A

Genda Papers

**160th Meeting of State Level Bankers’ Committee Punjab**

**The 160th Meeting of State Level Bankers’ Committee, Punjab** to review the performance of Banks for the quarter ended March **2022,** will be held on **26.05.2022** from **11.00 A.M** onwards.

SLBC Punjab has conducted meetings of five Sub Committees to SLBC Punjab on 05.05.2022 namely (1). Sub Committee for Financial Inclusion, Expansion of Banking Network, Financial Literacy and Annual Action Plan. (2). Sub Committee for Govt. Sponsored Programmers. (3). Sub Committee for MSME Related Issues. (4). Sub Committee for Agriculture Sector, NABARD & State Govt. Related Issues and (5) Sub Committee on Digital Payments. On the basis of deliberations held in those meetings, the action points emerged have been consolidated and shared through mail dated 07.05.2022. The Steering Sub Committee Meeting to SLBC Punjab was held on 10.05.2022 to finalize the Agenda for State Level Bankers’ Committee Meeting to be held on 26.05.2022.

The Agenda for the SLBC meeting has been prepared as per New Revamped Lead Bank Scheme of Reserve Bank of India and as advised by Department of Institutional Finance & Banking, Government of Punjab.

Agenda Items for 160th SLBC Meeting for Q.E March 2022 are as under: -

|  |  |
| --- | --- |
| **Item No. 1** | **Confirmation of Minutes of 159th SLBC Meeting of State Level Bankers’ Committee (Punjab)** |

|  |  |
| --- | --- |
| Last Meeting of SLBC | 159th |
| Held on | 23.02.2022 |
| Minutes email/ circulated on | 05.03.2022 |
| Comments Received | NIL |

Minutes of the 159th Meeting of the **State Level Bankers’ Committee, Punjab has been placed as per (Annexure 62 – {Page no. 74-90})**

|  |  |
| --- | --- |
| **Item No. 2** | **Review of Progress of Implementation of various packages announced by RBI/Govt. of India for different sectors of economy in view of COVID pandemic** |

Following packages were announced by RBI/Govt. for different sectors of economy in view of COVID pandemic, which are being implemented through banks: -

|  |  |
| --- | --- |
| **Item No. 2.1** | **PM Street Vendors AtmaNirbhar Nidhi (PM- SVANidhi) a special Micro Credit Facility Scheme** |

As per announcement made by Hon'ble Finance Minister, during her address on May 14, 2020, Ministry of Housing and Urban Affairs launched PM Street Vendors Atma Nirbhar Nidhi (PM SVANidhi), a Special Micro-Credit Facility Scheme for providing affordable loan to street vendors to resume their livelihoods that have been adversely affected due to Covid-19 lockdown.

This Scheme include extension of collateral free working capital loan of up to Rs. 10,000, interest subsidy @ 7% per annum, eligibility of higher loan on timely repayment of first loan, and monthly cash back on digital transactions.

The scheme is implemented from July, 2020 till March 2022.However, in the interim, it has been decided by MoHUA to extend the scheme period with the existing components, for a further period of six (06) months or till the final approval of the Competent Authority is taken, whichever is earlier.”

As on 19.04.2022, Bank/ Branch wise total 115586 applications have been uploaded on the portal, out of which Banks have sanctioned 43774 applications and 39478 applications have been disbursed so far. There are 395 applications on the portal which banks have not picked up for sanction. 63670 applications have been rejected/ returned by the banks.

Moreover 6220 applications picked up by banks are yet to be sanctioned/disbursed.

Further six districts in Punjab were selected for preparing Socio-Economic Profiling of PM-SVANidhi beneficiaries and their families. Based on the profiled data, benefits of various eligible Central Schemes would be extended to them for their holistic socio-economic upliftment. In the first phase, out of 125 cities Pan India, 6 cities in Punjab are selected. These are Amritsar, Jalandhar, Ludhiana, Patiala, Bathinda and Pathankot.

**(Bank-wise progress is as per Annexure-1)**

**Observation:**

* 6220 applications are pending for sanction and 4296 applications are pending for disbursement (collectively 10516 applications are pending).
* 395 applications are yet to be picked up by Banks for sanction/ disbursement.

**Action Points:**

Banks are requested to sanction/ disburse the pending applications on priority basis.

-All the Bank heads to ensure that rejection is done only on the reasons as specified in format and no rejection be done on flimsy grounds.

-All returned applications be checked and ensure that if any applicant is still available/interested, be re-entered in the system otherwise they be removed from accepted applications.

|  |  |
| --- | --- |
| **Item No. 2.2** | **Emergency Credit Line Guarantee Scheme (ECLGS)** |

To support Covid-hit MSMEs , the Ministry of Finance has enlarged the scope of the Emergency Credit Line Guarantee Scheme and issued the fourth revision of the scheme – ECLGS 4.0. which provides 100 percent guarantee cover to loans up to Rs. 2 crore to hospitals, nursing homes, clinics, medical colleges for setting up on-site oxygen generation plants with the interest rate capped at 7.5 percent.

NCGTC vide their letter No. 1404/NCGTC/ECLGS dated 30.03.2022 has communicated the modification in the guidelines of GECL scheme and issued revised Operational Guidelines updated up to 31.03.2023.

Scheme is applicable to all loans sanctioned under GECL during the period from the date of issue of these guidelines by NCGTC up to 31.03.2023 or till guarantees for an amount of Rs.4,50,000 crore are issued (taking into account all components of GECL), whichever is earlier. The last date of disbursement for fund based facility under the scheme (ECLGS 1.0, ECLGS 2.0, 3.0 & 4.0 including their Extensions) shall be June 30, 2023.

**Observations: -**

Out of Total 203299 net eligible borrowers, Banks in the State have sanctioned credit facilities to 161002 borrowers which comes to 79.19%. However, disbursement has been made in 141486 accounts, which comes to 87.88% of sanctioned accounts.

