

AGENDA ITEMS FOR SLBC MEETING
FOR THE QUARTER ENDED SEPTEMBER 2019

Agenda – 1: Adoption of minutes:

The minutes of State Level Bankers' Committee meeting held on 9th October, 2019 for the quarter ended June 2019 was circulated to all members. Only one request has been made for rectification (from RBI) which has been done and the house may adopt the minutes. (A copy of the minutes is also attached with the booklet)

Agenda--2: Review of Action taken report on Minutes of last SLBC meeting dated 9th October, 2019.

The Action Taken Report (ATR) has been shown separately at page No. 116

Agenda – 3: Review of Operations of Business Correspondents – hurdles/issues involved

The SLBC Sub-Committee on Financial Inclusion in its meeting dated 14.11.2019 while discussing operations of business correspondents (BCs) has observed that internet and electricity connectivity is still the main hurdle in operation of BC in rural areas which cannot be resolved at the sub-committee level and request the SLBC committee to address issue.

Agenda-4: Review of credit disbursement by banks

a. Achievement under ACP of the State, Priority Sector Lending

The overall achievement of the ACP target under priority sector is 19%. Segment-wise achievement is shown below:

(Amount In crores)			
Segment	Target	Achieved up to September 2019	percentage
Agriculture	520.00	47.42	9.12%
Crop Loan*	243.00	4.01	1.65%
MSE	883.51	133.67	15.13%
Services	304.67	143.21	47.00%
Priority Total	1708.18	324.30	18.99%
Non priority	770.00	437.92	56.87%
Total	2478.18	762.22	30.76%

(Bank-wise achievement is shown at page No. 17 - 18)

There are 2 banks who reported **Zero** achievement on Annual Credit Plan under priority sector for FY 2019-20 up to September 2019. These banks are ICICI Bank and Yes Bank.

Similarly, there are 6 banks who reported **Zero** achievement under Non-Priority sector. They are CBI, Indian Bank, Axis Bank, Bandhan Bank, NESFB and Yes Bank.

During the course of discussion on the subject at the meeting SLBC Sub-Committee on Review of credit disbursement by banks held on 14.11.2019 it was informed that Indusind Bank, Aizawl branch is not allowed to sanction Housing and education loans. The sub-committee, therefore, requested SLBC to take up the matter with the authorities of the concerned banks.

b. Flow of credit to MSMEs and for affordable housing

(i) Flow of credit to MSMEs

There is achievement of Rs.131.23 crores under MSME finance up to September 2019, which is a negative growth in Rs.66.82 crores as against September 2018. The total loan outstanding under the portfolio as on September 2019 is Rs.989.87 crores and increased by Rs.92.20 crores over September, 2018.

(Rs. In crores)

Sl.No.	Year	SME Achievement upto the Quarter	Total O/S at the end of Quarter
1	Sept2019-20	131.23	989.87
2	Sept2018-19	198.05	897.67

(Bank-wise achievement & outstanding balance of MIS Report is shown at page No. 34)

Meanwhile there are some banks are having a negative growth. Names of negative growth banks are: BOB -42.97, CBI -2.67, SBI -19.73, Syndicate -1.64, UCO -22.09, Axis -0.22 crores and YES -0.33 crore.

(ii) **Flow of credit to Housing for All (HFA)**

The total advances outstanding on **Housing for All (HFA)** as on September 2019 is 1365 dwelling units amounting to Rs.89.92 crores. There was an increase of 199 dwelling units over March 2019. A sum of Rs.12.17crores was disbursed during the FY 2019-20 up to September 2019.

(Amt. in crores)

Year	Total Housing Loan No.	Total Housing Loan Amt.	Eligible under PMAY No.	Eligible under PMAY Amt.	Disbursed under PMAY No.	Disbursed under PMAY Amt.	PMAY outstanding No.	PMAY outstanding Amt.
Sept-19	18332	1191.04	267	16.10	251	13.88	1365	89.92
Mar-19	16703	1086.97	1000	39.47	1000	38.58	1166	65.28
Sept-18	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(Bank-wise achievement in details under PMAY is shown at page No. 22)

There are 13 banks that reported Zero achievement. They are BoM, PSB, UCO, Axis, Bandhan, Federal, HDFC, ICICI, IDBI, Indusind, NESFB and Yes Bank.

