

**Minutes of the State Level Bankers' Committee (SLBC) Meeting of Mizoram
For the quarter ended March 2019**

The SLBC meeting of Mizoram for the quarter ended March, 2019 was held at the Conference Hall, New Secretariat, Aizawl on 28.06.2019 (Wednesday) at 11:00 a.m. co-chaired by Shri Lalnunmawia Chuaungo, IAS, Chief Secretary, Govt. of Mizoram and Shri Sunil Kumar Tandon, Chief General Manager, State Bank of India, N.E. Circle, Guwahati. The meeting started with Shri L.P. Lalchangkima, Regional Manager, SBI, welcoming the Chief Secretary, Govt. of Mizoram and CGM, SBI as well as representative from RBI, NABARD, various government departments and banks. Shri Tandon in his opening address stated that, the CD ratio of the state is in the range of 42%. He also mentioned that there are three banks having single digit CD ratio and advised these banks to increase the performance to the desired level. He informed the house that lending under priority sector stands at 78.37% against the benchmark of 40%, and this is a very good sign as it indicates whatever loans are sanctioned, are priority sector only. Agricultural lending is 21.37% against the benchmark of 18% and lending to MSME is 21.51%. He also highlighted achievement under various government sponsored schemes and told that there are many banks that have not sanctioned loan under Govt. sponsored scheme. He also stated that there are eleven Banks that have not sanctioned loan under Agriculture. He continued that since the first quarter of FY 2019-20 is already over, he requested all banks and line departments to work together as Team Mizoram and to have better performance on government sponsored schemes and ACP for the FY 2019-20.

Shri Lalnunmawia Chuaungo, Chief Secretary in his address said that, SLBC is a very important meeting and that even the Chief Ministers attended in other states and told that Shri Narendra Modi the honorable Prime Minister also attended the SLBC Gujarat meeting during his tenure as Chief Minister thereat. He said that he is happy that some senior officers attended this meeting. He recalled the first time he attended the SLBC last year and reiterated the remarks he made at that time regarding the unsatisfactory CD ratio of the State particularly of private sector banks. He said that the situation is not good even today and mentioned names of Yes bank, South Indian bank, ICICI Bank, Federal Bank and Axis Bank and said the CD ratio of these banks is much below what is expected of them. He said that he welcomes the banks in Mizoram which have opened branches and are mobilizing deposits, but told that they also have an obligation to lend to the people of the state under priority sector lending for socio economic development. The representative from South Indian Bank and Axis Bank were not present to respond on the position of their bank. He told that unless there is satisfactory improvement, the matter will be reported to the RBI, Finance Ministry and Prime Minister's Office (PMO). He also enquired about the very high CD ratio of IndusInd Bank which is 690.41%. The representative of IndusInd Bank told that the high CD ratio is due to finance of commercial vehicles by the bank. The Chief Secretary also wanted to know from Canara Bank (a public sector bank) who did extremely well i.e. 203.67%. But no representative from Canara Bank was present at the meeting. He asked the SLBC Convener Bank to call for explanation from the member banks for absence at the meeting.

Thereafter, the meeting proceeded with the agenda.

1. Adoption of minutes of the last meeting:

The Convener SLBC informed the house that the minutes of State Level Bankers' Committee meeting held on 03.04.2019 for the quarter ended December 2018 were circulated to all members. Since no request for amendment, except one, from the RBI was received and incorporated, the house adopted the minutes.

Agenda-2: Review of Action taken report on Minutes of last SLBC MEETING DATED 3RD April,2019.

Action: ATR Seen and approved by the house.

3. a). Opening of banking outlet in unbanked villages, CBS enabled /part-time banking outlet at the unbanked rural centres (URCs)

Out of the identified 40 villages from 8 districts for opening of Banking Outlet/Part-time Banking Outlet, the committee was told that 21 villages have already been covered by IPPB. The remaining 19 villages also have IPPB access points, but RBI stated that they have taken up with their higher authorities for approval of inclusion of IPPB to cover unbanked villages. Therefore, it was decided by SLBC to await RBI clarification.