Percentage Achievement of Sanction and disbursement of Public Sector Banks is 98.73% and 91.19% respectively whereas Private Banks have sanctioned 55.29% and disbursement 80.70%.

**Action Points:**

All Banks, especially the Private Sector Banks to sanction and disburse the facility to all eligible borrowers. With the increase in the scope of the scheme, all Banks are requested to identify eligible borrowers & offer credit facility under the scheme on urgent basis.

**(Bank-wise detail as per Annexure-2)**

|  |  |
| --- | --- |
| **Item No. 2.3** | **Credit Guarantee Scheme for Subordinate Debt (CGSSD) for Stressed MSMEs** |

Ministry of MSME, Govt. of India through Credit Guarantee Fund Trust for Micro & Small Enterprises (CGTMSE) has introduced ***“Credit Guarantee Scheme for Subordinate Debt (CGSSD***) and the same has been communicated by DFS, MoF, GoI vide their letter no. F.No.2/28/2020-IF-II dated 03.07.2020.

The objective of the Scheme is to provide personal loan to the promoters of Stressed MSMEs for infusion as equity/ quasi equity in the business eligible for restructuring, as per RBI guidelines for restructuring of stressed MSME advances. The loans would be provided with a 90% credit guarantee by the CGTMSE and remaining 10% from the concerned promoters.

In order to keep the avenues of assistance to stressed MSME Units open, the Government had earlier extended this scheme till 31.03.2022. On the basis of the requests received from the stakeholders, the Government has further decided to extend the scheme up to 31.03.2023.

SLBC-Punjab has already asked all banks to ensure that all eligible borrowers are approached and covered under these relief packages and no borrower is left without having received offer of relief.

**(Bank-wise detail as per Annexure-3)**

**Observation:**

Only 11 Banks have reported financing under the scheme with 274 total number of applications received as on 31.03.2022 with an outstanding amount of Rs.47 crores. Out of these number of personal loans sanctioned is 236 with amount of Rs.23 crores.

**Action Points:**

All Banks to identify eligible borrowers and ensure to offer the facility to all. Timely processing and sanction be done as being stressed accounts already facing difficulties.

|  |  |
| --- | --- |
| **Item No. 2.4** | **Nationwide AHDF KCC Campaign for providing Kisan Credit Card facility to all eligible Animal Husbandry and Fishery Farmers announced by Ministry of Fisheries, Animal Husbandry & Dairying** |

As part of the Atmanirbhar Bharat Package for farmers, Hon'ble Finance Minister had announced Rs. 2 lakh crore concessional credit boost to 2.5 crore farmers through Kisan Credit Cards (KCC). Accordingly, a special drive was launched w.e.f 1st June 2020 to provide KCC to farmers, with special focus on PM-Kisan beneficiaries, Animal Husbandry farmers and fishermen.

In order to ensure maximum coverage of farmers engaged in Animal Husbandry and Fisheries activities under KCC, it was decided to launch a special saturation drive in the form of weekly "District-level Camp" for a period of 3 months w.e.f. 8th November 2021.

Ministry of Fisheries, Animal Husbandry and Dairying in association with Department of Financial Services, GoI launched a “Nationwide AHDF KCC Campaign for providing Kisan Credit Card facility to all eligible Animal Husbandry and Fishery Farmers. The campaign has now been resumed from 18th April,2022 to 31st July, 2022.

**Observation:**

Under the campaign, a total of 20326 applications have been received so far for KCC to Animal Husbandry & Dairy out of which 13705 have been sanctioned, 2532 applications have been rejected and 3838 applications are pending with banks.

Further, for KCC to Fisheries, out of total 252 applications received, only 25 applications have been sanctioned and 139 applications are pending which is a matter of concern.

**Action Points:**

-All the Banks are requested to dispose of the pending applications immediately.

-The Lead District Managers are requested to upload the progress on portal on regular basis and report compliance to SLBC.

**(Bank/ District wise detail is annexed as per Annexure 4 & 5)**

|  |  |
| --- | --- |
| **Item No. 2.5** | **CENTRAL SECTOR SCHEME FOR “FINANCING FACILITY UNDER AGRICULTURE INFRASTRUCTURE FUND”** |

The Hon’ble Finance Minister announced on **15.05.2020** Rs.1 lakh crore Agri Infrastructure Fund for farm-gate infrastructure for farmers out of which Rs.4713 crores has been allocated for Punjab State.

The role of infrastructure is crucial for agriculture development and for taking the product dynamics to the next level. It is only through the development of infrastructure, especially at the post- harvest stage that the produce can be optimally utilized with opportunities for value- addition and fair deal for the farmers.

Agriculture and allied activities are the primary source of income for approx. 58% of total population of the country. The country has limited infrastructure connecting farmers to markets and hence, 15-20% of the yield is wasted. Investment in agriculture in India has been stagnant with less than 2% CAGR (Compound annual growth rate) over last five years.

In view of the same, the Central Sector Scheme is formulated to mobilize medium- long term debt financing facility for investment in viable projects relating to post- harvest management infrastructure and community farming assets through incentives and financial support. The financing facility will be provided for funding Agriculture Infrastructure Projects at farm- gate & aggregation points (Primary Agricultural Credit Society, Farmers Producer Organizations, Agriculture entrepreneurs, Start- Ups etc.) Impetus for development of farm- gate and aggregation point, affordable and financially viable Post Harvest Management Infrastructure.

**(Bank wise detail is annexed as per Annexure- 6**)

**Observations: -**

Banks have received 282 applications under the scheme out of which 219 applications have been sanctioned and 63 are rejected/under process.

