

STATE LEVEL BANKERS' COMMITTEE, NAGALAND STATE

***Minutes of the Meeting
for the quarter ended December 2013***



**Convener:
State Bank of India
Regional Office
Lead Bank Department.
Dimapur-797112
Nagaland.**

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**MINUTES OF STATE LEVEL BANKERS' COMMITTEE MEETING HELD
ON 25.02.2014 AT CAPITAL CONVENTION CENTRE,
CAPITAL COMPLEX, KOHIMA.**

The State Level Bankers' Committee meeting of Nagaland for the quarter ended December 2013 was held on 25th February 2014 at Capital Convention Centre, Capital Complex, Kohima. The meeting was chaired by Shri R. Benchilo Thong, IAS, Principal Secretary & APC, Government of Nagaland and attended by Shri V. Kezo, OSD (Gen), GoN, Shri Taliremba, OSD (Finance) GoN, Shri A.K. Choudhury, DGM, SBI Business Office, Jorhat (S), Smt. A.P. Biswas, DGM, RBI, Guwahati, Shri V. Chelladurai, GM (Nabard) and senior officials of Banks and Government Line Departments. The list of participants is enclosed.



At the outset Shri Binod Kr Srivastava, AGM, SBI, RBO, Dimapur & Convener warmly welcomed Shri R. Benchilo Thong, IAS, Principal Secretary & APC, Government of Nagaland, Shri V. Kezo OSD (Gen), Shri Taliremba, OSD (Finance), Smt. A.P. Biswas DGM, RBI, Guwahati, Shri A.K. Choudhury, DGM, SBI, Shri V. Chelladurai, GM, NABARD, Controllers of Banks and Senior State Government Officials.



Shri Srivastava briefly highlighted the performances of banks during the period under review. He informed the house that HUDCO has been admitted to SLBC as a member as per the advice of the Ministry of Housing & Poverty Alleviation, Government of India. He informed the house that the total number of bank branches at the end of the quarter stood at 150. He also acknowledged the opening of YES BANK & INDIAN OVERSEAS BANK branches in recent times there at Dimapur. This will push up the number of banks to 26 from 24 in this quarter ended.

He then invited Sri R.Benchilo Thong, IAS, Principal Secretary & APC and Chairman of the meeting to deliver his key note address.

Shri R.B. Thong, IAS, Principal Secretary in his key note address highlighted the importance of linkage with banks for inclusive growth. However, majority of the people in the State are not having access to this opportunity due to various reasons, poor branch network coupled with concentration of bank branches in only a few towns being the main reason. Shri Thong lamented that there are still 29 unbanked blocks in the State, out of which only 16 blocks have been allocated to banks while the remaining 13 blocks are yet to be allocated since there are no takers. He called upon the SLBC and member banks to rise up to



the challenge and develop functional relationship with all the stakeholders for providing banking services, especially in the unbanked blocks. Here, he called upon the bankers to make extensive use of Information Communication Technology (ICT) in close coordination with BSNL for leveraging their outreach to the remotest part of the State.

Shri Thong, also expressed concern at the slow progress made in respect of opening “1 family 1 bank account” as it will have a direct impact on the Direct Benefit Transfer (DBT) policy of Gol and may even result in denying monetary benefits to the identified people, especially in the rural areas. To obviate such a situation, he directed the SLBC to seek the assistance of Deputy Commissioners and Line Departments in preparing a comprehensive list of beneficiaries under the various flagship schemes of Gol and open bank accounts of beneficiaries with urgency and seriousness. Shri Thong also emphasized the importance of conducting Financial Literacy Camps as it will generate demand for financial services from the people. In this connection, he advised SLBC to direct member banks to conduct such camps on a regular basis in consultation with NABARD. Further, he requested the member banks to study the Special Financial Inclusion Plan for the State which has already been submitted to the Department of Financial Services, Gol. He concluded his speech, by asking the banks to take their social responsibility seriously.

Then, the Convener invited controller of banks to address the house.

