmap is allocated to PNB i.e. village- Badehra, in Una District.

SR	Name of the District	Name of Scheduled Commercial Banks selected to open brick and mortar branches in villages with population more than 5000 without a bank branch of a scheduled commercial bank	Number of allotted villages	No. of villages where Brick and Mortar branches opened	
				Brick and mortar branches opened during the quarter ended September,2016	Total brick and mortar opened up to the end of the quarter, September,2016
1	UNA	Punjab National Bank	1	0	0

The representative from PNB may appraise the status of opening of Brick & Mortar branch in village- Badehra in district Una.

Points for discussions under RBI Roadmap:

- 1 Banks are requested to give thrust for opening of more Bank branches in unbanked areas to provide access to banking services in the remote and difficult areas in the State.

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2. There is a gap of about 1112 villages which are left uncovered even after the roadmap period is over in March, 2016. The controlling Head of Member Banks are requested to review the position for coverage of all the allotted unbanked villages which are still remained uncovered in a time bound manner.

3. Financial Inclusion Plan (FIP) 2016-19 approved by the Bank board are being implemented by now in each State as per direction of RBI. The Controlling Head of Member banks are requested to submit the quarterly progress report to SLBC convener on regular basis for review the progress by the House.

The Regional Director, RBI is requested to guide the Banks on the issue.

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AGENDA ITEM NO.-5

5. Review of Performance under Annual Credit Plan 2016-17 up to the half year ended SEPTEMBER, 2016.

The Convenor Bank has consolidated the progress data received from member Banks in the State under revised MIS format advised by RBI, for the half year ended SEPTEMBER, 2016.

In Himachal Pradesh, Banks have disbursed aggregate credit to the tune of Rs. 7858.32 Crores for various activities earmarked under ACP 2016-17 up to the half year ended SEPTEMBER 2016 as against the targets of Rs. 9106.50 Crores. During the period, banks have extended credit to 257837 new units as against a target of 329401 units.

Banks have recorded **achievement of 86% in term of financial outlay** and 78% in term of physical units up to half year ended September, 2016.

The Sector-wise targets vis-a-vis achievements details up to the half year ended SEPTEMBER, 2016 mentioned as under:

PROGRESS UNDER ANNUAL CREDIT PLAN 2016-17 UP TO THE HALF YEAR ENDED SEPTEMBER, 2016.

5.1) FINANCIAL ACHIEVEMENT: -PRIORITY SECTOR (PS)

(Amt. in Crores)

S.No.	Sector/Activity	Annual Targets 2016-17	Targets up to Sept.,2016	Achievement -H/Y ended Sept., 2016	%age Achievement over Targets-Sept,2016
1	Agri. Direct	6816.31	3408.15	2599.27	76
2	MSME	5092.64	2546.32	2762.46	108
3	Education	657.88	328.94	39.98	12
4	Housing	2347.89	1173.95	540.72	46
5	Others -PS	1007.59	503.80	70.01	14
	Total PS (3 to 7)	15922.31	7961.16	6012.44	76

(For Bank-wise details, please refer to Table: ACP-I, page no-57-62)

5.2) -FINANCIAL ACHIEVEMENT -NON PRIORITY SECTOR- (NPS)

(Amt. in Crores)

S.No.	Sector/Activity	Annual Targets 2016-17	Targets up to Sept.,2016	Achievement -H/Y ended Sept., 2016	%age Achievement over Targets-Sept,2016
1	Med. Inds	149.53	74.77	128.62	172
2	Education	213.01	106.51	4.75	5

3	Housing	471.94	235.97	156.31	66
4	Others	1456.22	728.11	1556.22	213
	Total NPS	2290.70	1145.35	1845.90	161
	Grand Total (PS+NPS)	18213.01	9106.51	7858.34	86

(For Bank-wise details, please refer TABLE-ACP-I, page no-63-68)

5.3)- PHYSICAL ACHIEVEMENT-PRIORITY SECTOR (PS)

(In units)

S.N o.	Sector/Activity	Annual Targets 2016-17	Targets up to Sept.,2016	Achievement – H/Y ended Sept., 2016	%age Achievement over Targets-Sept,2016
1	Agri. -Direct	468651	234326	162453	69
2	MSME	85313	42657	40364	95
3	Education	11347	5674	2591	46
4	Housing	23457	11729	8654	74
5	Others -PS	30758	15379	4203	27
	Total PS (1 to 7)	619526	309763	218265	70

(For Bank-wise details, please refer TABLE-ACP-I, page no-57-62)

5.4) -PHYSICAL ACHIEVEMENT--NON PRIORITY SECTOR (NPS)

(In Units)

S.No.	Sector/Activity	Annual Targets 2016-17	Targets up to Sept.,2016	Achievement –H/Y ended Sept., 2016	%age Achievement over Targets-Sept,2016
1	Med. Inds	467	234	18	8
2	Education	4109	2055	137	7
3	Housing	7810	3905	1118	29
4	Others	26890	13445	38299	285
5	Total NPS	39276	19638	39572	202
	Grand Total (PS+NPS)	658802	329401	257837	78

(For Bank-wise details, please refer TABLE-ACP-I, page no-63-68)

5.5) AGENCYWISE DISBURSEMENT UNDER ACP 2016-17 AS OF SEPTEMBER, 2016.

A) PRIORITY SECTOR LOANS –AGENCY-WISE

(Amount in Crores)

Sl. N o.	Sector-wise performance	Agency wise Institutional Credit provided by Banks				
		PSBs	RRBs	Coop. Banks	Private Banks	TOTAL
1	AGRICULTURE SECTOR					
A	Annual Target 2016-17	4197.75	684.18	1672.30	262.08	6816.31
B	Target up to SEPTEMBER,2016	2098.87	342.09	836.14	131.04	3408.15
C	Achieve– H/Y -September 2016	1625.85	241.00	511.97	220.45	2599.27
D	%-Achievement.-H/Y September ,2016	77.46	70.45	61.23	168.23	76.27
2	MSME SECTOR					

A	Annual Target 2016-17	3336.56	461.03	1081.37	213.67	5092.64
B	Target up to SEPTEMBER,2016	1668.28	230.51	540.68	106.83	2546.32
C	Achieve- H/Y -September 2016	1578.85	88.88	1026.48	68.24	2762.45
D	%-Achievement.-H/Y September ,2016	94.64	38.56	189.85	63.88	108.49
3	EDUCATION LOANS					
A	Annual Target 2016-17	418.23	52.20	157.98	29.48	657.89
B	Target up to SEPTEMBER,2016	209.115	26.1	78.99	14.74	328.94
C	Achieve- H/Y -September 2016	30.92	1.81	7.16	0.09	39.98
D	%-Achievement.-H/Y September ,2016	12.50	6.93	9.06	0.61	12.15
4	HOUSING LOANS					
A	Annual Target 2016-17	1501.44	177.10	543.28	126.07	2347.89
B	Target up to SEPTEMBER,2016	750.72	88.55	271.64	63.035	1173.945
C	Achieve- H/Y -September 2016	272.42	20.35	246.14	1.81	540.72
D	%-Achievement.-H/Y September ,2016	36.29	22.98	90.61	2.87	46.06
5	OPS UNDER PRIORITY SECTOR					
A	Annual Target 2016-17	666.39	66.73	227.91	46.54	1007.59
B	Target up to SEPTEMBER,2016	333.20	33.37	113.96	23.27	503.80
C	Achieve- H/Y -September 2016	31.94	0	38.04	0.02	70.00
D	%-Achievement.-H/Y September ,2016	9.59	0.00	33.38	0.09	13.89
6	TOTAL PRIORITY SECTOR					
A	Annual Target 2016-17	10120.39	1441.24	3682.84	677.84	15922.31
B	Target up to SEPTEMBER,2016	5060.19	720.62	1841.42	338.92	7961.155
C	Achieve- H/Y -September 2016	3540.02	352.04	1829.79	290.60	6012.45
D	%-Achievement.-H/Y September ,2016	69.96	48.85	99.37	85.74	75.52

(For Bank-wise details, please refer TABLE-ACP-I, page no-57-62)

B) NON PRIORITY SECTOR LOANS-AGENCY-WISE (Amount in Crores)

