

**Minutes of the State Level Bankers' Committee (SLBC) Meeting of Mizoram
For the quarter ended June 2017**

The SLBC meeting of Mizoram for the quarter ended June, 2017 was held at the Conference Hall, New Secretariat, Aizawl on 03.11.2017 at 11:00 a.m. under the Chairmanship of Shri. Lalmalsawma, IAS, Chief Secretary, Govt. of Mizoram. Shri Dibyendu Chaudhuri, Regional Manager, SBI and Convener SLBC welcomed the Chairman, other senior government officials, GM, NABARD, GM from RBI and all Banker participants in the meeting. He thanked the chairman for allowing holding of the meeting in spite of his busy schedule. He regretted that fact that the meeting should have been held during the quarter following June, 2017. He also mentioned about non-receipt of SLBC data in time from some of the member banks. He said that the meeting will try to focus on the pertinent points and be brief to avoid the stress of avoidable lingering discussions. He requested the participants to give self introduction and the participants introduced to the house one by one. Altogether 62 members present at the meeting (Copy of the attendance sheet is attached at Annexure-A). After that he requested the Chief Secretary for his opening remarks.

The Chief Secretary thanked the SLBC Convener and told the house that the meeting is for the quarter ending June 2017. He welcomed the participants on behalf of the Government of Mizoram as well as on his own behalf. He told that we have been discussing several issues in this forum one of which is the CD ratio but no improvement could be seen. He requested bankers to improve performance particularly in CD ratio.

Thereafter, with the permission of the chairman Shri Dibyendu Chaudhuri, Regional Manager, SBI and Convener SLBC then proceeded with the agenda items.

Agenda – 1: Adoption of minutes of the last meeting:

The Convener SLBC informed the house that the minutes of State Level Bankers' Committee meeting for the quarter ended March 2017 held on 29.06.2017 was circulated to all members. Since no request for amendment of the minutes was received, the house adopted the minutes.

Agenda-2: Review of GOI instructions regarding financial inclusion:

a) Linking of bank accounts with Aadhaar

The Instructions of Government of India, Department of Financial Services, New Delhi to the Indian Bank Association and Conveners of State Level Bankers Committee vide letter F.No. 20/2/2010-FI (Vol.II) (C-58530) dated 2nd August, 2017 regarding linking of bank accounts with Aadhaar was read out and it was decided to wait for the Supreme Court judgment on the matter which is to be delivered on that date and thereafter banks are to follow the Government of India instructions which says that a client eligible to be enrolled for Aadhaar and already having an account prior to 1st June, 2017 shall submit the Aadhaar number by 31.12.2017.

b) Opening of Aadhaar enrolment counter at bank branches:

The house was told that Aadhaar enrolment counter has been opened at five bank branches viz. SBI, Aizawl Branch, SBI, Champhai branch, SBI, Kolasib branch and SBI, Lunglei branch and Syndicate Bank, Aizawl branch in terms of the government instruction vide letter mentioned above.

c) Aadhaar Authentication of all Current & Savings Accounts (CASA):

The letter of Government of India referred to above has instructed banks to complete authentication the data with UIDAI by way of (a) Biometric authentication, (b) OTP-based authentication and (c) demographic authentication. The house requested bankers to reach out to all customers to secure authentication ahead of December dateline to avoid large number of customers with unauthenticated accounts and disruption in banking operation due to inoperative accounts.

d) Linking of bank accounts with Aadhaar on camp mode:

The house was told that a Special Camp was organized on 07.09.2017 and 08.09.2017 for seeding of Aadhaar and Mobile number in the active accounts of customers in Aizawl city.

e) Review of Instructions from NABARD: The Representative of NABARD has requested inclusion of review of NABARD instructions similar to GOI/RBI in the SLBC agenda and has been accepted.

Agenda-3: Follow up action on the decision of SLBC meeting:

a) Credit achievement of Government Sponsored Schemes under NRLM through NERLP:

The house was told that only 23 Self Help Groups out of the target of 1000 have been sanctioned loan sponsored by NERLP up-to 30.09.2017. The NERLP representative told that many loan applications are pending mostly with MRB branches as most of the SHGs under NRLM maintained their bank account mainly with the MRB. The representative of Mizoram Rural Bank told that more loans will be sanctioned after signing of Memorandum of Understanding (MOU) between MRB & NERLP which is expected in the second week of November, 2017.