While discussing the matter at the sub-committee meeting on 14.11.2019 it was reported that some banks (CBI & SIB) could not submit claim on interest subsidy. The sub-committee requested the SLBC meeting to resolve the matter.

c.Discussion on 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 (DAY-NRLM, DAY-NULM, PMEGP, etc.) up to the quarter ended September 2019 is as under:

(Amt. in crores)

SINo	Particulars (Scheme)	Target Nos.	Achievement/Disbursement Nos	Amount
1	DAY-NRLM	3887	458	5.64
2	DAY-NULM SEP- Individual	400	92	1.63
3	DAY-NULM SEP- Group	100	12	0.24
4	DAY-NULM SHG B'k-Linkage	300	8	0.13
6	MUDRA (Sishu)		1175	5.25
7	MUDRA (Kishore)		765	20.81
8	MUDRA (Tarun)		190	14.72
9	Stand-Up India		352	24.79
10	PMEGP	815	219	5.78

Bank-wise achievements are shown at page 20 - 25).

Banks that do not report sanction of loan under MUDRA during the quarter are: Axis Bank, Bandhan Bank, NESFB, Yes Bank and MUCO Bank.

Banks that do not report sanction of loan under PMEGP during the quarter are: BoM, IOB, PSB, UBI, Union Bank, Axis Bank, Bandhan Bank, Federal Bank, HDFC Bank, ICICI Bank, Indusind bank, SIB and Yes Bank.

While discussing the PMEGP at the sub-committee meeting on 14.11.2019 it was reported that applications have not yet been sponsored to banks during the current financial year in Aizawl district. The sub-committee requested the SLBC meeting to resolve the matter as more than half of the year is already over.

The sub-committee meeting on 14.11.2019 also requested the main SLBC to find ways to monitor NPA and Recovery on PMEGP loans by the sponsoring agencies as was done in the case of NRLM and NULM for better recovery under the scheme.

d.KCC loan, crop insurance under PMFBY and related issues

(i) KCC Loan

There is a YoY negative growth of new 485 units in KCC loan sanctioned for the FY 201-20 as on September 2019 vis-à-vis September 2018. The performance is shown below.

(Amount in lakhs)

Year	Number of Cards issued	Limit Sanctioned	Outstanding Number of KCC Accounts	Outstanding amount
As on September 2019	1247	10.64	23136	156.04
As on September 2018	1705	16.42	17273	156.37
Difference	-485	-5.78	5863	-0.33

(Bank-wise achievement is shown at page 41)

(ii) Crop insurance under PMFBY and related issues

The crop loan insurance under PMFBY scheme has not yet been implemented in the state till date. Representative of Agriculture Department will discuss on the matter.

e. Grant of Education Loans

There is a negative growth in the achievement under education loan during the year up to September 2019 over September 2018. The total loan sanctioned up to September 2019 is 14 amounting to Rs.0.70 crores against 48 loans amounting to Rs.1.53 crore as on September 2018.

(Amount in crores)

	Sanctioned No	Sanctioned Amount	Disbursed No	Disbursed Amount	O/S No	O/S Amount
As on September 2019	14	0.70	14	0.53	375	11.29
As on September 2018	48	1.53	42	0.98	529	13.87

(Details of bank-wise education loan sanctioned are shown at page 37).

f. Progress under SHG-bank linkage

There is a negative growth of 62 in units and amount of Rs.-1.71 crores on financing Direct SHG-bank linkage as on September 2019 vis-à-vis September 2018. The achievement on direct SHG as on September 2019 is 1 only whereas it was 63 units as on September 2018.

(Amount in crores)

Current Year Credit linkage Total Number	Current Year Credit linkage Total Amount	O/S Position Credit linkage Total Number	O/S Position Credit linkage Total Amount
1	0	22	0.22
63	1.71	916	14.86

(Bank-wise achievement on SHG-Bank-Linkage is shown at page 42)

Agenda-5: CD Ratio, Review of Districts with CD Ratio below 40% and working of Special Sub-Committees of the DCC (SCC).

(i) Deposits:

There is a YoY growth of Rs.21.80crores in deposit as on September 2019 as against September 2018.

(ii) Advances:

There is a YoY growth of Rs.10.69 crores in advances as on September 2019 as against September 2018.