2	NPS- MEDIUM INDUSTRIES					
A	Annual Target 2016-17	106.95	4.95	15.30	22.33	149.53
B	Target up to SEPTEMBER,2016	53.48	2.48	7.65	11.17	74.77
C	Achieve- H/Y -September 2016	125.61	0	0	3.01	128.62
D	%-Achievement.-H/Y September ,2016	234.87	0.00	0.00	26.95	172.02
3	NPS- EDUCATION LOANS					
A	Annual Target 2016-17	126.35	9.85	59.16	17.64	213.00
B	Target up to SEPTEMBER,2016	63.175	4.925	29.58	8.82	106.5

C	Achieve- H/Y -September 2016	4.75	0	0	0	4.75
D	%-Achievement.-H/Y September ,2016	7.52	0.00	0.00	0.00	4.46
4	NPS -HOUSING LOANS					
A	Annual Target 2016-17	291.54	23.75	115.14	41.50	471.94
B	Target up to SEPTEMBER,2016	145.77	11.87	57.57	20.75	235.97
C	Achieve- H/Y -September 2016	152.95	0	1.24	2.12	156.31
D	%-Achievement.-H/Y September ,2016	104.86	0.00	2.15	10.22	66.24
5	NPS -OTHERS					
A	Annual Target 2016-17	867.55	123.04	366.75	98.87	1456.21
B	Target up to SEPTEMBER,2016	433.78	61.52	183.38	49.44	728.11
C	Achieve- H/Y -September 2016	880.92	23.37	400.13	251.78	1556.20
D	%-Achievement.-H/Y September ,2016	203.08	37.99	218.20	509.26	213.73
6	TOTAL NON PRIORITY SECTOR					
A	Annual Target 2016-17	1392.40	161.60	556.35	180.35	2290.70
B	Target up to SEPTEMBER,2016	696.20	80.80	278.18	90.18	1145.35
C	Achieve- H/Y -September 2016	1164.24	23.37	401.38	256.91	1845.90
D	%-Achievement.-H/Y September ,2016	167.23	28.92	144.29	284.89	161.16

(For Bank-wise details, please refer TABLE-ACP-I, page no-63-67)

C) GRAND TOTAL FOR ALL SECTORS

A	Annual Target 2016-17	11512.79	1602.84	4239.19	858.19	18213.01
B	Target up to SEPTEMBER,2016	5756.40	801.42	2119.60	429.10	9106.51
C	Achieve- H/Y -September 2016	4704.25	375.41	2231.17	547.51	7858.34
D	%-Achievement.-H/Y September ,2016	81.72	46.84	105.26	127.59	86.29

(For Bank-wise details, please refer TABLE-ACP-I, page no-68)

Observations/ comments on achievement under Annual Credit Plan (ACP) 2016.17 for the Half year ended September,2016

- b)** In the Annual Credit Plan for 2016-17, Banks have targeted for achievements of 50% of the annual Targets up to the half year ended September, 2016. For disbursement of fresh credit amounting to Rs.9106.51 to 329401 new units in the State.
- c)** As against the targets for the half year ended September, 2016, Banks have disbursed fresh loans to the tune of Rs.7858.34 crore to 257837 new units, thus having recorded the achievement of 86% in terms of financial outlay and 78% in terms of physical units.

- d) Banks have made fresh credit disbursements of Rs. 6012.44 Crores under **Priority Sector lending**, having achievement of **76%** against the targets for the period under review.
- e) Banks have disbursed fresh credit disbursements under **Agriculture Sector** recorded at Rs.2599.27 crore and having achievement to the tune of 76% of the H/yearly Targets. Member banks are requested to focus on achieving of the targets set under the ACP2016-17 in all sectors with special focus to the agriculture Sector. The Controlling Heads of SBI and SBOP are requested to focus on achieving of targets under Agriculture sector as the achievement is recorded just 9.80% and 16.93% respectively.
- f) The achievement under fresh lending to **Micro Small & Medium enterprises (MSME)** sector recorded at 108% with fresh disbursement of Rs.2762.46 crore.
- g) Banks have lowest performance in **Education loans** category (both under PS & NPS) with total disbursement of Rs.44.73 crores and achievement of only 10% of the assigned Targets. RRB and Private sector Banks have negligible achievement. All the member Banks are requested to pay for increase the flow of fresh credit under education Loans in the remaining quarters.
- h) The **agency-wise (i.e. PSB/RRB/Pvt Banks /Coop Banks) overall achievement** under Annual credit Plan (ACP) up to the Half year ended September,2016 indicates that Public Sector banks (PSB) have overall achievement of 82% , RRB- 47% , Cooperative Sector banks- 105% and private Banks -127%. The achievement falls short of the targets and there is need to put vigorous efforts for achievement of targets in the remaining quarters of the FY2016-17.
- i) The overall performance of banks under the Annual Credit Plan 2016-17 for the period under reviewed can be termed as satisfactory.
- j) **DISBURSMENTS UNDER CROP LOAN SCHEME - ACP 2016-17 :**

Banks have Annual target of Rs.3953.09 crore under the Crop loan Scheme for the Current financial Year 2016-17 and Rs.1976.54 crores earmarked for disbursement up to end of half year 2016. Banks have disbursed fresh credit of Rs.1747 crore for the period under review and achieved 88% against the target

The performance achieved below the expected level and Banks are requested to monitor the progress under crop loan , closely.

Agency- wise achievements under crop loan disbursements in ACP 2016-17 mentioned as below;

Agency -wise fresh disbursements under Crop loans up to half year ended September, 2016 .

(Amt in crore)

	CROP LOAN	PSB	RRB	Coop. Banks	Pvt Banks	Total-Crop loan
1	2	3	4	5	6	7 (3+4+5+6)
A	Annual Target 2016-17	2429.91	435.96	937.31	149.91	3953.09
B	Target up to September,2016	1214.95	217.98	468.65	74.96	1976.54
C	Achieve- H/Year September,2016	1006.64	196.65	359.46	185.00	1747.75
D	%-Achieve.-H/year - September,2016	82.85	90.21	76.70	246.80	88.42

(For Bank-wise details, please refer TABLE-ACP-I, page no-69)

The House is requested to review the position.

List of Table under ACP

Bank-wise progress in terms of Agriculture (Direct & Indirect), MSE, Education, Housing, OPS both for Priority Sector and Non Priority Sector are given in one Multiple Table ACP-1 (Please refer to Page No-57-69)

AGENDA ITEM NO.6

6. REVIEW OF STATISTICAL BANKING DATA AS OF SEPTEMBER, 2016

6.1) COMPARATIVE BANKING KEY INDICATORS AS OF SEPTEMBER, 2016

(amount in crore)

S.No.	Item	30.9.2014	30.9.2015	30.09.2016	Variation in Sept., 2016. over Sept., 2015 (Y-o-Y)	
1	Deposit PPD				Absolute	%age
	Rural	43036.06	49758.22	60296.95	10538.73	21.18
	Urban/SU	26584.90	30771.75	33430.01	2658.26	8.64
	Total-Deposits	69620.96	80529.97	93726.96	13196.99	16.39
2	Advances (O/S)					
	Rural	17186.86	16702.50	20247.70	3545.2	21.23
	Urban/SU	9941.96	14457.28	14714.21	256.93	1.78
	Total-Advances	27128.82	31159.78	34961.91	3802.13	12.20
3	Total Banking Business (Dep+Adv)	96749.78	111689.75	128688.87	16999.12	15.22
4	Investment made by Banks in State Govt. Securities/Bonds.	3389.11	5546.96	5064.16	-482.8	-8.70
5	CD RATIO as per Thorat Committee	57.07	60.80	55.64	-5.16	-8.49
6	Priority Sector Advances (O/S) of which under:	19632.09	22378.75	23882.32	1503.57	6.72
	i) Agriculture	5637.17	6579.61	7397.90	818.29	12.44
	ii) MSE	8839.35	9281.68	9593.37	311.69	3.36
	iii) OPS	5155.57	6517.46	6891.05	373.59	5.73
7	Weaker Section Adv.	5274.68	4643.94	5494.18	850.24	18.31
8	DRI Advances	24.10	44.31	10.27	-34.04	-76.82
9	Non Priority Sec. Adv.	7496.73	8781.03	11079.59	2298.56	26.18
10	No. of Branches	1859	1955	2061	106	5.42
11	Advances to Women	2248.51	1937.14	2709.67	772.53	39.88
12	Credit to Minorities	1166.84	560.90	585.17	24.27	4.33
13	Advances to SCs/STs	6444.63	2183.33	2455.00	271.67	11.06

6.2 Review of Banking Sector Performance in Key business parameters in Himachal Pradesh as of September, 2016. (For Bank-wise details, please refer to Table no- NP-1-14, page 70-83)

- A) The total Banking business has grown at Y-o-Y growth rate of 15.22% with aggregate business amounting to Rs. **128688.87** crores as of September, 2016
- B) The total Deposits have grown to Rs. **93726.96** crore with Y-o-Y growth of 16.39% and total advances have grown to Rs. **34961.91** crores with Y-o-Y growth of about 12.20 %. as of September, 2016

C) CREDIT DEPOSIT RATIO (CDR):

- a) **Overall CD ratio in the State:** The overall Credit Deposit Ratio (based on Thorat Committee Recommendation), in the State stood at 55.64 % as of September, 2016 as mentioned below .