**Action Points:**

Department of Agriculture, Govt. of Punjab is requested to source maximum proposal under the scheme.

|  |  |
| --- | --- |
| **Item No. 2.6** | **PM Formalisation of Micro Food Processing Enterprises Scheme (PM FME Scheme)** |

The scheme envisages an outlay of Rs.10,000 crore over a period of five years from 2020-21 to 2024-25. Scheme adopts One District One Product (ODOP) approach to reap the benefit of scale in terms of procurement of inputs, availing common services and marketing of products.

Under the scheme, 2,00,000 micro food processing units will be directly assisted with credit linked subsidy. Adequate supportive common infrastructure and institutional architecture will be supported to accelerate growth of the sector. As the scheme focuses on micro enterprises in unorganized segment of food processing industry and promote formalization of the sector, modalities for implementation of the scheme will be depending upon the activity.

The above mentioned scheme is launched for group beneficiaries (SHGs, FPOs, Cooperatives, and Common infrastructure). After the scrutiny of loan proposal by the competent authority in the respective states i.e. Punjab Agro Industries Corporation Limited in the state of Punjab, the same will be forwarded to the lending institutions.

**(Bank wise detail is annexed as per** **Annexure- 7**)

**Observation:-**

Banks have received 426 applications under the scheme. 149 applications have been sanctioned up to 28.04.2022 and 133 applications are still pending with banks which is a matter of concern. It has been requested through various VC meetings as well to clear the pendency at the earliest.

**Action Point:-**

Concerned Banks are requested to dispose of the pending applications on priority basis.

|  |  |
| --- | --- |
| **Item No. 3** | **Overall CD Ratio** |

While calculating the overall CD ratio, all the member banks are requested to adhere to the instructions of Reserve Bank of India contained in their circular No. RPCDLDS.BC No.47/02.13.03/2005-06 dated 09.11.2005 which inter alia states that the CD ratio to be calculated with credit at the place of utilization.

The comparative position of overall CD Ratio of Commercial Banks including RRBs is as below: -

**(Amt. in crores)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **Deposit** | **Advance** | **YoY Growth** | | **QoQ variation** |
| **CD Ratio %** | **Variation** |
| March 2021 | 462824 | 274152 | 59.23 |  |  |
| June 2021 | 471903 | 280467 | 59.43 |  |  |
| Sept.2021 | 485158 | 281803 | 58.08 |  |  |
| Dec.2021 | 504448 | 303895 | 60.24 |  |  |
| March 2022 | 510801 | 304061 | 59.53 | 0.30 | -0.71 |

**(Bank-wise CD Ratio as per Annexure-8)**

**Observations: -**

During the period under review overall CD Ratio of Commercial Banks in the State of Punjab has been increased from 59.23% as at March 2021 to 59.53% as at March 2022 thereby showing increase of 0.30 PPs. The same has decreased by 0.71 PPs on QoQ basis during the quarter ended March 2022.

The major decline is in the Bandhan Bank (-23.38%), Jana Small Finance Bank

(-25.69%) & Kotak Mahindra (-10.16%).

**Action Point-**

Concerned Banks are requested to submit reason of such decline and steps taken for improvement.

|  |  |
| --- | --- |
| **Item No. 3.1** | **CD Ratio - Rural Areas** |

The comparative position of CD Ratio of rural areas is as follows: -

**(Amt. in crores)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **Deposit** | **Advances** | **YoY Growth** | | **QoQ variation** |
| **CD Ratio %** | **Variation** |
| March 2021 | 91950 | 55710 | 60.58 |  |  |
| June 2021 | 103749 | 67603 | 65.16 |  |  |
| Sept.2021 | 101707 | 58899 | 57.91 |  |  |
| Dec.2021 | 110012 | 70290 | 63.89 |  |  |
| March 2022 | 112157 | 58659 | 52.30 | -8.28 | -11.59 |

**Observations:**

During the review period, the CD Ratio of Rural areas has been declined by 8.28 PPS from 60.58% as at March 2021 to 52.30% as at March 2022. Further it has decreased by 11.59 PPs during the quarter.

**(Bank-wise CD Ratio as per Annexure-9 & 10)**

|  |  |
| --- | --- |
| **Item No. 3.2** | **CD Ratio - Semi Urban Areas** |

The comparative position of CD Ratio of Semi Urban areas is as follows: -

**(Amt. in crores)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **Deposit** | **Advance** | **YoY Growth** | | **QoQ variation** |
| **CD Ratio %** | **Variation** |
| March 2021 | 144657 | 67072 | 46.36 |  |  |
| June 2021 | 147675 | 68685 | 46.51 |  |  |
| Sept.2021 | 152786 | 72667 | 47.56 |  |  |
| Dec2021 | 158127 | 43506 | 46.49 |  |  |
| March 2022 | 159445 | 80324 | 50.38 | +4.02 | +3.89 |

**Observations:**

During the review period, the CD Ratio of Semi Urban area has increased by 4.02 PPs from 46.36% as at March 2021to 50.38% as at March 2022.

**(Bank-wise CD Ratio as per Annexure-9 & 10)**

|  |  |
| --- | --- |
| **Item No. 3.3** | **CD Ratio - Urban Areas** |

The comparative position of CD Ratio of urban areas is as follows: -

**(Amt. in crores)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **Deposit** | **Advance** | **YoY Growth** | | **QoQ variation** |
| **CD Ratio %** | **Variation** |
| March 2021 | 226217 | 151370 | 66.91 |  |  |
| June 2021 | 220478 | 144179 | 65.39 |  |  |
| Sept.2021 | 230664 | 150236 | 65.13 |  |  |
| Dec.2021 | 236308 | 160098 | 67.75 |  |  |
| March 2022 | 239200 | 165078 | 69.01 | +2.1 | +1.26 |

**Observations:**

During the review period, the CD Ratio of Urban area has increased by 2.1 PPs from 66.91% as at March 2021to 69.01% as at March 2022.