Smt. A.P. Biswas, DGM, RBI, Guwahati in her opening remark advised the member banks to attend the SLBC meeting at the appropriate level as it is the apex banker's forum where important issues are discussed and decisions arrived at. She congratulated the Convener SLBC for holding the meeting as per the calendar and hoped that the next and subsequent meetings will also be held as per the SLBC calendar. During the course of her speech, Smt. Biswas highlighted the status of Financial Inclusion in Nagaland State vis-a-vis national and NER. In



In this connection, she called upon all the stakeholders to discharge their duties effectively and responsibly. On the CDR front, she observed that the State has made progress. However, it (37% as on 31/12/14) was still below the national average of 78%, she said. In this regard, she encouraged the bankers to set up Rural Self Employment Training Institutes (RSETIs) in every district to improve credit absorption capacity of the borrowers and also ensure proper end use of bank credit. Further, Smt. Biswas briefed the House about some latest initiatives of RBI for the benefit of the members viz. Clean Note Policy for withdrawing pre-2005 currency notes and reimbursement of capital expenditure upto 50% to RRBs and UCBs for installing Note Sorting Machine. She concluded her speech by requesting the Sub-Committee of SLBC on e-payment to present a status report in the next SLBC meeting.

Thereafter, the Convener invited Shri A.K.Choudhury, DGM, SBI to address the house.

Shri A.K. Choudhury, DGM, SBI, Jorhat in his address exuded confidence that the member banks will achieve the ACP target for the year 2013-14. He observed that the poor recovery performance of banks is a matter of concern. However, he was hopeful that credit flow and recovery performance of banks will improve with the continued support from the State Government.



He encouraged the members to utilize the Financial Literacy Centre (FLCs) which has been set up in all the districts and instructed all the LDMs including Branch Managers to conduct Financial Literacy Camps (FLCs). Further, he advised the AGMs of RBO Dimapur and RBO, Mokokchung to ensure that the FLCs are conducted in the true spirit.

The convener also invited Shri V.Chelladurai, GM, Nabard to address the house

Shri V. Chelladurai, GM, NABARD in his speech highlighted the recent developments in the State. He informed that MANAGE, Hyderabad has identified a Nodal Training Institute (NTI) in Dimapur to train agriculture graduates for assistance under ACABC Scheme. This is a credit linked subsidy scheme of GoI and training for the first batch will commence during the month of March 2014, he said. He also highlighted the efforts made by NABARD to popularise the various Credit Linked Subsidy Schemes of GoI including the eligible activities under New and Renewable Energy (Solar) which could be implemented with bank loan. Shri Chelladurai also called upon the GoN to explore the possibility of constructing Rural godowns in rural areas with assistance from RIDF of NABARD in view of the Food Security Bill which has been passed. During the course of his speech, he also dwelt on the importance of Financial Inclusion, NSRLM and Ru-Pay KCC Cards as a means to increase Ground Level Credit (GLC) flow.



Thereafter, with the permission of the Chair, the convener invited Shri David Kire, CM, (LB) SBI, Regional Business Office to initiate discussion of the agenda items

AGENDA- 1 **Adoption of Minutes:**

The minutes of State Level Bankers' Committee meeting held on 24-01-2014 was circulated to all members. Since no request for amendment has been received, the house confirmed and adopted the minutes._

AGENDA- 2

Follow up action on the decisions of the SLBC meeting dated 24-01-2014

2.1 All Banks to give report on Financial Literacy Camps conducted by branches to LDM

The LDMs informed the house that since no branches submits their reports, statistical Table No 23 was kept blank for this quarter though few camps have been conducted during the quarter under review. The house viewed seriously the non-reporting by member banks and advised the LDMs to present detailed reports on Financial Literacy camps conducted in their respective districts in the next SLBC meeting. The house also requested all the member banks to conduct Financial Literacy Camps and submit their report to the LDMs for compilation of consolidated data for SLBC. **(ACTION POINT)**

2.2 To submit defaulter list to DPDB of the districts and also to the Government.

LDM Kohima & Phek informed the house that they have submitted defaulters list to district DPDB and also to Finance Department, GON. However in other districts no branches submit defaulter list to the LDMs.

2.3 Report on Educational Loans to be presented in SLBC course wise

The Nodal LDM informed the house that detailed report on Educational loan was presented in Table No 4(A) & 9(E), and course wise list awaited from branches as desired by the house.

2.4 To constitute SLBC Sub-Committee on WCC and take various issues on WCC.

The Convener presented to the house revised allocation of WCC excluding private banks and NSCBs. The house adopted the revised allocation and requested all the LDMs to do the needful in their respective district as per the revised targets.

2.5 Special report on performances under KCC to be submitted latest by 5th Feb, 2014 to the Convener SLBC.

The house noted with regret that no banks (Axis, BOI, HDFC, ICICI, IDBI, IND, PNB, PSB and SIB) had submitted their reports as requested. The house advised the convener to send reminder and table the same in the next SLBC meeting.

2.6 WCC report to be submitted to Chairman SLBC (Action point carried forward)

Representative from Industries Department informed the house that WCC matters is still under consideration for submission to the Chairman SLBC. The house informed the department that they should submit the ID Cards of the Weavers along with the application invariably to the bank.

