

## DRAFT COPY

### MINUTES OF THE STATE LEVEL BANKERS COMMITTEE MEETING OF ARUNACHAL PRADESH FOR THE QUARTER ENDED MARCH'2012 HELD AT HOTEL DONYI POLO ASHOK, ITANAGAR ON 15.06.2012 AT 3.30 P.M.

At the very outset, Shri B.N.Das , Regional Manager , State Bank of India, Regional Business Office, Itanagar welcomed all the participants and requested Shri Chowna Mein , the Honorable Finance Minister of the State, to chair the meeting.

Shri R.Negi , Development Commissioner (Finance) extended a warm welcome to all participants. He pointed out that the Banks are doing tremendous works in regard to economic development of the state in spite of difficult geographical condition prevailing in the State. He stressed upon the Govt. sponsored schemes to be implemented with more and more sincerity to cover up the poor mass and assuring of joint efforts for achieving the overall growth for the State. He opined that Village Level Worker (VLW) can be engaged for opening No-frill account of the villagers. He also said that the Dy. Commissioners can be requested to instruct VLW to assist the Business Correspondent (BC).

Smt Swati Sharma , Spl Secretary (Finance) briefly addressed the house with specific focus for coverage of unbanked blocks and villages and opening of new branches within time limit of as allotted under RBI viability Gap Funding Scheme. She categorically appraised the house regarding the latest instructions of Govt. of Arunachal Pradesh that the Govt. would provide free land and premises for opening of the new Bank Branch/ setting up of RSETIs on availability only and in other cases, the Bank at its own cost would have to go for rented house. She further assured that in case of any exigencies, the District Authority may please be communicated, under advice to Finance Secretariat.

Dr. P. Radhakrishnan, General Manager of NABARD , Regional Office, Itanagar welcoming the participants narrated his experiences regarding the meaningful implementation as well as successful achievement of Govt. sponsored schemes taking into action together by all the partners, namely Banks, State Govt. Line Deptt as well RBI and NABARD. He also asked the Bank functionaries to identify District level/State level trainers for Business Correspondents. He also pointed out that the Target under ACP 2012-13 as fixed is below the Achievement level of the last financial and accordingly advised the Convenor to revise the Target taking into account the actual achievement level. The house accepted his views instantly.

Shri P.K.Jena , Regional Director , RBI, Guwahati while welcoming the participants expressed his dissatisfaction for decreasing the CD Ratio from 39.18% as on 31.12.2012 to 33.41% as on 31.03.2012 . However overall achievement under Annual Credit Plan being 126% is worth mentioning in spite of difficult geographical environment. He asked the banks whose CD Ratio is relatively lower, more particularly, the private sector Banks to increase their credit portfolio in the state. Regarding RBI's Special Dispensation Scheme he said the benefit of the Scheme will be available only, if the branch is opened latest by 30<sup>th</sup> June'2012, failing which RBI will not reimburse the cost of opening of branches. The Regional Director , RBI reiterated the Central Govt. instructions regarding identification of a nodal Police Station in each district where cases of fake currency notes can be registered by the banks .

The Chairperson of the meeting, Shri Mein while welcoming the participants appraised the house about the resources available in the state and requested to all concerned to act in concert with co-operation from all the related departments to achieve the overall economic growth of the State.He also informed the house that several lacuna obstructing financing by the Banks, eg., Mortgage of land etc are being sorted out soon. He cited the glaring example of Kaziranga of nearby State – Assam. He opined that Hospitality business potential in the State is available and urged the Bank to give thrust in this sector not only giving weight to the AGL Segment only, which in turn lead to improve per capita income of the inhabitant to a greater height. He then requested the house to allow him to leave enabling him to attend another important meeting and Development Commissioner (Finance) took charge of the meeting.

Shri Kishore Lyngdoh, Dy. General Manager, State Bank of India, Jorhat appraised the house that the Chief General Manager and the General Manager of SBI could not attend the meeting due to sudden pre-occupation. He informed the house, in details, about appointment of Business Correspondent to cover unbanked villages as well Blocks. He told that 3 new Currency Chest would be opened by 30<sup>th</sup> instant, namely at Koloriang and 2 new Branches with Currency Chest at Mechuka and another at Yupia. Shri Lyngdoh informed the house that the Bank is in process of appointing Calance Software (National BC of SBI) in the State.