**(Bank-wise CD Ratio as per Annexure-9 & 10)**

|  |  |  |
| --- | --- | --- |
| **Item No. 4** | **Credit Deposit Ratio – Implementation of the Recommendations of Expert Group on CD Ratio** |  |

As per the recommendations of an Expert Group constituted by GOI under the Chairmanship of Shri Y. S. P. Thorat, a Special Sub-Committee (SSC) of District Level Consultative Committee (DLCC) was to be constituted in districts with CD Ratio of less than 40%, for drawing up “Monitorable Action Plans” (MAPs) to increase the CD Ratio on a self-set graduated basis.

The Composition of the Committee is: -

* LDM of the District Concerned with DCOs
* DDM, NABARD
* LDO, Reserve Bank of India
* District Planning Officer

CD Ratio of districts i.e. Hoshiarpur, Jalandhar, Kapurthala, SBS Nagar, Pathankot and Rupnagar was below 40% and Special Sub Committees (SSCs) of District Level Consultative Committee (DLCC) were constituted in these districts. Lead District Managers of these districts have convened the Special Sub-Committee meeting and submitted road map for achieving the level of 60% as under: -

|  |  |  |
| --- | --- | --- |
| **District** | **Date of Meeting** | **Monitorable Action Plan** |
| **Jalandhar** | **23.04.2021** | * **35% by 30.09.2021** * **40% by 31.03.2022** * **50% by 31.03.2023** * **60% by 31.03.2024** |
| **Kapurthala** | **15.06.2021** | * **35% by 31.03.2022** * **42% by 31.03.2023** * **50% by 31.03.2024** * **56% by 31.03.2025** * **60% by 30.09.2026** |
| **SBS Nagar** | **29.06.2021** | * **35% by 30.09.2021** * **40% by 31.03.2022** * **50% by 31.03.2023** * **55% by 30.09.2023** * **60% by 31.03.2024** |
| **Hoshiarpur** | **10.06.2021** | * **35% by 31.03.2021** * **40% by 31.03.2022** * **45% by 31.03.2023** * **50% by 31.03.2024** * **60% by 31.03.2025** |
| **Pathankot** | **26.07.2021** | * **45% by 30.09.2020** * **50% by 31.03.2021** * **55% by 31.03.2022** * **60% by 31.03.2023** |
| **\*Rupnagar** | **17.05.2021** | * **43% by 31.03.2021** * **48% by 31.03.2022** * **52% by 31.03.2023** * **56% by 31.03.2024** * **60% by 31.03.2025** |

The comparative position of Monitorable Action Plan and CD Ratio (net of NRI deposits) as at March 2021 and March 2022 of these Six districts is given below:

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **District** | **CD Ratio (%) as per MAP** | **CD Ratio % (including NRI Deposits) as at March 21** | **CD Ratio % (including NRI Deposits) as at March 22** | **Growth**  **March,22/**  **March 21 (PPs)** | **CD Ratio %**  **(Net of NRI Deposits)**  **as at March 21** | **CD Ratio %**  **(Net of NRI Deposits)**  **as at March 22** | **Growth**  **March,22/**  **March 21 (PPs)** |
| **Jalandhar** | **60 (Mar.24)** | **30.05** | **32.28** | **2.23** | **38.44** | **36.93** | **-1.51** |
| **Kapurthala** | **60 (Mar.26)** | **24.26** | **26.05** | **1.79** | **31.37** | **33.27** | **1.9** |
| **SBS Nagar** | **60 (Mar.24)** | **26.82** | **20.43** | **-6.39** | **32.37** | **25.01** | **-7.36** |
| **Hoshiarpur** | **60 (Mar.25)** | **24.98** | **28.12** | **3.14** | **29.13** | **32.48** | **3.35** |
| **Pathankot** | **60 (Mar.23)** | **39.80** | **38.39** | **-1.41** | **40.35** | **39.02** | **-1.33** |
| **Rupnagar** | **60 (Mar.25)** | **45.01** | **45.25** | **0.24** | **45.98** | **47.67** | **1.69** |

**(Annexure- 11, 11.1 to 11.5)**

**Observations: -**

The CD Ratio of 3 districts Jalandhar, SBS Nagar & Pathankot have decreased which is a matter of concern.

**Action Points:-**

LDMs are requested to improve the CD Ratio of their district as per the revised roadmap and requested to submit the specific proposal after discussion with District Authorities. Branch level monitoring is required to be done to improve the CD Ratio.

|  |  |
| --- | --- |
| **Item No. 5** | **Branch Expansion** |

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Number of Branches** | **As At** | | | **Variation** | |
| **March 2020** | **March 2021** | **March 2022** | **Mar. 2021/**  **Mar. 2020** | **Mar. 2022/**  **Mar. 2021** |
| **Absolute** | **Absolute** |
| Rural | 2635 | 2642 | 2564 | 7 | -78 |
| Semi Urban | 1986 | 1947 | 1848 | -39 | -99 |
| Urban | 1841 | 1883 | 1826 | 42 | -57 |
| **Total** | **6462** | **6472** | **6238** | **10** | **-234** |

**Observations:**

During last one year there has been net reduction of 78 branches in Rural Area, 99 branches in Semi Urban area and 57 branches in Urban branches, resulting net decrease of 234 branches.

|  |  |  |
| --- | --- | --- |
| **Item No. 6** | **Position of ATMs** |  |

The position of installation of ATMs as on 31.03.2022 is as under: -

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **ATMs as on 31.12.2021** | **ATMs opened during quarter** | **ATMs Closed during the quarter** | **Total ATMs as on 31.03.2022** | **No. of off Site ATMs** | **No. of onsite ATMs** |
| 7235 | 58 | 16 | 7277 | 1958 | 5319 |

**(Bank-wise position is given in Annexure- 12)**

|  |  |
| --- | --- |
| **Item No. 7** | **Review of National Goals** |

As per RBI guidelines, Banks are required to achieve National Goals on Adjusted Net Bank Credit (ANBC) as at the end of previous year instead of NBC and for calculation of ANBC the outstanding FCNR (B) and NRNR deposit balance will no longer be deducted for computation of ANBC, which now will be Bank Credit plus investments made in non SLR bonds under HTM category. It may be difficult for banks to arrive at such figures at State level and as such the review of National Goal is made on the basis of Net Bank Credit as at the end of previous year, which means gross credit minus inter bank credit.