In the course of discussion of the action point, the General Manager, Nabard shared some of the complaint he received from Industries Department that some of the bank branch manager have insisted Govt employee guarantee for sanctioning loans under WCC scheme. The General Manager further stated that for loans upto Rs 1.00 lacs under KCC scheme, banks are not supposed to take any collateral security other than hypothecation of crops for which the loan was sanctioned. The house also viewed the issue seriously and advised member banks not to insist on any collateral security as per WCC guidelines.

2.7 To share District hierarchy & contact numbers to Convener for all Banks (Action point carried forward)

The house requested the Convener to take the trouble of collecting the required information from BSNL without waiting formal communication from them in the larger interest of all banks. Further, the house requested the Convener to ensure that BSNL attended all SLBC meetings as they have a very crucial role in all banking activities;

In the course of discussion, the house also desired that Land Resources Department, Government of Nagaland should attend SLBC meetings as they have implemented various Government sponsored schemes.

AGENDA - 3.

Review of Govt instructions regarding Financial Inclusion and Opening of bank branches in unbanked blocks

(a) ONE FAMILY ONE ACCOUNT

The house had a brief discussion on the point and emphasized the importance of opening account for every household and beneficiaries under various government flagship programmes. It was further noted that Direct Benefits Transfer (DBT) can only be implemented in the State after completion of this task. The house advised all the stakeholders to expedite the process so as to complete the task within the specified date of 31.03.2016.

(b) Villages with population below 2000:

As per Road map for providing banking services in every village with population below 2000 allotment was made amongst the member banks. As per road map the coverage will be 467 BC(s) locations and 483 by others mode. The house advised member banks to stick to the road map.

(c) Villages with population above 5000

All the allottee banks appraised the house about their positions in the allotted villages.

Brief record is as under:-

- **Allahabad Bank:** Representative from Allahabad Bank informed the house that the proposed BC model was taken up seriously and some progress expected before the next SLBC meeting
- **Bank of Baroda:** Representative from BOB informed the house that besides Ungma where branch was already opened, CSP was engaged in Kidima village, however due to connectivity problem CSP could not function properly.
- **SBI:** The AGM, SBI informed the house that a satellite branch was opened in Kikruma village and the remaining were covered with BC/CSP model.
- **Vijaya Bank:** Vijaya Bank representative informed the house that in 3 out of 4 allotted villages USB has already been opened, and that process for opening in Wanching village is under progress. The house advised the representative to make official communication to the convener about opening of USB.

UNBANKED BLOCKS:

The house requested all the allottee banks (SBI, NSCB, BOB, VJB, AXIS and NRB) to brief the house about the progress made in their allotted blocks.

The Managing Director, NSCB informed the house that though they were inclined for opening bank branches in the allotted blocks, at this juncture they could not proceed due to some technical problems like; NPA position of the bank, where certain percentage(10%) was fixed by RBI to allow them for branch expansion.

Smt. A.P.Biswas, DGM, RBI advised the Managing Director that they should make official communication about their inability to the convener as the matter has been delayed for long and also endorse a copy to RBI.

The AGM, SBI informed the house that SBI has opened a Satellite branch in Kikruma and CSP engaged in Sitimi block in Kiphire District and Tamalu block in Longleng district. Sakshi is also proposed for CSP.

Representative from Axis bank also informed the house that the bank has taken up the matter with their Corporate Office and decision was expected by March end.

Representative from BOB informed the house that they have difficulties in opening bank branches in the allotted blocks. However process for covering the blocks by other means like BC/CSP has been started.

Representative from IDBI also informed the house that the matter has been taken up with their Corporate Office and under process.

The house took serious note of the fact that banks are not properly represented in the meeting as the representative always inform the house that the matter has been taken up with the appropriate authority. The house advised member banks to ensure that the appropriate authority attended SLBC meetings as this is the Apex Level Committee which is required to take decisions on important issues listed in the agenda for the meetings.

AGENDA -4 **REVIEW ON BANKING DEVELOPMENTS IN NAGALAND ON KEY PARAMETERS AND FLOW OF CREDITS TO AGRICULTURE AS ON DECEMBER 2013**

Matters under the agenda have been already discussed and minuted with Agenda No 2,

The house briefly discussed and examined the performance of banks on various key parameters during the period under reviewed.