S. no	Components	Quarter - September, 2016
1	Advances from Banks (within State)	34961.91
2	Advances from Banks (outside the State)	10056.35
3	RIDF (Bal. outstanding at the end of Qtr- September, 2016)	2064.54
4	Investment made by Banks in Govt loans/ bonds, securities etc	5064.16
5	Total- Credit (1+2+3+4)	52146.96
6	Total Deposits	93726.96
7	Credit Deposit ratio (%)	55.64

The CD ratio has slipped down to 55.64% in quarter September, 2016 as compared to CDR in June, 2016 i.e. 57.84 %. There is a substantial mismatch in growth rate in deposits and advances. Deposit has YOY growth of 16% and advances have just 12% in the period under review, thereby resulting a slippage in CDR.

- b) **The 'Domestic level' Credit Deposit Ratio (CDR)** (i.e. excluding the credit flow from outside sources): Based on the information from member banks, the domestic Credit Deposit Ratio (CDR) is recorded nearly 37.30 % for the quarter ended September, 2016. The domestic CDR have also recorded declining trend due to stagnant advance in the State.

Bank-wise position of CDR reveals that few of the member Banks have poor CDR in September, 2016. The **banks having very CDR below 20%** are mentioned as below;

S No.	Name of Bank	In %age
1	Andhra Bank	15.47

2	Bank of Maharashtra	15.26
3	Bhartiya Mahila Bank	10.27
4	Indian Bank	12.05
5	Indian Overseas Bk.	20.10
6	Oriental Bank of Commerce	20.77
7	United Bank of India	16.27
8	Inusind bank	17.67
9	South Indian Bank	4.69
10	Yes Bank	9.35

The district wise CDR position in twelve districts mentioned as below:

(Figures in %age)

S. No	Districts	DEC. 2015 Qtr	March , 2016 Qtr	June,2 016 Qtr	Sept. 2016 Qtr.	Remarks
1	Bilaspur	26.54	27.34	27.96	27.95	Critically low CD ratio
2	Chamba	27.81	26.90	27.42	27.53	Critically low CD ratio
3	Hamirpur	22.34	24.20	23.12	22.75	Critically low CD ratio
4	Kangra	27.92	28.71	27.45	26.18	Critically low CD ratio
5	Kinnaur	42.84	40.49	57.33	53.85	
6	Kullu	42.61	44.18	46.58	44.25	
7	L& S	23.38	22.94	25.86	24.14	Critically low CD ratio
8	Mandi	28.80	27.12	29.05	25.15	Critically low CD ratio
9	Shimla	41.45	42.83	40.18	38.81	Critically low CD ratio
10	Sirmour	74.66	76.71	77.83	72.09	
11	Solan	70.52	68.78	69.43	67.85	
12	Una	38.90	41.38	40.43	38.60	
	State	38.00	38.66	39.07	37.30	

(For bank-wise details, please refer to Table no- 12 at page no-81) (Source _ Data reported By Banks)

In the Eight (8) districts namely Bilaspur, Chamba, Hamirpur, Kangra, Lahaul & Spiti, Mandi, Shimla and Una, CDR is **persistently** very low i.e. below 40% and can be termed as critically low.

The position of low CD ratio in many districts in the State is continuously deliberated in every SLBC meeting. The house has directed that Lead District Manager (LDM) to convene the meeting of sub- committee of DLCC which is formulated in each district for review of CDR in the District. The committee will have the focused deliberations for improvement in CDR in a phased manner.

Since each district have its own potentials as well as infrastructural constraints , the sub-committee will focus on increase the credit flow based on the available infrastructural support from Government and the lendable scheme based on the local resources. Further it is very important to have close monitoring of CDR on continuous basis.

c) Strategy and Action Points for improving CDR:

In the past SLBC meeting, the house emphasized on the following points for increasing the CDR of Districts;

- i) Banks to focus on increase flow in agriculture sector to allied activities and Food processing units in a big way.
- ii) Achieving of targets by bank fixed under the various government sponsored scheme with special thrust on MSME sector including financing under MUDRA scheme and Standup India Scheme.
- iii) Special thrust should be paid on bank lending to projects related to Tourism and Hydel Projects. State has big potential of small sized Hydel power projects in Shimla , Kullu , Mandi and Chamba districts.
- iv) Introducing the Area specific product and Schemes to garner the local potential.
- v) Achieving the targets set under the Annual Credit Plan By all the Banks. It is observed that except for the few all other Banks have big shortfall in achievement of Targets under ACP.
- vi) Government to provide infrastructural support for creating enabler environment for smooth credit flow in the State.

d) Issues for deliberation:

Holding of sub-committee meetings of DCC constituted for the purpose of improvement in CD Ratio above 40% minimum level prescribed by RBI and preparation of special plan thereof.

As per the RBI guidelines, in district having CD ratio less than 40%, Special sub-committee (SSC) of DLCC to monitor the CD ratio. In order to monitor the CD ratio, the SSC to draw Monitorable Action Plan (MAPs) to increase the CD ratio on a self set graduated basis.

Lead District Managers of the above mentioned Eight districts (i.e. Bilaspur, Chamba, Hamirpur, Kangra, Mandi, L & S , Shimla and Una) are requested to apprise the house on the action plan and strategy adopted for gradual growth in CDR in a phased manner.

The House may review the position.

6.3) National Parameters (NP)

POSITION OF NATIONAL PARAMETERS IN BANKING BUSINESS IN HIMACHAL PRADESH AS OF SEPTEMBER, 2016

(In terms of %age)

SR No	Sector	Sept.,2014	Sept,2015	Sept,2016	National Parameter
1	Priority sector advances	72.37%	71.82%	68.30%	40%
2	Agriculture advances	20.77%	21.11%	21.16%	18%
3	Advances to weaker sections	19.44%	14.90%	15.71%	10%

4	Advances to women	8.29%	6.21%	7.75%	5%
5	DRI advances	0.09%	0.10%	0.03%	1%
6	C.D. Ratio	57.07%	60.80%	55.64%	60%
7	MSME Advances (of total P.S.Credit)	45.03%	41.47%	40.16%	-
8	Advances to SC/ST (of total P.S. Credit)	28.89%	9.75%	10.28%	-
9	Advances to Minorities (of total P.S.Credit)	4.30%	2.50%	2.46%	-

(*PSC-Priority Sector credit)

- Banks have achieved four out of six important National Parameters (NPs) set up by RBI.
- The Priority Sector lending have share of 68 % of total advances as against the NP of 40% .
- Agriculture sector lending have share of 21.16% of total advances and above the NP of 18%.
- Similarly the National Parameters for Lending to Weaker section (15.71% against NP of 10%) and Advances to Women (6.00% against NP of =5%) are also achieved in the period under review.
- The CD ratio for the period under review recorded at 55.64% and it has slightly come down as compared to the CDR in June, 2016. The position of Loans & Advances in the State is almost static in the quarter ended September, 2016 as compared to previous quarter though there is Y-O-Y growth of nearly 12% in advances. The House may deliberate on the issue of low off-take in advances in the State. Member Banks are requested to pay more attention especially the peer banks who have wide spread of network in the State.
- The advances under DRI scheme have come down and there is negative trend, The State Bank of Patiala (SBOP) have reported the substantial decline in the DRI advances reported for September ,2016 and reportedly there the data correction at their end.