The comparative position of National Goals in the State is given below: -

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Sr. No.** | **Particulars** | **Goal %** | **%age Position as on** | | |
| **March 2020** | **March 2021** | **March 2022** |
| **1** | **Priority Sector Adv. to Net Bank Credit** | **40** | **59.64** | **55.17** | **60.90** |
| **2** | **Agriculture Adv. to Net Bank Credit** | **18** | **29.20** | **26.76** | **28.69** |
| **3** | **Small & Marginal Farmers** | **10#** | **14.08** | **10.09** | **9.96** |
| **4** | **Micro Enterprises** | **7.5** | **9.96** | **9.85** | **11.83** |
| **5** | **Export Credit** | **2** | **1.83** | **2.26** | **0.26** |
| **6** | **Weaker Sector Adv. To Net Bank Credit** | **12#** | **14.45** | **15.92** | **20.63** |
| **7** | **CD Ratio Overall (State)** | **60** | **60.45** | **59.23** | **59.53** |
| **8** | **CD Ratio (Rural)** | **60** | **56.61** | **60.58** | **52.30** |
| **9** | **CD Ratio (S-Urban)** | **60** | **53.86** | **46.36** | **50.38** |
| **10** | **Women Beneficiaries Advances to NBC** | **5** | **11.30** | **11.01** | **12.11** |

**(Bank-wise performance at Annexure-13)**

# Revised targets for Small & Marginal Farmers and Weaker sections will be implemented in a phased manner as indicated below-

|  |  |  |
| --- | --- | --- |
| **Financial Year** | **Small and Marginal Farmers target #** | **Weaker Sections target #** |
| 2021-22 | 9% | 11% |
| 2022-23 | 9.5% | 11.5% |
| 2023-24 | 10% | 12% |

CD Ratio Overall of the state is 59.53% which is below the benchmark of 60%.

CD ratio of Semi Urban area is 50.38% against National Goal of 60%.

**Action Points: -**

Banks and LDMs are requested to take concrete steps to achieve the National goals during the current financial year.

|  |  |
| --- | --- |
| **Item No. 8** | **Priority Sector Advances** |

**(Amount in Crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **No of Branches** | **Priority Advances as at 31.03.21** | | **Priority Advances as at 31.03.22** | | **Variation in amount** | **%age Variation** |
| **No** | **Amount** | **No** | **Amount** |
| Public Sector Banks | 4033 | 1736537 | 95059 | 1701497 | 91163 | -3896 | -4.10 |
| Private Sector Banks | 1797 | 1391687 | 48991 | 1499534 | 67621 | 18630 | 38.03 |
| Regional Rural Banks | 423 | 326290 | 7203 | 355631 | 8169 | 966 | 13.41 |
| **TOTAL** | **6253** | **3454514** | **151253** | **3556662** | **166953** | **15700** | **10.38** |

**(Bank wise detail is at Annexure-14)**

**Observation: -**

During the period under review, Priority Sector Advances in Punjab has been increased by Rs. 15700 Crores, from Rs.151253 crores as at March 2021 to Rs.166953 crores as at March 2022 thus showing a growth of 10.38%

|  |  |
| --- | --- |
| **Item No. 9** | **Agriculture Advances** |

**(Amt. in Crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **No of Branches** | **Agriculture Advances as at 31.03.21** | | **Agriculture Advances as at 31.03.22** | | **Variation in amount** | **%age Variation** |
| **No** | **Amount** | **No** | **Amount** |
| Public Sector Banks | 4033 | 1080723 | 42172 | 1126995 | 44813 | 2641 | 6.26 |
| Private Sector Banks | 1797 | 800006 | 24853 | 974921 | 28040 | 3187 | 12.82 |
| Regional Rural Banks | 423 | 249883 | 6326 | 272615 | 7140 | 814 | 12.87 |
| **TOTAL** | **6253** | **2130612** | **73351** | **2374531** | **79993** | **6642** | **9.05** |

**(Bank wise detail is at Annexure-15)**

**Observation:**

The Agriculture Advances in the State during the period under review witnessed an increase of Rs. 6642 crores from Rs. 73351 crores as at 31st March 2021 to Rs. 79993 crores as at 31st March 2022 thus showing increase of 9.05%.

|  |  |
| --- | --- |
| **Item No. 9.1** | **Agriculture Advances through Term Loan.** |

ThePosition of Term Loan under Agriculture Sector as on 31.03.2022 is as under: -

|  |  |  |  |
| --- | --- | --- | --- |
| **Outstanding under Agriculture Advances** | | **Outstanding under Term Loan** | |
| **No. of Accounts** | **Amount (in Crs)** | **No. of Accounts** | **Amount (in Crs)** |
| 3531482 | 89090 | 976897 (27.66%) | 18576(20.85%) |

**(The position is placed as Annexure-15)**

**Observations:**

Out of the total Agriculture advances of Rs.89090 crores, term loan component is Rs.18576 crores which comes to 20.85%. Infrastructure financing or Capital formation is not being done in rural area, which will ultimately hamper agriculture/ rural income of farmers.