Thereafter, for the benefit of all members, the house invited Shri K. Kathi Chishi, Managing Director, North East Naga Traders Pvt. Ltd to present a Power Point presentation on the objective and schemes under AC&ABC Scheme. North East Naga Traders Pvt. Ltd was recently appointed as Nodal Training Institute by National Institute of Agriculture Extension Management (MANAGE),Hyderabad to take up AC&ABC training in Nagaland. He also highlighted salient features of the Jawaharlal Solar Energy Mission Scheme.

The General Manager, NABARD also supplemented some points on AC&ABC and Solar Energy Mission schemes.

Taking part in the discussions Shri David Kire, Chief Manager, SBI stated that DCC Dimapur has discussed Solar Energy Mission Schemes as per the request of the Ministry of Renewable Energy at the last meeting, and had approved one Agency for Dimapur.

Agenda – 5

Review of Performance under Annual Credit Plan 2013-14

The house briefly discussed the agenda and observed the need to improve achievement under priority sector advances. While achievement under Non-priority sector was 108%, achievement under Priority sector stood at 35% only.

The house also felt that achievement of 22% of annual targets under Industries sector was quite low while it was one of the major thrust sectors of the Government of India.

In the course of discussions Shri O. Marchang, AGM, RBI informed the house that RBI is organizing in collaboration with MSME a meeting during the month of March/April 2014 for bankers and entrepreneurs to discuss and sort out various issues to strengthen MSME sector in Nagaland. He invited all the bankers and also Industries department to attend the proposed meeting.

Agenda – 6

Review of Performance under : A)Government Sponsored Scheme B) Bank Regular schemes C) Other Schemes and D) Various Credit Card schemes

The house had a brief discussion on PMEGP on issue basis.

PMEGP: Chief Executive Officer, NKVIB briefed the house on PMEGP subsidy release during the year 2012-13 and requested all the implementing banks to submit their claims for subsidy for the year 2013-14. He also informed the house that Rs 18.83 crores was earmarked for PMEGP subsidy for the year 2013-14 out of which Rs 8.21 crores has been released to the implementing banks. He also requested the Chairman to intervene in the case of those banks (viz; ICIC & HDFC in particular) who are reluctant to implement the scheme. Many members participated in the discussions on PMEGP. Observing the enthusiasm of members in the agenda discussion Smt. A.P. Biswas, DGM, RBI even suggested that discussion of various Government sponsored schemes may precede other agenda so as to have ample time in the next meeting.

Agenda - 7
REVIEW OF RECOVERY PERFORMANCES

A) Sector-wise analysis of advances and B) Recovery under Bakijai Cases

Agenda Carried forward for next meeting

Agenda - 8
RAJIV RINN YOJANA: Introduction and Implementation of the scheme.

Agenda Carried forward for next meeting

Agenda - 9
Any other issue with the permission of the chair

- a) Proper representation of banks in SLBC and various Sub-committee meetings
- b) Adherence to SLBC calendar & time schedule for submission of quarterly returns.

Issues discussed and minuted elsewhere

The meeting was concluded with vote of thanks proposed by Shri Th. Tunglut, Nodal LDM, SLBC Nagaland.

ACTION POINTS EMERGED OUT OF DISCUSSION OF AGENDA ITEMS

Sl. No.	ACTION TO BE TAKEN	ACTION TO BE TAKEN BYBY
1	All Bank to give report on Financial Literacy Camps conducted by branches to LDM	All Banks & LDM(s)
2	To supply list of District Recovery Officer designated by Industries department to all banks	The Convener Bank
3	Special report on performances under KCC to be submitted to the Convener SLBC. Convener Bank to send reminder about the report and also endorse a copy to RBI	AXIS BOI, HDFC, ICICI, IDBI, IND, PNB,PSB, and SIB
4	Banks should be properly represented in the SLBC meeting.	ALL Banks

LIST OF THE PARTICIPANTS
AT THE STATE LEVEL BANKERS' COMMITTEE MEETING
HELD ON 25TH FEBRUARY 2014 AT CAPITAL CONVENTION CENTRE,
CAPITAL COMPLEX KOHIMA