Action: RBI

3.b). Progress on Roadmap for providing banking services in every village having population below 2000

The number of 79 villages reported as being covered by bank branches was discussed, as it does not tally with the existing records, It was informed that these villages have been covered by nearby branches. However, GM, RBI disagreed to this mode of coverage. It was also informed that IPPB access points are available, but RBI advised that, until they receive approval from their authorities, IPPB coverage is not acceptable to RBI for coverage of the villages with population below 2000. Meanwhile coverage of 79 villages have to be confirmed by SLBC. It was also informed to the house that the unbanked villages allocated to Bank's Branches by DFS was covered under, "cluster mode", because due to the low population density and terrain, it is not viable to set up CSPs in each unbanked village. It was then decided by SLBC convener Bank to wait for the clarification of coverage by IPPB by RBI authorities.

Action: RBI and SLBC

3.c). Position of Social Security Schemes

The committee observed that the achievement on social security schemes is not satisfactory. CGM, SBI requested all the banks to enroll more eligible customers under the schemes. He also mentioned that, Bank branches can improve their enrolment under Social Security Scheme with the help of District Administration as it is a social duty of all banks and a scheme launched by the honorable Prime Minister.

Action: All banks

4. a).Achievement under ACP of the State

The committee observed that the overall achievement up to March, 2019 was 67.85% and out of which, priority sector lending is 57%, which was not satisfactory, as many banks reported zero or nil achievement under agriculture, crop loan and MSME segment.

Action: Banks who submitted zero or nil achievement should report the reason.

4.b). Flow of credit to MSMEs

The committee discussed occurrence of negative growth in achievement of MSME advances. It was decided that banks should increase the advances under MSME segment.

Action: Banks who are having negative growth should increase advances under MSME in the FY-2019-20 (i.e. BOM, Indian Bank, SBI, Syndicate Bank, UBI, UCO, VJB, IndusInd, Axis and SIB).

Flow of credit to Housing for All (HFA)

The achievement under CLSS PMAY (HFA-Urban) was discussed and the Secretary (Planning), GoM told that many loan applications were rejected and returned without informing the reason for rejection. The committee decided that the sponsoring agency is to be informed of the reason in respect of rejected applications.

Action: All Banks to henceforth inform the sponsoring agency the reason for rejection of applications.

4.c) Lending towards government sponsored schemes (DAY-NRLM, DAY-NULM, MUDRA, Stand-Up India, PMEGP, etc.) and impact of these schemes

The achievement under government sponsored schemes was discussed and the committee observed that many banks have shown zero or nil achievement under NRLM, NULM, MUDRA, SUI and PMEGP. The committee desired that all banks should achieve the target allotted to them for FY-2019-20.

Action: All banks to achieve the target allotted to them during the FY 2019-20.

4.d). Crop insurance under PMFBY and related issues

The committee was told that crop loan insurance under PMFBY is not yet implemented in the state as the premium rate quoted by insurance company was too high. It was decided to escalate the matter to the Government of India.

Action: Agri. Dept.

KCC loan

The committee observed that the achievement under KCC loan was not satisfactory, only three banks viz., SBI, UCO and HDFC Banks sanctioned new KCC loans during the FY 2018-19 out of 24 scheduled commercial banks. The Chief Secretary instructed the other banks to be allotted a village for adoption to sanction KCC loans to the people of that village.

Action: SLBC Convener to allot a minimum one village to each Bank branch and sanction KCC loan to the people of that village during the FY 2019-20.

4.e). Grant of Education Loans

The committee discussed disbursement under education loan and observed, only 22 new loans was sanctioned during the FY 2018-19. Many banks reported zero or nil achievement. The Chief Secretary advised the Pvt. Sector Banks to sanction education loans and all banks to give data of number of application received and number of applications sanctioned/rejected with proper reasons in future.

Action: All Banks.

4.f). Progress under SHG-bank linkage

The committee observed that only two commercial banks (i.e Canara and SBI) and MzRB have sanctioned loan to SHG out of the 24 scheduled commercial banks. The committee advised banks to contribute in financing SHGs from their adopted villages.

Action: All banks not financing SHGs to contribute in financing SHGs from the adopted villages.

CD Ratio, Review of Districts with CD Ratio below 40% and working of Special Sub-Committees of the DCC (SCC).

There are 4 banks having less than 20% CD ratio which is found not acceptable. They are Yes Bank, SIB, ICICI and Federal Bank. The committee urged upon these banks to improve the performance. The Chief Secretary requested to these 4 Banks that, if there is any constraint/issues for lending, it has to be escalated to the concerned government department.