(iii) CD Ratio

There is aYOY growth of CD ratio by 1.43% as on September 2019 vis-à-vis September, 2018.

(Amount in crores)

FY & Quarter ended	Deposit	Advance	CD Ratio
FY 2019-20 September 2019*	11316.39	48651.13	42.99%
FY 2019-20 June 2019	10075.92	4580.50	45.46%
FY 2018-19 March 2019	10532.17	4084.26	38.78%
FY 2018-19 September 2018	9205.35	3831.35	41.62%
FY 2016-17 March 2018	9902.13	4580.88	46.26%
FY 2017-18 September 2017	8263.61	3365.36	40.73%
FY 2016-17 March 2017	7902.44	3151.13	39.88%

(Bank-wise detailed position of CD ratios shown at page 16).

*Without MUCO BANK. In terms of the recent RBI instruction Urban Co-operative Development Banks (MUCO Bank in Mizoram) are not to be included as part of Lead Bank Scheme. However, since we are in the transition period we will continue to invite MUCO to participate in the scheme during the current financial year. However, the total Deposits, Advances and CD ratio with MUCO Bank is as under:

Deposit : Rs.11385.30crores
 Advances : Rs.4900.84crores
 CD Ratio : 43.05%

Seven banks NESFB, Indusind Bank, PNB, Indian Bank, Canara Bank, BoM and IOB having more than 100% CD ratio.

Five banks i.e. BoB, CBI, SBI, UCO, Bandhan and IDBI Bank, having less than 40% but above 20% CD ratio.

Axis Bank, Federal Bank, ICICI Bank andYes Bank are **having less than 20% CD ratio**.

(iv) The District- wise CD ratio for September 2019 quarter is shown below:

(Amount in crores)

District	Deposit as on Sept. 2019	Advance as on Sept. 2019	CD Ratio of Sept. 2019	CD Ratio of June 2019	CD Ratio of March 2019	CD Ratio of Dec. 2018	CD Ratio of Sept. 2018
AIZAWL	8082.49	2844.90	35.00%	36.60%	32.78%	34.42%	35.34%
LUNGLEI	778.09	381.45	49.00%	51.47%	54.04%	52.05%	55.08%
KOLASIB	403.34	179.40	44.00%	42.82%	45.19%	43.74%	46.72%
MAMIT	196.05	89.99	46.00%	42.44%	45.12%	44.93%	46.92%
LAWNGTLAI	329.42	288.04	88.00%	87.81%	86.81%	100.81%	101.23%
SAIHA	294.85	214.79	73.00%	89.55%	83.17%	97.59%	105.19%
CHAMPHAI	375.40	169.04	45.00%	45.97%	52.66%	52.36%	54.13%
SERCHHIP	428.33	147.81	35.00%	44.19%	46.27%	44.51%	46.21%
KHAWZAWL	99.06	55.34	56.00%	N/A	N/A	N/A	N/A
SAITUAL	107.01	62.68	59.00%	N/A	N/A	N/A	N/A
HNAHTHIAL	121.43	31.18	26.00%	N/A	N/A	N/A	N/A

(Bank-wise details of District-wise CD Ratio is shown at page 67 - 72)

Among the districts Aizawl, Hnahthial and Serchhip District is having a CD ratio less than 40%.Meanwhile, Lawngtlai district is having the highest CD ratio among the districts with 88.00%.

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

Aizawl district is having a CD ratio less than 40% and Special DCC Meeting has also been held. Suggestions made towards improvement CD ratio in the Spl. Sub-Committee of DCC were discussed at the main DCC meeting.

Spl. DCC Sub-Committee is not conducted in Hnahthial and Serchhip Districts as the fall in CD ratio is caused by sudden growth in deposits consequent upon the release of compensation for damage of houses and landed properties due to widening of national highway.