### **Agenda wise discussion**

Agenda wise discussion was taken up by Shri R. Negi, Development Commissioner(Finance), Govt. of Arunachal Pradesh.

### **Adoption of Minutes**

The house adopted the minutes of last meeting for December 2011 qtr held on 21.02.2012, since no amendments were suggested.

## **Review of GOI Instructions regarding financial inclusion and other areas.**

Shri Negi thoroughly discussed about the Gol Instructions regarding plan of coverage and opening of FIP accounts in villages with population of 2000 and above by 31.03.2012 and in villages with population of 1000 to 1999 by September 2012 in Arunachal Pradesh with bank wise review of status and plan of action. He stated that there is no unbanked villages with population of 5000 and above in Arunachal Pradesh. He requested all the banks to assign their BCs to render financial inclusion services in the entire Gram Panchayat as per new service area plan of Gol. He also requested all the LDMs to complete the exercise of preparation of District Service Area Plan in collaboration with representatives of NABARD, Insurance Co. (Both Life & non life ) and the LDMs as per Gol Instructions and ensure submission of the same to the State nodal LDM latest by 31<sup>st</sup> August 2012. All the points of the agenda were thoroughly discussed and clarified in the house.

## **Follow up action on the decisions of the previous meeting**

Regarding opening of Currency chest branches at Yupia and Mechuka by SBI under RBI Subvention scheme, Shri Das appraised the house that the branches would be opened by 30<sup>th</sup> June 2012. He informed the house that one premises in the DC Office building has been provided by the District Authority at Yupia. At Mechuka, one private building has since been taken on rental basis for opening of the Branch.

## **RSETI**

Setting up of RSETI issue was discussed thoroughly and Spl. Secretary (Finance) told the house that State Govt., would provide free land on availability otherwise respective Bank have to arrange for rented premises at their own cost .

## **RUDSETI**

Representative of Canara Bank appraised the house that RUDSETI at Ziro would be opened by 30<sup>th</sup> September 2012.

## **Subsidy (PMRY, REGP, PMEGP)**

Shri A.P. Chobin, Asstt, Director, KVIC on enquiry informed the house that no pending subsidy claim is there till May 2012 except a very few cases. He further informed the house that PMEGP has been extended for another one year and targeted Margin money allocation have already been received from Gol.

## **Deposit/ Advance / CD Ratio**

Overall deposit during the quarter ended March 2012 is increased by 20.03 % over December'11 quarter. Advance portfolio has increased by 2.37% during the quarter March'12. CD Ratio which was 39.18% as on December'11 has come down to 33.41 % as on March 2012.

The Development Commissioner (Finance) urged the Banks to improve the CD Ratio position atleast to 40% by the next qtr. end.

Spl. Secretary (Finance) opined that performance of Pvt. Sector Banks operating in the State are very negligible and to be geared up immediately.

### **E-payments & Electronic Benefit Transfer (EBT)**

Regarding E-Payment and Electronic Transfer the basic task is to have the account of the villagers to be opened first with war-footing since all the Govt. subsidies would be credited to the beneficiaries account electronically from New Delhi.

### **Agricultural Advances:**

Since Line department representative was not available in the meeting, detail discussion could not take place.

The percentage of growth is 15.86% during the quarter begs appreciation from all corner. Shri S.S. Deb, Chief Manager, Lead Bank appraised the house that the concerned Deptt. was requested to provide List of eligible farmers for financing KCC loans. Spl. Secretary, Finance advised to contact the respective Dy. Commissioners for obtention of the same.

### **Review of Performance under ACP**

Comparative position of performance under Annual Credit Plan is quite satisfactory in comparison to last financial and percentage – wise it stood at 126.