The House may review the position of National Parameters and give suggestions.

6.4 BRANCH EXPANSION IN THE HIMACHAL PRADESH AS OF SEPTEMBER 2016. (For bank-wise details please refer to TABLE NO. NP-1 & 2, page no.-70-17)

Banks have opened **23 new bank branches** during the quarter September, 2016 and total branch network of Bank Branches have reached to 2061. Banks have focused on opening of Branches in unbanked areas and out of total 23 branches, 16 branches are opened in unbanked areas in the State . H.P. Gramin bank and Kangra Central Coop Bank Has taken up the lead in opening of 7 and 6 branches respectively in unbanked areas.

The position of new branch opened by banks during the quarter ended September, 2016 is mentioned below:

S No.	Bank	Date of opening	Name of centre	Whether R/SU/U	DISTRICT	Banked/unbanked center (Specify)
1	Allahabad	3.09.2016	Rampur Bushehr	Rural	Shimla	banked
2	Punjab National Bank	20.9.2016	Dhaulakuan	Rural	Sirmour	unbanked
3	Punjab National Bank	25.8.2016	Panjain	Rural	Mandi	unbanked
4	Punjab National Bank	12.08.2016	Udaipur	Rural	L & S	banked
5	Vijay Bank	26.7.2016	Basoli	Rural	Una	unbanked
6	Himachal Pradesh Gramin Bank (RRB)	19.8.2016	Leo	Rural	Kinnaur	unbanked
7	Himachal Pradesh Gramin Bank (RRB)	4.7.2016	Jabli	Rural	Solan	unbanked
8	Himachal Pradesh Gramin Bank (RRB)	19.8.2016	Ribba	Rural	kinnaur	unbanked
9	Himachal Pradesh Gramin Bank (RRB)	4.7.2016	Barog	Rural	Solan	unbanked
10	Himachal Pradesh Gramin Bank (RRB)	28.7.2016	Thachi	Rural	Mandi	unbanked
11	Himachal Pradesh Gramin Bank (RRB)	29.7.2016	Basadhar	Rural	Shimla	unbanked
12	Himachal Pradesh Gramin Bank (RRB)	19.8.2016	Killar	Rural	Chamba	unbanked
13	Axis Bank	30.9.2016	Dharamshala	SU	Kangra	banked
14	ICICI	27.7.2016	Theog	Rural	Shimla	banked
15	Kangra central Coop Bank	4.7.2016	Dosarka	Rural	Hamirpur	unbanked
16	Kangra central Coop Bank	20.7.2016	Bhuti lag Valley	Rural	Kullu	unbanked
17	Kangra central Coop Bank	21.07.2016	Gushani	Rural	Kullu	unbanked
18	Kangra central Coop Bank	22.07.2016	Garsa	Rural	Kullu	unbanked
19	Kangra central Coop Bank	29.7.2016	Padhiarkhar	Rural	Kangra	unbanked
20	Kangra central Coop Bank	30.7.2016	Salol	Rural	Kangra	unbanked
21	H.P. State Co-op & Rural Dev. Bank	5.9.2016	Manali	Rural	Kullu	banked
22	H.P. State Co-op & Rural Dev. Bank	7.9.2016	Anni	Rural	kullu	banked
23	H.P. State Co-op & Rural Dev. Bank	14.9.2016	Sangla	Rural	kinnaur	banked

ATM NETWORK IN HIMACHAL PRADESH

- Banks have added 106 new branches over the corresponding period last year and majority of branches are opened in Rural areas.
- The alternate mode of providing banking services i.e. ATM have further strengthened by opening of 26 new ATMs in the quarter under review. The total strength of ATMs have reached to 1818 in the State up to the end of September, 2016. In addition bank have provided the Micro ATMs to their BCAs in the field which are interoperable with Biometric authentication

which have further strengthen the outreach of Banking services in the villages . (Note: **Bank-wise and District-wise branch Network/ATMs mentioned in NP -1, page no-71; NP-2 page -72; NP-3-page-73; NP-4 page no74)**

The position of Banking Outreach in Himachal Pradesh as of September, 2016:

S.No.	Position	Status as of September,2016
1	Total number of branches	2061
2	Total number of rural branches	1661
3	Total number of Semi Urban branches	308
4	Total number of Urban branches	92
5	Total CBS branches	1998
6	Total Non CBS Branches (HPARDB)	63
7	ATMs installed by Banks	1818
8	Branches dealing in foreign business	89
9	Branches having currency chest	54
10	Branches dealing Treasury Business	101
11	Branches having Clearing Houses	39
12	Branches having Extension counters	38
13	Branches specified SME	49
14	Branches specified USB	26
15	Branches having BC model	1499
16	Branches having Business facilitator	137

(For bank wise details, please refer to TABLE NO.NP-2, page no.-71)

6.5) PRIORITY SECTOR ADVANCES IN HP AS OF SEPTEMBER, 2016.

(At a Glance for information of the house).

Sr. No.	Particulars	Summary , September 2016		% of Total advances (in terms of financial outlay)
		No. of Accounts	Amount (in crores)	
A	Agriculture Loans	500301	7397.90	21.15%
	of which Crop loan	338461	4680.28	
	Term Loan	161840	2717.82	
B	MSME Loans	223307	9593.37	27.43%
	of which: Micro- Manuf & services.	183390	4365.25	
	Small Manuf & services	19777	3231.61	
	Khadi & Village ind.	1558	52.42	
	Medium (Manf. & Services)	1973	1243.45	
	Other MSME	16609	700.64	
C	Other Priority Sector	121219	6891.05	19.71%
	Housing loan	84250	4230.28	
	Education Loan	17080	408.32	
	Social infrastructure	1056	96.90	
	others	18833	2155.55	

D	Total Priority Sector Advances (A+B+C)-(PS)	844827	23882.32	68.31%
E	Total Non Priority Sector (NPS)	230531	11079.59	31.69%
F	Total Advances	1075358	34961.91	100%

(Please refer to Table no NP-8 & 9 at, page no. 77-78)
The House may review the position.

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AGENDA ITEM NO -7

7.1 Review of Performance under major centrally sponsored Schemes: Quarter ended September, 2016

PROGRESS UNDER GOVT. SPONSORED SCHEMES IN FY 2016-17 UP TO HALF YEAR ENDED SEPTEMBER, 2016										
									Amt. in lakh	
S. No.	Scheme	Annual Targets 2016-17		Achievement up to Half year ended September, 2016						
		Units	Amt. (in lakh)	No of Proposals Received	Proposals Sanctioned		Proposals Disbursed		Proposals rejected	Proposals pending
						No.	Amt.	No.	Amt.	No.
1	NRLM	3280	4000	941	928	1283.38	928	1210.98	0	13
2	PMEGP-KVIC	296	-	51	47	104.27	47	97.90	0	4
3	PMEGP-KVIB	296	-	463	463	456.16	463	452.16	0	0
4	PMEGP-DIC	393	-	65	53	153.96	49	115.06	3	9
5	PMEGP TOTAL	985	-	579	563	714.39	559	665.12	3	13
6	NULM	2400	1000	31	31	42.91	31	40.82	0	0
7	DEDS	-	-	148	148	250.36	148	250.36	6	0

(Source: Banks)

(Please refer to Table no-GSP-1 TO 6 at page no-84 to89)

7.2 National Rural livelihood Mission (NRLM):

- The revised Credit Mobilization target of Rs. 40 crores with total number of 3280 SHGs is fixed up for the State of Himachal Pradesh in the FY 2016-17. The NRLM , RD HP reallocated the District-wise targets for credit mobilization vide their letter dated 13.8.2016 as mentioned below ;

District	No of SHGs	Amount in lacs	District	No of SHGs	Amount in lacs
1.Bilaspur	160	185	7.Lahaul & Spiti	45	60
2.Chamba	370	430	8.Mandi	550	650
3.Hamirpur	245	300	9.Shimla	480	580
4.kangra	650	800	10.Sirmour	190	245
5.Kinnaur	60	80	11. Solan	200	250
6.Kullu	120	150	12.Una	210	270