Action: Yes Bank, South Indian Bank, ICICI Bank and Federal Bank

6. Position of NPAs in respect of schematic lending:

The position of NPA under PMEGP and NRLM scheme as on 31.03.2019 was discussed. The representative of NRLM observed that, the NPA on the erstwhile SGSY scheme has been included in the NRLM and wanted it to be separated so that the actual position of NRLM could be obtained.

Action: Banks to review their SHG NPA data and report NRLM and other SHG NPAs separately from the next Quarter.

Certificate Cases and Recovery of NPAs:

The committee discussed and observed that recovery through Bakijai case is very low. CGM, SBI has requested that Govt. Administration has to be more proactive and responsive for recovery of NPA. The Certificate Officer has to monitor the pending Bakijai cases and banks are to follow up Bakijai cases with the Certificate Officer at DC offices.

Action: Banks to follow up Bakijai cases with the Certificate Officer at DC offices.

7. Policy initiatives of the Central/State Government/RBI (Industrial Policy, MSME Policy, Agriculture Policy, Start-Up Policy, etc.), and expected involvement of banks

The committee discussed the MSME Support and Outreach Campaign for Handloom during November 2018 to February 2019 at Serchhip District. Out of the 83 numbers of loan applications from weavers 9 loans amounting to Rs.4.50 lakhs was reported sanctioned. It was pointed out in the meeting that most of the borrowers have already availed the loan.

8. Explore the scope of state-specific potential growth areas and the way forward – choosing partner banks -Study on Credit requirement and gaps

The committee was told that at the initiative of the SLBC Sub-Committee NABARD has been requested to commission a study on assessment of credit requirement and gaps in respect of agriculture and allied sector to be completed on or before September 2019. NABARD informed that they will not be able to complete the survey without help from the concerned department and requested the government to conduct the survey as per the format and they will do the assessment from the reports at their end. The Chief Secretary requested the RD Department to carry out the survey and also to arrange fund for the purpose.

Action: R.D. Department (GoM)

9. Efforts towards skill development on mission mode partnering with KVK, Horticulture Mission, National Skill Development Corporation, ASCI, etc. including a review of functioning of RSETIs

As SBI has already setup one RSETI in Aizawl and MzRB is planning to setup another in Kolasib District. HDFC was advised to set up an RSETI in Lunglei District, as among private Banks, their branch network is spread in most districts.

Action: HDFC Bank

10. Discussion on Banking Related Cyber Frauds, phishing etc.

It was reported that, there was only one instance of Cyber Fraud at present in the State, which is under investigation by police authority, CGM, SBI advised all Banks and concern Govt. department to spread awareness among the people not to share ATM Card Number and password or OTP to anyone, not even to their relatives, so that ATM fraud can be prevented. He also requested the Banks, specially SBI to popularize and educate the people for use of YONO Cash to avoid the direct usage of Cards, which can also prevent the frauds.

11. Annual Target under PMEGP

The proposed Agency-wise District-wise Annual Target under PMEGP for the FY 2019-20 received from the State Director, KVIC, Mizoram was discussed. The committee approved the proposed targets for implementation during the FY 2019-20. Bank-wise targets have to be prepared by the nodal agencies in consultation with the concerned Lead District Managers for approval of Task Force Committee and the DCC meetings.

Action: Nodal Agency

12. Annual Target under NRLM

The revised District-wise Annual Target for financing of SHGs under NRLM for the FY 2019-20 received from the Chief Executive Officer, MzSRLM, was discussed and approved.

Action: NRLM to prepare and circulate Bank wise target.

13. Revised Annual Credit Plan (ACP) for the FY 2019-20 under Agriculture:

The ACP for the FY 2019-20 has been approved in the last SLBC Meeting held on 03.04.2019. However, as per information received from NABARD on 17.06.2019, the Government of India has fixed the ground level target for agriculture during 2019-20 at 22.7% more than the target fixed for 2018-19. The CGM, SBI informed the house that, during 2018-19 Banks could achieve only 45 % of the Rs 326 Crs. target allotted to the State under agriculture. Now with the additional target, the ACP for agriculture stands at Rs.520 Crs., an increase of Rs.194 Crs. over FY(2018-19). CGM, SBI stressed that It will be very difficult for Banks to show substantial performance under ACP, considering that total population of the whole State is around 10 lacs. SBI stressed that set target is not realistic unless big agri-based projects are conceived / promoted. He requested NABARD to consider adopting a more realistic target for the State. However , General Manager, NABARD advised that the revised ACP target of Agriculture for the FY-2019-20 has already been decided by Govt. of India and cannot be scaled down. The revised ACP on agriculture will be conveyed to the respective LDMs, who will prepare Bank-wise target for approval in DCC.