Agenda-6: Position of NPAs in respect of schematic lending, Certificate Cases and Recovery of NPAs

(a) Position of NPAs in respect of schematic lending:

The position of NPA under schematic etc. as on 30.09.2019 uploaded by banks is as under:

(Amount in crores)			
Sl No.	Scheme	NPA No	NPA Outstanding
1	Priority Agri	7532	67.70
2	Non-Priority Agri	0	0
3	Priority MSE	5208	121.13
4	Non-priority MSE	54	0.62
5	Priority Education	52	1.07
6	Non-priority Education	0	0
7	Priority Housing	707	33.88
8	Non-priority Housing	35	0.45
9	Priority Others	311	6.36
10	Non-priority Others	1113	18.02
11	PMEGP	511	8.57
12	NRLM/SGSY	29	0.46

(Bank-wise NPA details are shown at page 51, 51 & 53)

(b) Certificate Cases: The position of recovery under Bakijai cases as on 30.09.2019 is as under:

Sl. No.	Particulars	Nos./Amount(in crores)
1	Number of Pending Cases At the beginning Of the Quarter	579
2	Amount of Pending Cases At the beginning Of the Quarter	10.77
3	Number of Cases add during The Quarter	0
4	Amount of Cases Add during the Quarter	0
5	Number of Cases Settled during The Quarter	52
6	Amount of Cases settled during the quarter	1.14
7	Number of Pending Cases at the close of the Quarter	527
8	Amount of Pending Cases at the close of the Quarter	10.61

(Bank-wise details of recovery through Bakijai case is shown at page 60)

(c) Recovery of Priority Advances:

The position of recovery under various schemes as on 30.09.2019 is as under:

(Amount in crores)

Sl. No.	Scheme items	Number of Account	Total Outstanding	Demand Raised	Recovery Amount	Recovery %	Overdues
1	PMEGP	2360	54.36	6.80	2.16	31.77%	4.64
2	NRLM	1262	22.12	2.46	2.36	96.20%	0.09
3	PSA (Agri)	43039	629.59	16.50	11.70	71.00%	4.80
4	PSA (Croploan)	16104	249.87	11.97	8.03	67.00%	3.94
5	PSA (Industry)	38412	1423.80	36.32	15.27	42.00%	21.04
6	PSA (Services &Ors)	23812	912.16	92.16	84.59	92.00%	7.57
7	Total PSA	105263	2965.56	144.99	111.57	77%	33.42

(Bank-wise details of recovery are shown at page 58, 59, 28 - 32)

Agenda- 7: Position of Social Security Schemes

The position of Social Security Schemes in the state as on September 2019 is as under:

Sl No.	PMJDY No (During the qtr)	PMJDY Cumm. No	PMJJBY No (During the qtr)	PMJJBY Cumm. No	PMSBY No. (During the qtr)	PMSBY Cumm. No.	APY No (During the qtr)	APY Cumm. No
1	7476	447390	5490	60449	7310	95185	382	6391

(Bank-wise achievement is shown at page No. 44)

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

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. During the last meeting RD Department reported having started the survey on behalf of NABARD. The NABARD and RD Department will discuss the present position.

Agenda-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

(a) RSETI at Aizawl: The RSETI at Aizawl had imparted training to 640 candidates from April 2019 to September 2019. As many as 179 candidates have been settled out of which 157 were credit linked. The Institute has been awarded a rating of 'BC' in the recently concluded Grading/Rating Inspection. The institute has also recently recruited one each of Faculty and Assistant doubling the number in each post.

(b) RSETI at Kolasib: The MRB has also reported having established RSETI at Kolasib for catering the training needs of youths in Kolasib and Mamit districts. A Director has been posted there recently.

(c) The earlier meeting held on 28.06.2019 had entrusted the HDFC Bank to find ways to sponsor RSETI in Lunglei district and communication was sent in this regard. However, no progress report has been received on action taken from HDFC Bank in this regard.

(d) Regarding sponsorship of RSETI for other districts in the state no bank has come forward as yet till date.

Agenda-10: Discussion on Banking Related Cyber Frauds, phishing, etc.

No specific report has been received on Banking Related Cyber Frauds, phishing, etc. The representative of the Police Department may appraise the development and preventive action taken, if any, in connection with cyber frauds in the state.

Agenda-11: SLBC Meeting Calendar for the FY 2020

The SLBC Meeting Calendar for the year 2020 is proposed as under:

Sl. No.	Related Quarter ending	Date of meeting
1	December 2019	14.02.2020
2	March 2020	15.05.2020
3	June 2020	14.08.2020
4	September 2020	13.11.2020

Agenda-17: Any other item with the permission of the Chair.