Action: MRB, NERLP & SBI

b) District level workshop for Bank Managers on NRLM schemes:

The house was told that District level workshop for Bank Managers on NRLM schemes has been conducted in 3 districts following the decision in the last meeting.

c) Credit achievement of Government Sponsored Schemes under NRLM through MzSRLM:

The house was told that as many as 40 SHGs out of the target of 1137 have been sanctioned loan up-to 30.09.2017. The house requested bankers to finance SHGs on a mission mode to achieve the targets. While discussing the performance of financing SHGs it was felt necessary to invite Successful SHGs in the DCC meetings to tell their success stories so that bank managers will be able to know the importance of financing SHGs. The house requested respective LDMs to invite SHGs in their DCC meeting in future.

Action: MCAB/MRB/SBI/MzSRLM/ LDMs

d) Credit target and achievement of PMEGP:

The ICICI Bank, HDFC Bank, Federal Bank, Indusind Bank, Yes Bank and South Indian Bank did not sanction any loan during the year 2016-17. Representatives of Yes Bank told that 2 loans had since been sanctioned during September, 2017 relating to PMEGP FY 2016-17. The house decided that SLBC should take up the matter with the controlling offices of these banks.

Action: SLBC

e) Credit target and achievement under Self Employment Programme (SEP) under NULM:

The house was told that only 5 units out of the target of 2000 units for FY 2017-18 have been sanctioned during April 2017 to June, 2017. The house requested bankers to finance SHGs on a mission mode to achieve the targets during the year.

Action: All Banks

f) Credit under Agriculture:

The house was told that a meeting of Sub-Committee of SLBC for improvement of agriculture advance has been held in the morning of the day just before the SLBC meeting started under the chairmanship of NABARD.

g) Shallow water Tube Well (SWT) Scheme of NABARD:

The NABARD representative told that as part of their Area Development Scheme they have come out with 'Shallow Tube Well (STW)' scheme 2017-18 & 2018-19 which will be launched within two weeks. The salient feature of the scheme was explained to the participants. The house requested bankers to utilize the scheme to enhance their agriculture finance.

Action: All Banks

Agenda – 4: CD Ratio:

Deposits: The house was told that there is an increase of in aggregate deposits of Rs. 81.80 crores during the quarter ended June, 2017 over the March, 2017 quarter and an increase of Rs.1489.24 crores over June, 2016.

Advances: The house was told that there is an increase of Rs.92.00 crores during the quarter ended June, 2017 over the March, 2017 quarter and an increase of Rs. 389.04 crores over June, 2016.

CD Ratio in the State as on 30.06.2017:

The house was told that there has been a slight increase to 40.62% as of June, 2017 from 39.88% on March, 2017.

Rs. In crores

FY & Quarter ended	Deposit	Advance	CD Ratio
FY 2017-18 June 2017	7983.95	3243.12	40.62%
FY 2016-17 March 2017	7902.44	3151.13	39.88%
FY 2016-17 December 2016	7279.15	3028.90	41.61%
FY 2016-17 September 2016	7272.88	2895.67	39.81%
FY 2016-17 June 2016	6494.71	2854.08	43.94%
FY 2015-16 March 2016	6423.19	2838.61	44.19%

Among the Banks with less than 20% CD ratio the representatives of **Yes Bank, Federal Bank and South Indian Bank** told the house that they will be able to achieve not less than 20% CD ratio by the end of FY 2017-18.

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

Priority Sector Advances:

The total lending under Priority Sector (PS) advances at the end of the quarter was Rs. 1968.62 crores out of the total advances of Rs. 3243.12 crores. The percentage of PS advance is 60.70 as against the benchmark of 40%.

Agenda – 5: Agricultural Advances:

Agriculture advances at the end of June 2017 was Rs. 451.44 crores out of a total advance of Rs. 3243.12 crores which is 14.21% whereas the benchmark is 18%. The house requested bankers to extend more loans under agriculture during the FY 2017-18 to achieve the stipulated bench mark.

Action: All Banks

Agenda – 6: Performance under of Annual Credit Plan (ACP)

The overall achievement of ACP as on 30.06.2017 is 12.90% which is 8.89 less than last year on YOY basis. The Percentage of achievement under Priority Sector is 12.23% whereas under Non-Priority Sector the achievement is 14.24%.

Agenda - 7: Progress in financing MSME sector:

The house was told that there was an overall growth of Rs.306.42 crores as on June 2017 over March, 2017 and Rs.416.31 crores over March, 2016.

Agenda -8: Performance under MUDRA (PMMY) Loan:

The house was told that 519 loans amounting to Rs.7.12 crores were sanctioned during the year under the scheme.