Action: LDM

14. Misc:

The representative of UCO Bank informed that SBI, Dawrpui Branch are not accepting their excess cash deposit most of the time, due to exceeding their retention limit. CGM, SBI then advised UCO Bank and other Banks facing similar issue, for enhancement of their cash retention limit.

Action: Banks

15. In closing remarks, Shri Lalnunmawia Chuaungo, IAS, Chief Secretary, Govt. of Mizoram requested all Banks to improve their CD Ratio and non-performing Banks to lend in village areas. All Banks are to adopt minimum one village and sanction KCC loans to the people of that village.

The meeting was concluded by Chief Secretary, Mizoram who thanked all the participants attending the meeting.

Sd/-
Sunil Kumar Tandon
Chairman, SLBC (Mizoram) &
Chief General Manager,
SBI, N.E. Circle

**LIST OF PARTICIPANTS IN THE SLBC (MIZORAM) MEETING
FOR MARCH 2019 QUARTER HELD ON 28.06.2019**

(A) RBI, NABARD, SIDBI, NEDFI etc.

1	Ms Mary L. Deng	General Manager	RBI	Aizawl
2	Shri K. Samuel Lianggosiam	Manager	RBI	Aizawl
3	Shri S.N. Mallick Srivastava	General Manager	NABARD	Aizawl
4	Shri O.P. Mounglang	Asst. General Manager	NABARD	Aizawl
5	Shri Vikash Agarwal	Manager	SIDBI	Aizawl
6	Shri Lalhruaizela Fanai	Manager	NEDFI	Aizawl

(A) State & Central Government officials

1	Shri Lalnunmawia Chuaungo	Chief Secretary	Govt. of Mizoram	Aizawl
2	Shri Vanlalchhuanga	Com. (Finance)	Govt. of Mizoram	Aizawl
3	Shri C. Vanlalramsanga	Secretary (Planning)	Govt. of Mizoram	Aizawl
4	Shri R. Lalramnghaka	Spl. Secy. (Com.& Indstr's)	Govt. of Mizoram	Aizawl
5	Shri C. Lalbiakthanga	Addl. Dir. (Com.& Indstr's)	Govt. of Mizoram	Aizawl
6	Shri Amol Srivastava	A.C., DC Office, Aizawl	Govt. of Mizoram	Aizawl
7	Shri V.L. Nghakmawia	R.O., UD&PA	Govt. of Mizoram	Aizawl
8	Ms Lalramhluni	S.M.S (Agri.)	Govt. of Mizoram	Aizawl
9	Shri Paul L. Khuma	U/Secy. (RD Dept.)	Govt. of Mizoram	Aizawl
10	Shri Lalhuliana Fanai	S.P. (C.I.D.)	Govt. of Mizoram	Aizawl
11	Dr. Lalnginglova	C.V.O. (AH&Vety.)	Govt. of Mizoram	Aizawl
12	Shri Joseph Darrothang	S.D.S (U.D. & P.A.)	Govt. of Mizoram	Aizawl
13	Ms Kroszarmawii	S.M. Manager, (N.U.L.M.)	Govt. of Mizoram	Aizawl
14	Shri Lunzo Sanga	S.M.M. (F.I.), Mz.S.R.L.M.	Govt. of Mizoram	Aizawl
15	Ms Maria G. Ralte	Jt. R.C.S.	Govt. of Mizoram	Aizawl
16	Shri Lalrinhluanga	DSW&RO, Rajya Sainik Bd.	Govt. of Mizoram	Aizawl
17	Ms Lalrinchhani	H.E.O (Horti. Dept.)	Govt. of Mizoram	Aizawl
18	Dr. Lalmuanpuia	Dy. Director (I.F. & S.L.)	Govt. of Mizoram	Aizawl
19	Shri Vanlalziding	A.G.M. (B.S.N.L.)	Govt. of India	Aizawl
20	Ms Lalnunluangi	Executive Officer (K.V.I.B.)	Govt. of Mizoram	Aizawl
21	Shri F. Lalrinenga	Jt. C.E.O., KVIB	Govt. of Mizoram	Aizawl
22	Shri Lalthanpuia	C.O. (M.F.)	NERLP	Aizawl
23	Shri Lalrinhluanga	DSW&RO, Zilla Sainik Bpard	Govt. of Mizoram	Aizawl
24	David Lalrammawia	S.M.M. (U.D. & P.A.)	Govt. of Mizoram	Aizawl