**All the Banks are requested to improve financing under Term Loan Component.**

|  |  |
| --- | --- |
| **Item No. 9.2** | **NPA in Agriculture Sector** |

The position of NPAs under Agriculture Loans in the State of Punjab as on 31.03.2022 is as under: -

**(Amount`in crore)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Year** | **Outstanding under Agriculture Loans** | | **NPA under Agriculture loans** | | **%age of NPA to Agri. advances** | **Total Advances** | **%age of NPA to total advances** |
| **No. of Account** | **Amt.** | **No. of Accounts** | **Amt.** |
| 31.03.20 | 2981681 | 80285 | 175423 | 9572 | 11.92 | 257692 | 3.71 |
| 31.03.21 | 3233197 | 81856 | 209349 | 10078 | 12.31 | 286018 | 3.52 |
| 31.03.22 | 3531482 | 89090 | 234176 | 10607 | 11.22 | 315901 | 3.36 |

**(Bank-wise progress is as per Annexure-16)**

Total NPA as on March 2022 under Agriculture are to the tune of Rs.10607 crores which is 11.22% of agriculture advances outstanding and 3.36% of total advances in the State.

**NPAs’ under Agriculture sector have increased by Rs. 529 crores during the last one year.**

|  |  |
| --- | --- |
| **Item No. 10** | **Kisan Credit Card (KCC) Scheme** |

The progress achieved by banks in implementing Kisan Credit Card scheme up to 31.03.2022 is as under: -

**(Amt. in crores)**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Period** | **Sanctioned During Q.E March (Jan to March)** | | **Sanctioned During Financial Year** | | **Outstanding as on 31st March** | |
| **No. of**  **KCCs** | **Amount** | **No. of**  **KCCs** | **Amount** | **No. of**  **KCCs** | **Amount** |
| **Commercial Banks** | | | | | | |
| 2019-20 | 59643 | 3028 | 289270 | 12947 | 1418874 | 63319 |
| 2020-21 | 82114 | 3147 | 336772 | 13442 | 1177329 | 53438 |
| 2021-22 | 143358 | 6971 | 341890 | 15246 | 1401311 | 57062 |
| **Co-operative Banks** | | | | | | |
| 2019-20 | 3550 | 26 | 20438 | 153 | 977293 | 7317 |
| 2020-21 | 3203 | 41 | 9388 | 110 | 957658 | 6881 |
| 2021-22 | 2762 | 22 | 14657 | 149 | 1001252 | 6703 |

**(Bank-wise progress is as per Annexure-17)**

**Action Points:**

Banks are requested to sanction KCC to all PM-Kisan Beneficiaries of their bank.

|  |  |
| --- | --- |
| **Item No. 10.1** | **KCC-ATM cum Debit Cards position.** |

The position of KCC outstanding and the number of ATM Debit Card issued to the KCC holders as on 31.03.2022 is as under: -

|  |  |  |
| --- | --- | --- |
| **KCC outstanding as of March 2022** | **ATM-cum Debit card issued up to March 2022** | **No. Of KCC holders without ATM cards.** |
| **2402563** | **1688543** | **714020** |

**(Bank wise position is as per Annexure-18)**

**Action Points:**

Banks are requested to issue ATM cum Debit card to all KCC account holders.

|  |  |
| --- | --- |
| **Item No. 11** | **KCC Accounts Seeded with Aadhar** |

The position of KCC accounts seeded with Aadhar as on 31.03.2022 is as under: -

|  |  |  |
| --- | --- | --- |
| **KCC outstanding as on March 2022** | **Seeded with Aadhar as on 31.03.22** | **Percentage** |
| **2402563** | **1907056** | **79.38** |

**(Bank wise position is as per Annexure-19)**

|  |  |
| --- | --- |
| **Item No. 12** | **Bank-wise progress under Agri Clinics-Agri Business Centres (ACABCs)** |

On the basis of reports from banks, the progress for the quarter ended March 2022 is as under: -

**(Amount in Crores)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Financed During the Quarter ending March 2022 (01.01.22 to 31.03.22)** | | **Financed During the Year 2021-22** | | **Outstanding as at March 2022** | |
| **No. of A/Cs** | **Amount** | **No. of A/Cs** | **Amount** | **No. of A/Cs** | **Amount** |
| **151** | **8.33** | **585** | **56.32** | **1477** | **87.47** |

**(Bank wise position as per** **Annexure – 20**)

|  |  |
| --- | --- |
| **Item No. 13** | **Progress of Agro Food Processing Industries** |

The performance under the scheme up to Q.E. March 2022is as under: -

**(Amt. in Crores)**

|  |  |  |  |
| --- | --- | --- | --- |
| **Advances made during the quarter ended March 2022** | | **Outstanding Advances as on 31.03.2022** | |
| **No. of Accounts** | **Amount** | **No. of Accounts** | **Amount** |
| 1361 | 483.05 | 14684 | 4657.17 |

**(Bank-wise progress is as per Annexure-21)**

|  |  |
| --- | --- |
| **Item No. 14** | **Farmers Produce Organization** |

There are 67 FPOs promoted under Government of India PRODUCE Fund and 16 FPOs promoted under Farm Sector Promotion Fund and 28 FPOs under Produce Organisation Dev. Fund (PODF).