LDMs have allocated the Bank wise targets in the district in line with the overall target fixed up for the district and consolidate targets under NRLM for the state fixed at 3996 of total SHGs with financial allocation of Rs.40.23 crore for the financial year 2016-17. The Bank wise position mentioned in Table –**GSP-1 at Page no-84**

The State Rural Livelihood Mission (HPSRLM) had informed vide their letter no. HPSRLM-M/SLBC/Vol-IV dated 29.10.2016 that there are **total 507 cases pending** with banks in the State. The District wise and bank wise pendency mentioned as below;

District	Total Pendency	Bank wise pendency																
		PNB	SBO P	UCO	SBI	HPS CB	HPG B	CBI	IDBI	KCCB	AB	BO I	CB	PSB	BO B	H D F C	JCC B	OBC
Bilaspur	25	5	2	3	-	13	2											
Chamba	88			15	17	12	44											
Hamirpur	0	0	0	0	0	0	0											
Kangra	97	18	3	2	10	1	19	7	1	36								
Kullu																		
Kinnaur																		
Lahaul & Spiti	0	0	0	0	0	0	0	0	0	0								
Mandi	50	11	2	0	2	16	18	0	0	0	1							
Shimla	149	24	5	38	28	42	2				7	1	1					
Solan	31	2	11	2	1			5									9	1
Sirmour	32		1	7	5	9	1	1	6						1	1		
Una	35	10	2	4	2		2	3		8			4					
Total	507	70	26	71	65	93	88	16	7	44	1	7	1	5	1	1	9	1

In this regard a meeting was held on 19.10.2016 in the chamber of Secretary Finance, Govt of HP at HP secretariat to review the position of sponsored cases pending with Banks. But the representative from HPSRLM was not present in that meeting. The detailed list of pending cases however received from HPSRLM on 3.11.2016 and it was circulated by the SLBC convener to all the Lead District Managers and Concerned Banks vide its e-mail dated 4.11.2016. We have not received the updated position on the pendency position from the Banks inspite of repeated follow-up .

The concerned Banks are requested to inform the House on the latest position of pendency and the reasons for delay in disposal of the sponsored cases. The LDMs are also requested to update the latest position of pendency of cases in their district.

The representative from HPSRLM is requested to deliberate on the issue.

7.3 PRADHAN MANTRI EMPLOYMENT GENERATION PROGRAMME: (PMEGP)

- ◆ **Targets under PMEGP scheme for the financial year 2016-17:** Ministry of MSME and KVIC has allocated the margin Money targets for the Year 2016-17 and in Himachal Pradesh total 985 projects will be covered with Margin Money allocation of 1970.10 lakh. The target for employment generation in the projects financed under the Scheme will be 7880. The agency wise target allocation under PMEGP for FY 2016-17 mentioned as below;

Particulars	KVIC	HP-KVIB	DIC	Total
-------------	------	---------	-----	-------

			Rural	Urban	
No. of Projects	296	296	197	196	985
MM (In Lakhs)	591.03	591.03	394.02	394.02	1970.10
Employment (Nos.)	2364	2364	1576	1576	7880

- ◆ The Bank-Wise target allocation at each district not received from implementing agencies. The LDMs have been requested to coordinate with implementing Agencies at District level for Bank-wise allocation of targets under PMEGP for the FY2016-17 and review the progress under the Scheme in quarterly review meeting.
- ◆ The consolidated position of cases sanctioned up to the half year ended September ,2016 mentioned below ;

SCHEME	Target	Achievement		%age of achievement. (in terms of Units financed)
		A/C	Amt (in lacs)	
PMEGP	985	563	714	57%

In terms annual target of 985 units, banks have sanctioned total 563 units in the financial year 2016-17 and have achieved the progress of 57% of the annual Targets. The position of cases sponsored under PMEGP was reviewed by the implementing agencies on 5.10.2016 and 21.10.2016 with the Banks.

◆ **ON LINE DISBURSEMENT OF PMEGP MARGIN MONEY DIRECTLY TO FINANCING BANK BRANCHES.**

Margin Money under PMEGP Margin Money Scheme is being directly disbursed to the financing bank branches through Online mode w.e.f. 1.7.2016. The Corporation Bank is the Nodal bank at National Level. The controlling offices of the member banks are requested to ensure that Margin money claim for the cases sanctioned under the scheme are promptly lodged online as per the laid down procedure.

The representative from KVIC is requested to deliberate on the issue of latest status of **Margin Money claim pending** for settlement in the State in the wake of new guidelines for online settlement of the Margin Money claims under the PMEGP scheme.

7.4 National Urban Livelihood Mission (NULM):

- a) SLBC Convenor bank has allocated Annual targets of Rs.10.00 crores covering 2400 beneficiaries for 2016-17 under SEP components of DAY-NULM (Deendayal Antoyodya Yojana- National Urban Livelihoods Mission)- to banks in the State comprising targets for Individuals, Groups and SHGs under SEP segment of NULM. The scheme is extended to all 54 Local Bodies in the State.

- b) As per the progress reported by banks up to Sep, 2016, only 31 cases sponsored to banks under SEP segment have been sanctioned and disbursed with total amount of Rs 40.82 lac. (Bank wise progress mentioned under Table no- **GSP-6 at page-89**)

But as per the progress reported by NULM, Directorate of Urban Development, HP the Progress as of October 2016 is as below;

SEP Overall Applications Progress as on October, 2016

SEP - I Overall Progress 2016-17								
SNo.	ULB Name	Loan Application Approved By Task force	Targets	No of Loan sanctioned by Banks	Amount Sanctioned/ Disbursed By Banks	Interest Subsidy Released	Rejected by Bank	Pending with Bank
1	Bilaspur	14	25	3	392000	4612	5	6
2	Chamba	24	21	16	1392000	13385	0	8
3	Dharmsala	21	43	15	1585000	1121	0	6
4	Hamirpur	14	23	7	1025000	23978	1	6
5	Kullu	13	23	7	747000	838	2	4
6	Mandi	29	31	11	1573000	4882	5	13
7	Nahan	61	21	23	3030000	31201	15	23
8	Shimla	46	57	11	1180000	0	21	14
9	Solan	17	29	6	650000	2728	3	8
10	Una	12	27	7	850000	3023	0	5
	Total	251	300	106	12424000	85768	52	93

There is wide discrepancy in reporting of progress from Banks. We request the member Banks to update their position of cases sanctioned under the NULM Scheme on monthly basis and reconcile the same with the progress reported consolidated by NULM based on the progress reported by the Local Bodies(LBs).

- c) **Pendency of sponsored cases** with banks under NULM scheme : The Urban Development Department reported the pendency of total 104 cases vide their letter dated 14.10.2016. In this regard, the position reviewed in a meeting held in the chamber of Secretary, Finance, Government of Himachal Pradesh on 19.10.2016. The UD department has informed the Bank wise pendency as mentioned below;

S.No	Name Of Bank	No Of cases pending
1	Allahabad Bank	4
2	Bank Of Baroda	6
3	Bank of India	1
4	Bhartiya Mahila bank	5
5	Canara Bank	4
6	Central bank of India	7
7	Corporation bank	3
8	H P Gramin bank	4
9	ICICI Bank	1
10	IDBI	2

11	Kangra Central coop Bank	1
12	Oriental bank of Commerce	3
13	Punjab National Bank	19
14	State Bank Of India	11
15	State Bank Of Patiala	15
16	United bank Of India	3
17	UCO bank	14
18	Union Bank Of India	1
	Total	104

The convenor Bank has followed up with the concerned banks vide e-mail dated 19.10.2016 followed by reminder dated 7.11.2016. But the response from banks is awaited. Member Banks are requested to apprise the House on the latest position of cases pending with their Bank branches and the reasons for delay in disposal of the pending cases.

d) Non Claiming of interest Subsidy in loan Cases sanctioned by Bank Branches under DAY-NULM Scheme:

The representative from Urban Development deptt. HP has informed that most of the Bank Branches have not submitting their claims for Interest subsidy available to the beneficiaries in cases sanctioned by them under the scheme thereby depriving of the beneficiaries from the financial benefits. We request the controlling offices of the respective Bank branches to issue suitable instructions to their Branches to submit the interest subsidy claim to the concerned Urban Local Bodies (Sponsored the Loan Cases) in the prescribed format as mentioned in RBI Master circular on DAY _NULM scheme dated 01.7.2016 .