### **Implementation of Revival/ restructuring & reform package for the Handloom sector & Weaver Credit Card Scheme**

Shri K.Ruja, Director (Handloom & Textile), GoAP asked about the present status of the application forms of weavers which have already been submitted to the respective Lead Bank Managers. All the Lead District Managers have suitably been instructed to distribute the application forms amongst the Bank branches within 30.09.2012 for financing. He informed the house that Camps for Awareness on Weavers Credit Card have already been organized by the Deptt. Concerned and the Lead District Managers all

over the State. He also informed the house that more awareness camp would be organized by the LDMs shortly.

### **FLCC CENTRE:**

Spl. Secretary (Finance), Ms. Sharma told the house that Financial outreach Camp should have been organized in the remotest places instead of holding in areas where full-fledged bank branches are functioning and the people are also aware of banking.

So far no FLCC Centre could have been set up in the State but in process. In this regard the Development Commissioner (finance) urged upon all the LDMs to arrange atleast one Financial Literacy Camp in each district in every quarter.

### **Self Help Group :**

Shri Vaiphei, Manager, NABARD Itanagar appraised the house that Dibang Valley District has been identified for promotion of Women SHG and NABARD has already approved 2 NGOs for promotion of Self Help Groups. The General Manager, NABARD requested the Banks to arrange for credit linkage to the eligible/worthy SHGs.

### **Recovery support from Govt. of A.P. for Govt. sponsored loans & other defaulting borrowers**

State Govt. was requested to provide active support to all banks for recovery of bad debts under Govt. Sponsored loans and other Schemes.

### **Miscellaneous:**

The meeting ended with vote of thanks by Shri S.S. Deb, Chief Manager, Lead Bank, SBI, RBO, Itanagar to all the participants. He extended sincere thanks to all the dignitaries and participant members for such a powerful deliberation and discussion regarding issues of concern particularly for Financial inclusion through coverage of unbanked blocks & villages. He also requested the state govt. for immediate attention of road connectivity which is the primary requirement for expansion of banking activities and it will in turn automatically take care of CD ratio and increase of other developmental activities in the state.

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**Action points emerged in the SLBC Meeting dated 15.06.2012**

<b>Sl No.</b>	<b>Action to be taken</b>	<b>Action by</b>
1	Villages with population of 1000 to 1999 to be covered by 30.09.2012	All Banks
2	Opening of atleast one Bank account for each family in FI villages	All Banks
2	Formation of Society & opening of FLCC by banks in the allotted districts by 30.09.2012	Concerned banks
3	Preparation of District Financial Services Plan of all district and Comprehensive State Financial Services Plan immediately .	LDMs/ NABARD / Insurance Co.s (Life & non life)
4	Increasing CD Ratio to 40 % by June'2012	All banks
5	ACP for 2012-13 to be achieved	All Banks
6	Private Sector Banks to increase their advance portfolio immediately	All private sector banks
7	Setting up of RSETI	Concerned Banks
8	Setting up of RUDSETI by 30.09.2012	Canara Bank Syndicate Bank
9	Identification of district Level/State Level Trainers for BCs	NABARD
10	Implementation of Weaver Credit Card / Distribution of application forms to the bank branches by 30.09.2012	LDMs/ Banks/ NABARD
11	Revival/restructuring & reform package for the Handloom sector. Individual banks to prepare the list of eligible borrowers & advise to Director (Handloom & Textile), GoAP , NABARD & Convener of SLBC	Banks / Handloom & Textile Deptt , GoAP / NABARD
12	Revision of Target under Annual Credit Plan (2012-13)	SLBC Convenor
13	DCC Meetings of all districts to be conducted regularly	LDMs
14	Data relating to SLBC Meeting should be submitted by 15 <sup>th</sup> of the following months.	All Banks
	All the LDMs to submit the data relating to their concerned districts to SLBC Convener by 30 <sup>th</sup> of the following months	LDMs

	To make a list of defaulting banks in submitting SLBC data.	Convener Bank
15	NABARD is to conduct sensitization programme for branch functionaries for SHG-Bank Credit Linkage at district level.	NABARD
16	One nodal Police Station to be identified in each district for reporting cases of fake currency notes by the banks	State Govt.