The district wise distribution of the FPOs in the state is given below: –

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **S.No** | **District** | **No. of FPOs / under PRODUCE FUND** | **No. of FPOs under Farm Sector Promotion Fund (FSPF)** | **No. of FPOs under Produce Organization Dev. Fund (PODF)** | **Total FPOs under NABARD** |
| 1 | Amritsar | 5 | 3 | 4 | 12 |
| 2 | Barnala | 0 | 0 | 1 | 1 |
| 3 | Bathinda | 3 | 0 | 0 | 3 |
| 4 | Faridkot | 2 | 0 | 0 | 2 |
| 5 | Fatehgarh Sahib | 5 | 0 | 0 | 5 |
| 6 | Fazilka | 2 | 0 | 0 | 2 |
| 7 | Ferozpur | 3 | 3 | 0 | 6 |
| 8 | Gurdaspur | 10 | 0 | 1 | 11 |
| 9 | Hoshiarpur | 6 | 3 | 8 | 17 |
| 10 | Jalandhar | 3 | 0 | 0 | 3 |
| 11 | Kapurthala | 3 | 0 | 1 | 4 |
| 12 | Ludhiana | 5 | 0 | 1 | 6 |
| 13 | Mansa | 3 | 0 | 1 | 4 |
| 14 | Moga | 1 | 2 | 0 | 3 |
| 15 | Muktsar Sahib | 3 | 0 | 0 | 3 |
| 16 | Pathankot | 3 | 0 | 0 | 3 |
| 17 | Patiala | 3 | 0 | 0 | 3 |
| 18 | Rupnagar | 2 | 0 | 3 | 5 |
| 19 | Sangrur | 1 | 0 | 2 | 3 |
| 20 | SAS Nagar | 0 | 0 | 3 | 3 |
| 21 | SBS Nagar | 0 | 0 | 2 | 2 |
| 22 | Tarn Taran | 4 | 5 | 1 | 10 |
|  | **TOTAL** | **67** | **16** | **28** | **111** |

**Benefits of Farmers Produce Organization: -**

* Cost of production can be reduced by procuring all necessary inputs in bulk at wholesale rates.
* Aggregation of produce and bulk transport reduces marketing cost, thus enhancing net income of the Farmer.
* Advantage of scale to economies and attracts traders to collect produce at farm gate.
* Access to modern technologies, facilitation of capacity building.
* Post-harvest losses can be minimized through value addition and efficient management of value chain.
* Access to financial resources against the stock, without collaterals.
* Easy access of funds and other support services by the government/ donors/ service providers.
* Improved bargaining power and social capital building.
* Regular supply of produce and quality control is possible through proper planning and management.

**Action Points: -**

Banks are requested to sensitize their rural & Semi urban branches to facilitate in formation of FPOs.

|  |  |
| --- | --- |
| **Item No. 15** | **Doubling of farmer’s Income by 2022** |

Raising crop production, reducing cultivation costs and post-harvest losses, and reform of agriculture markets are among the focus areas of the central government to double farmer incomes by 2022.

**ACTION POINT:**

* There is urgent need for policy intervention by Govt. for diversification of cropping pattern.
* Reform agriculture markets to facilitate farmers to sell their produce at reasonable price.
* To Support farmer’s income against falling prices.
* Raising production by improving water-use efficiency and access to irrigation.
* Bring down cost of cultivation by using soil health cards for balanced use of fertilizers.
* Provide sufficient warehouse/ cold storage facility at low cost and encouraging farmers to use warehouses to avoid distress sale of farm produce.

|  |  |
| --- | --- |
| **Item No. 16** | **Digitization of Land Records – Creation of Online charge by Banks** |

SLBC has received a letter from DFS dated 20-01-2021 (copy enclosed) vide which they have informed that the Department of Land Resources (DoLR) vide their letter dated 7thOctober 2020, have requested the State/UT Governments to create standardized Open APIs with relevant safeguards to enable access of real time digital land records and to finalize the modalities for entry of loan/charges against parcel of land in consultation with banking institutions to facilitate linking of land records database with banks and financial institutions. Digitisation of Land Records and linking the digital land record data base with banks and financial institutions will result in creation of online charges in digital land records and facilitate quick processing and sanction of agricultural loans by the banks.

In this regard Revenue Department, GoP is requested to complete digitization process of land records and provide access of digital records data base to banks for enabling them to create online charge for sanction of loans.

Further, SLBC Punjab has also requested the State Govt.to instruct the Revenue Department for creation of online charge on the land of the farmers to whom credit facilities has been extended by Banks to mitigate the chances of fraudulent removal of charge on land mortgaged to Bank.

**Department of Revenue, Govt. of Punjab to deliberate and provide roadmap for implementation and digitalization of land record.**

|  |  |
| --- | --- |
| **Item No. 17** | **Advances to Micro, Small & Medium Enterprises (MSMEs) in Priority Sector.** |

**(Amt. in Crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **No of Branches** | **MSMEs as at 31.03.21** | | **MSMEs as at 31.03.22** | | **Variation in amount** | **%age Variation** |
| **No** | **Amount** | **No** | **Amount** |
| Public Sector Banks | 4033 | 501372 | 34435 | 459234 | 39937 | 5502 | 15.98 |
| Private Sector Banks | 1797 | 425975 | 22113 | 315322 | 36297 | 14184 | 64.14 |
| Regional Rural Banks | 423 | 71304 | 570 | 77696 | 695 | 125 | 21.92 |
| **TOTAL** | **6253** | **998651** | **57118** | **852252** | **76929** | **19811** | **34.68** |

**(Bank wise detail is at Annexure-22)**

(**YOY detail is as per annexure-23)**

The MSME Advances in the State during the period under review showed increase of Rs. 19811 Crores i.e. from Rs. 57118 crores as at March 2021 to Rs. 76929 crores as at March 2022 thus showing growth of 34.68%.

**Action Point:**

Member banks are requested to plan their strategies for growth in MSME credit.

|  |  |
| --- | --- |
| **Item No. 17.1** | **Progress under Prime Minister Task Force - Credit to Micro, Small & Medium Enterprises (MSME)** |

In terms of the recommendations of Prime Minister’s Task Force on Micro, Small & Medium Enterprises (MSMEs) under Chairmanship of Shri TKA Nair, the banks have been advised as under: -

* Achieve a 20% Year on Year growth in credit to micro and small enterprises to ensure enhanced credit flow.
* The allocation of 60% of MSE advances to the micro enterprises.
* Achieve a 10% annual growth in number of micro enterprise accounts.

It further advises that banks should open more SME focused branch offices at different MSE clusters which can also act as Counseling Centres for MSEs. Each Lead Bank of a district may adopt at least one MSE cluster.