Representative from NULM –HP is requested to deliberate on the issue.

7.5 Dairy Entrepreneurship Development Scheme- (DEDS):

- The DED scheme is being implemented w.e.f. 01 September, 2010 for Dairy sector activities. The capital subsidy under the scheme is administered through NABARD.
- Banks have disbursed total Rs 661 lac to 305 new beneficiaries up to the end of half year September, 2016. Bank wise disbursements under the DEDS mentioned in **Table no-GSP-5 at page no-88.**
- The subsidy is available subject to annual allocation of funds and proposals shall be considered on first come-first serve basis subject to availability of funds. The scheme for General/St categories scheme closed on 31.7.2016. Member banks are requested to lodge the subsidy claim of the eligible cases sanctioned by their branches under the scheme. The subsidy claim should be submitted to NABARD through the controlling offices.

7.6 PRADHAN MANTRI AWAS YOJANA – HOUSING FOR ALL (URBAN) (PMAY)

As members are aware , that Pradhan Mantri Awas Yojana – Housing for all (Urban) (PMAY) has been launched on all India basis w.e.f 17.6.2016 and is operational in all the statutory towns and planning areas as notified with respect to the statutory town and planning and which surround the concerned municipal area.

The Mission is being implemented during 2015-2022 and provides central assistance to Urban Local Bodies (ULBs) and other implementing agencies through States/UTs for:

1. In-situ Rehabilitation of existing slum dwellers using land as a resource through private participation
2. Credit Linked Subsidy
3. Affordable Housing in Partnership
4. Subsidy for beneficiary-led individual house construction/enhancement

Credit linked subsidy component is being implemented as a Central Sector Scheme while other three components as Centrally Sponsored Scheme (CSS). Credit linked subsidy will be provided on home loans taken by eligible urban poor (EWS/LIG) for acquisition, construction of house. The main features are mentioned as below for information of members;

- ◆ Beneficiaries of Economically Weaker section (EWS) and Low Income Group (LIG) seeking housing loans from Banks, Housing Finance Companies and other such institutions would be eligible for an interest subsidy at the rate of 6.5 % for a tenure of 15 years or during tenure of loan whichever is lower. The Net Present Value (NPV) of the interest subsidy will be calculated at a discount rate of 9 %.
- ◆ The credit linked subsidy will be available only for loan amounts up to Rs 6 lakhs and additional loans beyond Rs. 6 lakhs, if any, will be at nonsubsidized rate. Interest subsidy will be credited upfront to the loan account of beneficiaries through lending institutions resulting in reduced effective housing loan and Equated Monthly Installment (EMI).
- ◆ Credit linked subsidy would be available for housing loans availed for new construction and addition of rooms, kitchen, toilet etc. to existing dwellings as incremental housing. The carpet area of houses being constructed under this component of the mission should be up to 30 square meters and 60 square meters for EWS and LIG, respectively in order to avail of this credit linked subsidy. The beneficiary, at his/her discretion, can build a house of larger area but interest subvention would be limited to first Rs. 6 lakh only.
- ◆ Housing and Urban Development Corporation (HUDCO) **and** National Housing Bank (NHB) have been identified as Central Nodal Agencies (CNAs) to channelize this subsidy to the lending institutions and for monitoring the progress of this component.

The SLBC convener bank has uploaded the details of the PMAY scheme in SLBC website www.slbchp.com. Member banks are requested to follow the same.

Member banks are requested to report the progress to SLBC convenor bank for review in the quarterly review meetings.

The representative from Urban Development Department may deliberate on the Issue.

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AGENDA ITEM NO.8

8. Review of Recovery Performance of Banks in Himachal Pradesh.

8.1) BROAD SECTOR WISE RECOVERY/ OVERDUES/NPA POSITION AS OF SEPTEMBER, 2016 (Amt. in Crores)

Sl. No	Sector	OUTSTANDING	Overdue	NPAs	NPA-%age
1	Agriculture	7397.90	269.06	272.05	3.68
2	MSME	9593.37	792.71	697.79	7.27
3	Housing	4230.28	127.11	110.92	2.62
4	Education	408.32	189.68	80.98	19.63
5	Other Priority Sector	2155.55	79.83	49.46	2.29
A	Total Priority Sector Advances (1 to 5)	23882.32	1103.20	1337.06	5.60
B	Total Non Priority Sector Advances.	11079.59	451.23	438.30	3.96
	Grand Total (A+B)	34961.91	1569.54	1775.36	5.08

(For bank-wise details, please refer to TABLE NO. REC-1&2, Page no-90-91)

8.2) GOVT SPONSORED SCHEME WISE RECOVERY/ OVERDUES/NPA POSITION AS OF SEPTEMBER, 2016 (Amt. in Crores)

Sl. No	Sector	OUTSTANDING	Overdue	NPAs	NPA-%age
1	SGSY/NRLM	64.79	23.33	6.19	9.55
2	PMRY	16.63	1.35	7.73	46.44
3	PMEGP	52.11	11.61	7.10	13.62
4	SJSRY/NRLM	3.54	0.93	0.40	11.29
5	DED	31.67	3.03	3.30	10.41
8	OTHERS	64.86	6.04	5.62	8.68
		233.62	46.29	30.34	12.99

(For Bank-wise details, Please refer to Table no- REC-3, page no-92)

8.3) Agency-wise Recovery Position as of quarter ended September, 2016 (Amount in Crores)

S. No	Agency	OUTSTANDING	Overdue	NPAs	NPA-%age
1	Public Sector Banks	21915.04	939.85	870.91	3.97
2	RRBs	1232.06	124.90	67.86	5.51
3	Cooperative Banks	8960.00	420.09	819.22	9.14
4	Private Banks	2854.82	84.68	17.37	0.61
	TOTAL	34961.91	1569.54	1775.36	5.08

(For Bank-wise details please refer to Table no-REC-1 at page no-90)

8.4) Position of Recovery Certificate Cases under HP Public Money Recovery Act 2000 as of September, 2016.

(Amt in Crores)

Position as of SEPTEMBER, 2016			
S.NO	Particulars	No. Of cases	Amt.
1	Previous Pending recovery cases as of June,2016.	7295	210.65
2	Fresh cases filed during the quarter-Sept.,2016	665	26.32
3	Cases disposed off during the quarter-Sept.,2016	309	9.48
4	Cases pending as of Quarter ended September, 2016.	7651	227.49
Out of Sr. no – 4, No. of cases pending for-			
	A) – up to period of one year	887	34.91
	B) – Beyond one year	6764	192.58

(Pl. refer Table No. REC-4, page no-93)

Observations:

- ◆ The Non Performing Assets (NPAs) of Banks in the State recorded at 5.08% and it has slightly declined as compared to the NPA ratio of 5.64% in June2016. In absolute term the NPAs of banks in the state have been recorded at Rs.1775.36 crores. Member banks have strengthened the recovery initiatives due to which the trend of NPA witnesses a decline. But the NPA position is still critical and overall NPA percentages can be further reduced with increase in volume of advances as well as special recovery drives.
- ◆ The highest NPA percentage recorded in Education loan which has gone up to 19.63% and it is a matter of serious concern.
- ◆ Member banks have to put up their efforts in Recovery under the MSME sector which has 7.27% and far above the average NPA percentage of 5.08%
- ◆ In agency –wise NPA position, Coop sector banks have the highest NPA percentage of 9.14% and Coop sector banks have to pay more stress on recovery in the NPA accounts and bring it down atleast to the overall average recorded in the NPAs of the bank in the State.

The House may review the position.