	NAME OF PARTICIPANTS	INSTITUTION	DESIGNATION	
A	GOVERNMENT OF NAGALAND & GOI			
1	Sri R.Benchilo Thong	Govt. of Nagaland	Principal Secretary & APC	
2	Sri V. Kezo	Govt. of Nagaland	OSD (General), Finance	0370-2271151
3	Sri Taliremba	Govt. of Nagaland	OSD (Finance)	9436332904
4	Sri Motsuthung Lotha	Govt. of Nagaland	MD, NSRLM	9856070278
5	Sri H.Wobenthung Lotha	Govt. of Nagaland	Joint RCS (Coop)	9436011207
6	Ms Martha R. Ritse	Govt. of Nagaland	Dy.Secy (RD)	9436101800
7	Ms Temsunaro Aier	Govt. of Nagaland	Jt. Secy (Vety & AH)	9436060167
8	Sri K.Imotemjen	Govt. of Nagaland	Jt.Director (RD)	9436006225
9	Sri K.Jimo	Govt. of Nagaland	CEO (NKVIB)	9436004390
10	Sri Kivishe Sema	Govt. of Nagaland	E.O.	-
11	Sri Chayanzo	Govt. of Nagaland	Jt.Director (Try. & Acctts)	9436621119
12	Sri R.N.Yanthan	Govt. of Nagaland	Jt. Director (Try. & Acctts)	9436062649
13	Sri N.Jacob Yanthan	Govt. of Nagaland	Dy.Director (Agri)	9436006286
14	Sri Hokeshe K.Zhimomi	Govt. Of Nagaland	Production Manager (Ind)	9402679512
15	Sri Ao Yemen Chang	Govt. Of Nagaland	Asst. Director	9436437284
16	Sri K.Kathi Chishi	NENT Ltd	MD	9856292755
17	Sri K.Chou Ayemi	NENT Ltd	Asst. MD	9774354732
18	Ms Imsutula	SFAC Nagaland	UDA	9615376076
19	Ms Temsii Sangla	SFAC Nagaland	LDA	9856438258
20	Sri L.M.Yanthan	HUDCO	Regional Chief	8974053850
21	Sri P.K.Konwar	HUDCO	AGM-Project	9612002154
22				
	RESERVE BANK OF INDIA & NABARD ETC.			
23	Smt. A.P.Biswas	RBI	Deputy General Manager	
24	Sri O.Marchang	RBI	Asst. General Manager	9435731343
25	Sri V. Chelladurai	NABARD	General Manager	
26	Sri Bendang Aier	NABARD	Asst. General Manager	9862092197

BANKS & FINANCIAL INSTITUTIONS				
CONTROLLER OF BANKS				
27	Sri Binod Kr. Srivastava	SBI	Asst. General Manager	9436275319
28	Sri S.Atovi Sema	NSCB	M.D. , NSCB	9436013058
29	Sri S.N.Panda	CAN	Divisional Manager	8811087070
30	Sri B.P.Singh	CBI	AGM	8486033232
31	Sri A.K.Chatterjee	BOI	Dy.Zonal Manager	9435226997

BANKS REPRESENTATIVES				
32	Sri S.Majumder	SBI	Director (RSETI)	9436719601
33	Sri D.Choudhury	SBI	AGM Kohima Branch	8730003592
34	Sri G.K.Murthy	VJB	Chief Manager(Kma)	9402988656
35	Sri Lanu Jamir	ICICI	Br. Manager	9856070007
36	Sri Abhinav Anand	IND	Asst. Manager	9089859478
37	Sri A. Sarkar	AXIS	Dy. Vice President	8811048155
38	Sri Debabrata Basu	AXIS	Dy. Vice President	9774003851
39	Smt. Adani Linda Kharsii	UBI	Sr. Manager	9402433543
40	Sri Philip Jan	SIB	Manager	8575957887
41	Sri Ranjit Lama	NRB	Manager(Acctts)	9436010703
42	Sri S.Thomsong	HDFC	Br.Manager	9863207289
43	Sri R.Ping Levis	IDBI	Branch Head	9402679232
44	Sri G.R.Teron	IDBI	Asst. Manager	9856051087
45	Sri S.Hongray	PSB	Asst.Manager	87944577781
46	Sri A.Mayowung	UNION	Sr. Branch Manager	9401885751
47	Sri Jatin Chandra Das	SYN	Br. Manager	8575089859
48	Sri Bosco Joseph	FED	Branch Manager(Kma)	8794142664
49	Sri T.Banerjee	ALB	Chief Manager (Dmp)	9436013672
50	Sri Nenio Chah	BOB	Sr. Manager (Khm)	9436439356
51	Sri S.A.Kom	CAN	Manager (Kma)	8914981070
52	Sri K.Lasuh	CBI	Chief Manager	8486002589

CHIEF MANAGER (LEAD BANK)				
53	Sri Th. Tunglut	SBI	Chief Manager (LB) KMA	9436832632
54	Sri David Kire	SBI	Chief Manager(LB) Dmp	9436210338
55	Sri Shah Yunus	SBI	Chief Manager (LB) Mokok	8730004234
56	Sri Z. Tholi Paul Mao	SBI	Chief Manager (LB) P&K	9436013592