List of participants in the SLBC Meeting of Arunachal Pradesh held on 15.06.2012

**(A) RBI/ NABARD /BSNL**

Sl no.	Name	Designation	Department
1	Shri P.K.Jena	Regional Director	Reserve Bank of India ,Guwahati
2	Shri K.K.Pandey	Asstt General Manager (RPCD)	--Do --
3	Dr. P.Radhakrishnan	General Manager	NABARD , Itanagar
4	Shri K.Vaiphei	Manager	--Do --
5	Shri Subrahmanya U.H.	AGM (Operation)	BSNL

**(B) State & Central Govt. Officials**

Sl No.	Name	Designation	Department
1.	Shri Chowna Mein	Hon'ble Finance Minister	Govt. of A.P.
2	Shri R.Negi	Dev. Commissioner (Finance )	Govt. of A.P. , Itanagar
3	Smt Swati Sharma	Spl Secretary (Finance)	-- Do --
4	Shri Khoda Ruja	Director (Textile & Handicraft)	-- Do --
5	Shri K.Dulom	Joint Secretary	Deptt of Finance , Govt of A.P.
6	Shri Geto Ori	Asstt Dy Director (Industries )	Govt. of A.P. , Itanagar
7	Shri S.R. Dongre	Advisor (Finance)	--Do --
8	Shri J.Sinha	Sr Advisor (Finance )	-- Do --
9	Shri J.P.Pathak	Asstt Director I/C	MSME Dev. Deptt

**(C) Commercial Banks , RRBs , Co-operative Banks & other Financial institutions**

<b>Sl No.</b>	<b>Name</b>	<b>Designation</b>	<b>Department</b>
1	Shri D.P.Singh	DGM	United Bank of India Dibrugarh
2	Shri T. Mayophang	Manager	Canara Bank , Itanagar
3	Shri B.Deory	Sr. Manager	APRB , H.O.
4	Shri S.K.Chakravarty	Chief Manager	Union Bank, R.O. Guwahati
5	Shri C.Barik	Sr Br Manager	P N B
6	Shri T.Bhattacharjee	Chief Manager	UCO Bank
7	Shri A.P. Chobin	Asstt Director	KVIC , Itanagar
8	Shri T.N. Tsewutso	Manager	Bank of Maharashtra , Itanagar
9	Shri A.Deka	Asstt Manager	Syndicate Bank , Itanagar
10	Shri J.C.Majumdar	Sr. Br. Manager	Bank of Baroda, Itanagar
11	Shri Ranvijay Kumar	Sr. Br. Manager	Bank of India, Itanagar
12	Shri K.Kumar	Manager	Vijaya Bank
13	Nani Loyi	Executive	Yes Bank
14	Shri P.B.Chetry	Diretor (RSETI)	APRB
15	Shri P.Dasgupta	Sr. Br Manager	Central Bank of India, Naharlagun
16	Shri A.C.Das	Sr Manager	Indian Bank, Itanagar
17	Shri B.C.Hazarika	LDM	United Bank of India
18	Shri K.D.Narah	Sr Manager	Allahabad Bank , Itanagar
19	Shri Albert J.Taye	Sr Manager ,	HDFC Bank, Itanagar
20	Shri G.B.Chetry	Br. Sales Manager	Axis Bank , Itanagar
21	Shri D.Baishya	Chief Manager	ICICI Bank
22	Shri S.Satmang	Manager	IOB , Naharlagun
23	Rakthi Duchok	Br Manager	IDBI

**(D)Convener Bank**

<b>Sl No.</b>	<b>Name</b>	<b>Designation</b>	<b>Department</b>
1	Shri K.Lyngdoh	Dy General	State Bank of India ,

		Manager	Jorhat
2	Shri B.N.Das	Regional Manager	State Bank of India , Itanagar
3	Shri S.S.Deb	Chief Manager	-- Do --
4	Shri A.K.Deb	--Do --	State Bank of India , Tezu
5	Shri S.Chanda	-- Do--	State Bank of India , Ziro