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AGENDA ITEM NO.9

9) Review of Progress under Non Sponsored Programmes for the Period ended September, 2016

9.1) FINANCING UNDER KISAN CREDIT CARD (KCC) SCHEME:

Crop loans component of Agriculture Credit extended by the Banks in the State as of September, 2016 has share of nearly 63 % in total Agriculture Credit. Crop loans are disbursed through the Kisan Credit Cards (KCCs)/ Rupay debit cards and it has emerged an innovative credit delivery mechanism to meet the production credit requirements of the farmers in a timely and hassel free manner. The position under KCC for the quarter ended September 2016, mentioned as below;

(Amount in crores)

Annual Target under FY- 2016-17		Achievement up to the Half year ended September,2016		Cumulative Position under KCC scheme up to the end of September, 2016	
No	Amt	No	Amt	No	Amt
254076	3953.08	105347	1356.62	714221	8020.47

Bank wise disbursement during the half year ended September, 2016 under KCC Scheme mentioned in Table no. **NSP-1 page no-94**

The information/ data reported by bank up to end of September ,2016 reveals that banks have disbursed Rs. 1356.62 crore to total number of 105347 new farmers under KCC scheme up to the half year ended September,2016 and thereby having achievement nearly 35% of the annual target for FY2016-17.

Member Banks are requested to ensure that all farmers having availed short term credit under Agriculture sector are provided with active ICT driven ATM enabled Cards/ RuPay Cards.

The House may review the position.

9.2) FINANCING UNDER SELF HELP GROUPS (SHGS)

Self Help Groups (SHGs)- Bank Linkage Programme is gaining importance especially on implementation of NRLM scheme and NULM Scheme which is entirely group centric, group driven poverty alleviation programme in rural as well as in urban areas. .

The progress in credit linkages of SHGs reported by member Banks up to the end of Half Year ended September2016 mentioned as below for review of the House.

The summary position under the SHG scheme mentioned as below:

(AMOUNT IN CRORES)

Achievement Up to the half Year ended September,2016	Cumulative position under SHG scheme as of September,2016
--	---

No.	Amt.(in cr)	No.	Amt. (in cr)
1181	107.40	58909	487.16

(Please refer to Table – NSP-2 at page no- 95 for bank wise progress under SHS scheme)

INITIATIVES FOR REJUVENATION OF SHGS BANK LINKAGES

◆ Self Help Group- Bank linkage Programme:

As a part of efforts for rejuvenation of Self Help Group- Bank linkage Programme in the State, NABARD has initiated the Village level Programme (VLP) on SHG Bank linkages programme in a Mission mode.

The VLPs- bank linkage programmes are conducted by bank branches in a mode of Credit camp/ linkages meet where activities like sanction, disbursement of loans, recovery campaign, imparting of financial literacy etc. to the target groups.

NABARD has now decided to continue the VLPs-bank linkages Programme on SHG Bank linkage during the current FY2016-17. Accordingly 2300 VLPs on SHGs -BLP through the banks will be organized by Bank Branches in the State. A separate communication dated 26.8.2016 addressed by NABARD to the identified Banks for organizing of VLPs in FY2016-17 as an initiative for capacity building of SHGs.

Bank-wise targets for VLPs allocated by NABARD mentioned as below;

SNo.	Bank	No of VLPs to be organized
1	Punjab National Bank	300
2	UCO Bank	150
3	State Bank Of India	200
4	State bank of Patiala	100
5	Central bank Of india	50
6	Canara bank	50
7	Himachal Pradesh Gramin Bank	600
8	H P State Coop- bank	400
9	Kangra Central Coop Bank	400
10	Jogindra Central coop Bank	50
	Total	2300

The concerned banks are requested to reallocate the targets to their branches and prepare the calendar of the programme. As per direction of NABARD, the VLPs are **to be completed by 30 November, 2016** and the progress in this regard will be monitored on monthly basis.

Bank may please note that on completion of VLPs , Banks may prefer claim of Rs1000/- per VLP as reimbursement for conducting the VLPs, in the prescribed format. .

◆ Digitization of Self Help Groups project in District Mandi (H .P.):

NABARD has launched a pilot project titled “**EShakti**” for digitization of all SHGs in district Mandi, being one of the 22 districts identified throughout the Country under the pilot project in second phase. The project aims to bring SHG members

under the fold of Financial Inclusion agenda thereby helping them access wider range of financial services , increase Bank's comfort on credit appraisal and linkages of SHGs through digitization of SHGs accounts among host of others.

The work related to digitization of SHGs in Mandi District has been allotted the two NGOs as mentioned Below;

Name & address of NGOs	Appox. No. of SHGs to be digitised	Block allotted	Bank branches in the District	Remarks
Mandi Saksharta Avam Jan Vikas Smiti , Sauli Khadd , Mandi 175001	3600 SHGs	Chauntra, Dharampur, Drang, Gopalpur Karsog, Sardar Seraj, & Sundernagar (8 blocks)	HPGB (53) HPSCB (45), PNB (41), CBI (5), SBI(19) SBP (11)	The NGOs to implement the project in consultation with DDM NABARD
Centre for sustainable development below ICICI Bank Sunder Nagar , District –Mandi 175002	1000 SHGs	Balh and Gauhar 2 blocks)	UCO Bank (5), Canara Bank (5), OBC (4): total 193 branches	

The CGM NABARD is requested to apprise the house on the latest progress in the digitization of SHGs.

9.3) “Doubling Farmers Income by 2022”

As members are aware that the Government of India in the union Budget 2016-17 has announced its resolve to double the income of Farmers by 2022. Several steps have been taken toward attaining this objective including setting up of an inter- ministerial committee for preparation of blue print for the same. The strategy to achieve this goal inter alia includes;

- Focus on irrigation with large budget with the aim of “per drop more crop”
- Provision of quality seeds and nutrients based on soil health of each field.
- Investment in warehousing and cold chains to prevent post harvest crop loss
- Promotion of value addition through food processing
- Creation of national farm market, removing distortions and develop infrastructure such as e-platform across 585 station.
- Strengthening of crop insurance scheme to mitigate risk at affordable cost
- Promotion of ancillary activities like poultry , bee –keeping and fisheries.

Reserve Bank of India, Central office , Mumbai has directed the convenor banks vide their communication RBI/2016-17/FIDD.CO.LBS.BC.No 16/02.01.001/2016-17 dated 26.09.2016 to include in the regular agenda of review meetings of SLBC, DLCC and BLBC held under the lead Bank scheme. In the Agenda the following directions are advised by RBI.

- a) Work Closely with NABARD in preparation of Potential Linked Plans (PLPs) and Annual Credit Plans keeping the above strategies in consideration.
- b) For the purpose of monitoring and reviewing the progress, lead banks may use the benchmarks as may be provided by NABARD.
- c) Map the overall strategy as mentioned above to the agriculture/ agro- ancillary lending plan of the Banks.

In view of the directions from Government of India as well as from Reserve Bank of India, all the Stakeholders are requested to pay more thrust on capital formation in the Agriculture sector. Banks are requested to ensure that Agriculture & Allied activities should be in the focused attention while lending to the farmers to supplement the income of the farmers.

NABARD is requested to guide the house on the above issue.

9.4 Review of performance under Education Loan for the period ended September, 2016.

The feedback data received from Banks indicates that in Himachal Pradesh banks have sanctioned 2285 fresh Education Loans amounting to Rs.38.52 crores during the September quarter and cumulative position reached to 18314 number of education loans having balance outstanding Rs 445.84 Cr.

Progress under Education Loans as of September, 2016 in Himachal Pradesh.

(Amount In crores)

Particulars	Achievement during the quarter ended September 2016		Cumulative position as of September, 2016	
	A/c	Amt.(in crore)	A/C	Amt (In crore)
Priority Sector *	2245	38.53	17836	400.01
Non Priority sector	40	3.11	478	45.83
Total – Education Loan	2285	41.64	18314	445.84

*Loan to individuals for educational purpose up to Rs.10 lakh are classified as Priority sector Loans.

(For bank-wise position Pl. Refer to Table No. NSP-3, page No-96 for Bank-wise position)

The House may review the position.

9.5 Progress under Housing Finance as of September, 2016

The feedback data received from Banks indicates that banks have sanctioned 6366 fresh Housing Loans amounting to Rs. 408.29 Crores during the 2nd quarter of FY2016-17. Banks have disbursed Rs. 323.75 crores i.e. more than 90% of total disbursement under Priority sector segment.

The cumulative position as of September 2016 shows that 89029 borrowers are financed under Housing finance with outstanding balance of Rs. 5358.35 Crores.