(B) Convenor Bank

1	Shri Sunil Kumar Tandon	Chief General Manager	S.B.I.	Guwahati
2	Shri Digmanu Gupta	General Manager	S.B.I.	Guwahati
3	Shri L.P. Lalchangkima	Regional Manager	S.B.I.	Aizawl
4	Ms Anjali Lyndem	Dy. General Manager		
5	Shri Mihir Das	Asst. General Manager	S.B.I.	Guwahati
6	Shri Ralte Ralkhuma	Chief Manager (Lead Bank)	S.B.I.	Aizawl
7	Shri M. Devakishore Singh	Chief Manager	S.B.I.	Aizawl
8	Ms Lalnilawmi	Chief Manager (Lead Bank)	S.B.I.	Aizawl
9	Shri P.K. Sutradhar	Lead District Manager	S.B.I., L.B.O.	Kolasib
10	Shri Lawmvel Langel	Lead District Manager	S.B.I., L.B.O.	Champhai
11	Shri Henry L. Hrahse	Director (RSETI)	S.B.I.	Aizawl

(C) Other banks

1	Shri Lalzuahliana	C.E.O.	M.C. Apex Bank	Aizawl
2	Shri V. Jaya Chandra	Chairman	Mizoram Rural Bank	Aizawl
3	Shri Amal Sarkar	General Manager	Mizoram Rural Bank	Aizawl
4	Shri Lalruatkima	Chief Manager	UCO Bank	Aizawl
5	Shri Subhna Kamal Kar	Branch Manager	Axis Bank	Aizawl
6	Shri James Hruailiana	C.E.O.	MUCO Bank	Aizawl
7	Shri R.K. Sinha	A.B.M.	Indian Bank	Aizawl
8	Shri N. Amarkanta Singh	Branch Manager	Indian Overseas Bank	Aizawl
9	Shri Kishendu Mandol	Cluster Head	Bandhan Bank	Silchar
10	Shri Pappu Uday Pratap	Dy. Manager	Axis Bank	Aizawl
11	Shri P. Singit	Branch Manager	P & S.B.	Aizawl
12	Shri Jeremy Lalnunmawia	Service Manager	Indusind Bank	Aizawl
13	Shri J. Baite	Branch Manager	PNB	Aizawl
14	Shri Singleman Margar	A/Manager	IDBI Bank	Aizawl
15	Shri K.M. Sharma	Branch manager	United India Insurance Co.	Aizawl
16	Ms Lalkhawngaihi Pachuau	ABM,	L.I.C.I.	Aizawl
17	Ms CeciliaLalmuanpuii	Officer	Bank of India	Aizawl
18	Shri Gynkaphthanga	Asst. Manager	Syndicate bank	Aizawl
19	Shri Freddy Malsawmtluanga	S.E.	ICICI Bank	Aizawl
20	Shri Benjamin Chhakchhuak	B.M.	Yes Bank	Aizawl
21	Shri Swapan Kumar biswas	Chief Manager	Vijaya Bank	Aizawl
22	Shri Lalrohluna Pakhuangte	Branch Manager	CBI	Aizawl
23	Shri Thonghaolie Haokip	Branch Manager	BOM	Aizawl
24	Shri Paul Peringattu	Branch Manager	Federal Bank	Aizawl
25	Shri Dhorendro Athokpam	Branch Manager	Union Bank of India	Aizawl
26	Shri Kundan Kumar	Branch Manager	UBI	Aizawl
27	Ms Zorampari	Branch Manager	Bandhan Bank	Aizawl
28	Shri Justin Jose	Branch Manager	SIB	Aizawl