Agenda 9: Review of loan sanctioned under Stand Up India (SUI) scheme:

The house was told that 5 loans amounting to Rs.99.70 lakhs were sanctioned during the year up to June 2017 under the scheme. The house requested banks to sanction at least 2 (two) loans each by all branches.

Action: All Banks

Agenda -10: Progress Roadmap for providing banking services in every village having population below 2000-

No bank has reported any progress on the scheme. Out of 662 villages with less than 2000 population as per PMJDY SSA allotment (August 2014), banking services have been provided to 110 villages like branches, fixed located and periodically visited. The house request banks to give more incentives to BCs to them a boost. The house requested banks to take necessary steps for providing banking services to their allotted villages.

Action: All Banks

The house also requested the following banks to expedite opening of branches at their allotted villages with more than 2000 population.

Action: SBI, MRB, VJB, BOB, HDFC & MCAB.

Agenda – 12: Financial Literacy Campaign/Financial Literacy Centres Report

The house was told that out of 78 rural branches of banks only 78 branches have conducted 21 Financial Literacy Camps during the quarter. Besides the above as many as 12 Special Financial Literacy Camps were conducted by Financial Literacy Centres (LDMs). All banks are requested to ensure that their rural branches and LDMs conduct FLC at least once in a month.

Action: Banks, LDMs

Agenda-13: Credit Linkage to Housing for all –

(a) Pradhan Mantri Awas Yojana- Gramin (PMAY-G):

The Rural development Department, Government of Mizoram told many as 1720 applicants were shortlisted by and has been sent to respective banks on 18/02/2017. No report has been received on sanctioning of loans under this scheme till June 2017. The house requested banks to sanction housing loan under the scheme quickly so to achieve the target of the year.

Action: All Banks

(b) Pradhan Mantri Awas Yojana (PMAY-Urban)

The Credit Link Subsidy scheme (CLSS) under Pradhan Mantri Awas Yojana (Urban) is to be implemented from this year. The house was told that no bank has been reported sanction of new loan under the scheme up to June 2017. The house was also told that the processing fee under PMAY-U is to be borne by the Ministry of Housing & Urban development, Government of India.

Action: UD&PA Department / Banks

Agenda-14: Social Security Schemes

The house was told that the total subscriber of Social security Schemes at the end of the quarter under Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY) is 39129, Pradhan Mantri Suraksha Bima Yojana (PMSBY) is 69360 and Atal Pension Yojana (APY) 1722 whereas number of accounts under Pradhan Mantri Jan Dhan Yojana (PMJDY) is 58285 (No report was received from MRB regarding PMJDY account)).

The Chief Manager (Lead Bank), Aizawl told the house that a special drive has been conducted for APY and a meeting was organized for the muster roll labours of PWD on 18.08.2017.

Agenda – 15: RSETI

The Director, SBI-RSETI Aizawl told the house that the SBI LHO had already advised the project architect to submit the detailed estimate for the project. He told that proposal had been sent to SBI Corporate Centre for sanction of Rs.1.00 crore from CSR for meeting the project cost over and above Rs.1.00 crore which was sanctioned by GOI. The house requested the Director of RSETI to closely follow up the matter.

Action: RSETI

Meanwhile the Director of RSETI told the house that credit linkage is very low i.e. 28% only whereas the national percentage is 54. He also told that banks are always insisting guarantor for PMMY (Mudra Loans) which should not be insisted as per the scheme. The house requested banks to sanction PMMY loan applications sourced by the RSETI without insisting collateral security or guarantor.

Action: All Banks

Reimbursement of training cost:

Regarding claim for reimbursement of training cost of Rs.16.56 lakhs to the RSETI the representative of MzSRLM told the house having submitted the demand to the Government of Mizoram for sanction. The house requested the MzSRLM to follow up the matter closely for early reimbursement.

Action: MzSRLM

Agenda – 17: Recovery under Bakijai cases

The house was told that there are as many as 108 cases amounting to Rs.44.85 Lakhs were settled under Bakijai cases during the quarter and there are 1523 pending cases at the end of the quarter. The house requested banks to utilize Bakijai scheme for recovery of loan in a more beneficial way.

Action: All Banks

Agenda – 18: New Application for Opening of a Branch:

The Director of R.D. Department, Government of Mizoram has submitted a proposal for opening of a bank branch at 40 unbanked villages indicating some of the banks to be opened thereat. The house requested the concerned banks to find ways to open bank branch at these villages.

Action: MRB, MCAB & SBI

After brief concluding remarks of the chairman, the meeting ended with vote of thanks offered by Shri Ralte Ralkhuma, Chief Manager, Lead Bank, Aizawl and SLBC Coordinator.

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