Progress under Housing Loans as of September, 2016 in Himachal Pradesh

Particulars	Achievement during quarter ended September, 2016		Cumulative position up as of September, 2016	
	A/C	Amt. (In crore)	A/C	Amt (in crores)
Priority Sector *	5749	323.75	81646	4090.80
Non Priority Sector	617	84.54	7383	1266.54
Total	6366	408.29	89029	5358.34

(Bank wise progress is given at Table No. NSP-4 at page No. 97)

* Priority sector -Loan to individual up to Rs.28 lac in Metropolitan Centers (with population of 10 lac and above) and loan up to Rs.20 lacs in other in other centers for purchase / construction of a dwelling unit per family provided the overall cost of the dwelling unit in Metropolitan centre and in other centers should not exceed Rs.35 lac and Rs.25 lacs respectively.

The House may review the position.

9.6 Progress under General credit Cards (GCCs)- / Joint liability Groups (JLGs) during Half Year ended September, 2016. The achievement made by banks in these schemes placed below for review of the House.

(Amt in Crore)

S.no	Scheme	Achievement during H/year ended September, 2016		Cumulative Position as of September, 2016	
		No	Amt	A/C	Amt
A	Joint liability Groups (JLGs).	231	2.94	3150	30.12
B	General Credit Cards/ Swarojgar Credit Card etc. (GCCs/SCCs).	5345	64.45	64796	469.17

(Source: Banks)

(Please refer to Table No. NSP-5 (JLG)-page-98, NSP-6 (GCCs)-page-99)

The House may review the position.

9.7 Progress under Weaver Credit Card Scheme as of September 2016 in Himachal Pradesh

The Weaver Credit Card Scheme of Ministry of Textile, Government of India aims at providing adequate and timely assistance to the existing Handloom weavers involved in weaving activities from the Bank to the weavers to meet their credit requirements in a flexible and cost effective manner. Working capital requirements maximum up to Rs.5.00 lakh are extended under the Scheme.

Under the scheme Margin Money subsidy, Interest subvention and guarantee cover is provided by the Government of India through NABARD, thereby enabling Handloom weavers to avail credit facility for undertaking weaving activities.

The cumulative progress under the weaver card up to the period ended September, 2016 mentioned as below;

No of application Mobilised	No. of application received	No. of Weaver credit Card sanctioned	Amount Sanctioned under WCC (In Lacs)	No of active WCC	Amount outstanding (in Lacs)
28	28	14	8.98	1714	1207.06

(Please refer to bank wise position at Table no NSP-7 at page 100)

National workshop for extending loans under MUDRA scheme for handloom weavers and artisan held on 28.6.2016. The office of Development Commissioner for Handloom, Ministry of Textile, Govt of India has directed to **extend MUDRA loans to Handloom weavers and Artisans. Ministry of Textile is providing financial assistance for margin money, interest subsidy and credit guarantee fee for loan sanctioned under "Weaver MUDRA scheme"**

The House may review the position.

9.8 **Review of performance of RSETIs (Rural Self Employment Training Institute) : Position as of September, 2016.**

RSETIs are playing a very crucial role in empowering the Rural Youth. RSETIs in Himachal Pradesh have performed effectively and performance of RSETI during the 1st quarter of FY 2016-17 mentioned as below for information of the House.

RSETIs progress in the Quarter ended September, 2016											
Sr. No	Name of RSETI	Training targets for 2016-17		Achievement 2016-17 (1.4.2016 TO 30.9.2016)		Cumulative Training programme conducted (since inception)		Settlement of trained candidates (out of Col no-7)			Cons t. Of RSETI Building (Y/N)
		No. Of training Program	Candida tes to be trained	No of training prog. held up to Sept.2016	Cand idate s trained	No. Of training Program	candida tes trained	Bank Finan ce	Self Financ e	Wag e Emp.	
1	2	3	4	5	6	7	8	9	10	11	
1	SBI RSETI Chamba	20	500	12	300	130	3032	980	1231	0	N
2	UCO RSETI Shimla	22	600	10	211	135	3015	587	1148	136	N
3	UCO RSETI Solan	20	500	10	249	114	2692	347	861	353	N
4	UCO RSETI Sirmour	16	405	6	162	111	2608	397	917	32	N
5	UCO RSETI Bilaspur	19	500	15	474	99	2506	383	1020	125	N
6	PNB RSETI Dharmashala (Kangra)	26	650	12	267	156	4176	617	1333	865	N

7	PNB RSETI Hamirpur	21	525	11	283	165	3950	693	1691	181	N
8	PNB RSETI Una	24	600	12	306	151	3814	267	1111	97	N
9	PNB RSETI Mandi	25	750	11	270	95	2116	479	1324	19	N
10	PNB RSETI Kullu	22	530	7	210	92	2355	427	860	184	N
	Total	215	5560	106	2732	1248	30264	5177	11496	1992	N

A) Performance of RSETIs as of September 2016- (FY 2016-17):

- Overall 2732 candidates are trained up to the quarter ended September, 2016 against the annual target of 5560 candidates and having achievement of 49% of the annual targets.
- Total 18665 candidates are settled and thereby the percentage of candidate settled as of September,2016 (cumulative) is 61% which is almost near to the national average of 62%.
- The percentage of candidates settled with Bank finance is just 17% and it is far below the national average of 43%. The sponsoring Lead Banks are requested to formulate the action points / strategies for improving the coverage of trained candidates through Bank credit.

B) Status of infrastructure in RSETI:

- Land has been allotted for construction of RSETI Buildings to all the RSETIs and lease deed executed for all the RSETIs.
- The lead Banks i.e. PNB, SBI & UCO Bank have sponsored Rural Self Employment Training Institute (RSETIs) in their lead Districts. For the purpose of creating infrastructure, State Government has provided the plot of Land to construct the Building. At present the RSETIs are functioning in the rented premises.
The present Status of construction of RSETI buiding by Lead banks mentioned as below;

i) PNB sponsored RSETIs :

- In RSETIs' at four centres i.e. Hamirpur, Kullu, Dharamshala & Una , the construction work of RSETI building is in progress.
- In Mandi the construction work is yet to be commenced.

The representative from PNB is requested to apprise the latest status on the construction of RSETI Buildings.

ii) SBI sponsored RSETIs:

In RSETI centre at Chamba, the plot of land allotted by Rural Development Department, H.P. and lease deed executed in the Month of October, 2016. The Construction work is yet to commence.

The representative from SBI is requested to apprise the latest status.

iii) UCO Bank sponsored RSETIs

In RSETI Centres at Bilaspur, Shimla, Solan & Nahan (Sirmour) , the construction plan for RSETIs' Building and cost estimates are revised with higher financial outlay after having the final discussions with the Bank's Engineer deputed from Corporate office, Kolkata and approved Plan and Cost estimates are now being submitted to Head office for approval of the competent authority. The tendering process will be initiated soon to commence the construction work of RSETI buildings in all the allotted centers.

C) Other related Issues on RSETIs in HP:

The Chief Executive officer (HPSLRM), Rural Development Department (a Member of the Committee) has requested for reconstituion of the State Llevel Committee on RSETIs, as the present setup of the State Level Committee, constituted by SLBC need to be reconstituted in line with guidelines of Government of India, Ministry of Rural Development (MoRD) , Gol.

The reconstitution of the State level committee on RSETIs will consists of the following members;

1	Principal Secretary, Rural Development, Govt of HP	Chairman
2	General Manager, UCO Bank , SLBC Convenor	Co- Chairman
3	CEO, State Rural Livelihood Mission Himachal Pradesh (HPSRLM	Member
4	State Director for RSETI	Member-Secretary
5	General Manager, Punjab National Bank, FGM Office, Shimla	Member
6	Deputy General Manager, State Bank Of India, Regional Business office Shimla	Member
7	Deputy General Manager, UCO Bank, Zonal office , Shimla	Member
8	All the Directors of RSETIs in HP (at present RSETI in all Districts (except Kinnaur & Lahaul & Spiti)	Members

The matter will be placed in the 2nd meeting of State Level Committee on RSETIs to be convened shortly.

The representative from Rural Development Department may deliberate on the issue.

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ANY OTHER ISSUE WITH THE PERSMISSION OF THE CHAIR