**(Amt. in crores)**

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Particulars** | **Performance upto**  **March 2021** | | **Performance upto**  **Dec 2021** | | **Performance upto**  **March 2022** | | **YoY Growth %age 31.03.22/ 31.03.21** | | **Quarterly Growth %age 31.03.22/**  **31.12.21** | |
| **1** | | **2** | | **3** | | **3/1** | | **3/2** | |
| **A/Cs** | **Amt.** | **A/Cs** | **Amt.** | **A/Cs** | **Amt.** | **A/Cs** | **Amt.** | **A/Cs** | **Amt.** |
| **Micro Enterprises** | **922745** | **27007** | **677492** | **30486** | **775365** | **32437** | **-15.97** | **20.11** | **14.45** | **6.40** |
| **Small Enterprises** | **68401** | **21087** | **71248** | **25141** | **66437** | **27227** | **-2.87** | **29.12** | **-6.75** | **8.30** |
| **Micro & Small Enterprises (MSE)** | **991146** | **48094** | **748740** | **55627** | **841802** | **59664** | **-15.07** | **24.06** | **12.43** | **7.26** |
| **Medium Enterprises (ME)** | **7505** | **9024** | **10246** | **13210** | **10450** | **17266** | **39.24** | **91.33** | **1.99** | **30.70** |
| **MSME** | **998651** | **57118** | **758986** | **68837** | **852252** | **76930** | **-14.66** | **34.69** | **12.29** | **11.76** |

**(Bank-wise performance is as per Annexure-22 & Bank wise YoY Comparison 23)**

**Observations**

* There is negative annual growth of -15.97% in number of micro enterprises accounts against the target of 10%.
* There is YoY growth of 24.06% under credit to MSEs as against the target of 20%.
* The share of advances to micro enterprises to total MSE as at March 2022 is 54.36% against stipulated level of 60%.
* MSME Advances increased during the quarter ended March 2022 by 11.76%.

**Action Points: -**

Banks with Negative growth in SMALL, MSE, MSME accounts are requested to improve their performance in the current quarter.

|  |  |
| --- | --- |
| **Item No. 17.2** | **Collateral Free Loans to MSME** |

The position up to the quarter ended March 2022 is summarized below: -

(**Amount** ` **in Crore)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Period** | **New MSEs loans**  **upto 10 lakh** | | **Out of which**  **collateral free loans** | |
| **Quarter Ended** | **No. of units** | **Amount** | **No. of units** | **Amount** |
| March 20 | 149362 | 3160 | 143536 (96%) | 3022 (96%) |
| March 21 | 317231 | 3435 | 310344 (98%) | 3164 (92%) |
| March 22 | 106776 | 2446 | 105592(99%) | 2272(93%) |

**(Bank wise information is as per Annexure-24)**

Banks have provided loans up to Rs.10 lakh to 106776 MSE units during the financial year 2021-22, out of which collateral free loans have been provided to 105592 units which means the coverage is 99%.

As per extant guidelines, all loans up to Rs.10 lacs to SME are mandatorily to be given without taking any collateral security.

All the Banks have provided 100% collateral free Loans up to Rs.10 lacs except-

* Central Bank
* Indian Bank
* IDBI
* Jana Small Finance Bank.

**Action Point:**

Concerned Banks are requested to sensitize their Branches to follow mandatory guidelines.

|  |  |
| --- | --- |
| **Item No. 17.3** | **Financing of New Units** |

As per the policy package announced by Hon’ble Finance Minister, each Urban & Semi Urban bank branch is to provide financial assistance to at least 5 new units under Tiny, Small & Medium industry in a year.

The position of financing of New Units in the Financial Year 2021-22 up to March 2022 is given below: -

(**Amount** ` **in Crore)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Institution** | **Number of U/SU Branches** | **New SME Units Financed (01.01.22-31.03.22)** | | **New SME Accounts Opened Per Branch** |
| **Number** | **Amount** |
| Commercial Banks | 3595 | 36310 | 11196 | 10 |
| RRBs | 79 | 919 | 16 | 12 |
| Total | **3674** | **37229** | **11212** | **10** |

**(Bank-wise performance is as per Annexure-25)**

**Observations:**

3674 Urban/ Semi Urban branches of banking system in Punjab have financed 37229 new accounts under SME sector during the Q.E March 2022.

New SME accounts opened per branch comes to 10 as against annual target of 5 cases per branch.

|  |
| --- |
| **Top Banks are Union Bank of India (31), Canara Bank (20), ICICI(25) and AU Small Finance Bank(76).** |

|  |
| --- |
| **Bottom Banks are Kotak Mahindra(0), IDBI(0), BOM(1) & Federal(1)** |

**Action Points: -** Low performing Banks to take steps to improve their performance.

|  |  |
| --- | --- |
| **Item No. 17.4** | **Restructuring of MSME Loans up to Rs.50 Crores as per RBI guidelines** |

As per guidelines issued by Reserve Bank of India for Restructuring of MSME loans up to 50 Crores the performance of banks is as under: -

**(Amt. in Crores)**

|  |  |  |
| --- | --- | --- |
| **Number of Accounts Eligible for Restructuring** | **Number of MSME Loans Restructured as on 31.03.2022** | **Amount of MSME Loans Restructured as on 31.03.2022**  **(Amount in Crore)** |
| 86778 | 13794 | 1110 |

**(Bank-wise performance is as per Annexure-26)**

**\*\***The scheme was applicable up to December 2021. The house may approve for removing the agenda item.

|  |  |
| --- | --- |
| **Item No. 17.5** | **Position of NPA in MSME advances** |

The relevant data in this regard up to March 2022 is placed below: -

**(Amt. in** `**crore)**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Number of MSME Loan accounts outstanding** | **Amount of MSME Loan outstanding** | **Out of 2, NPA outstanding** | **%age of NPA under MSME Loan** | **Out of 2, MSME loan granted collateral free** | **Out of 5, NPA outstanding** | **%age of NPA in collateral free MSME** |
| **1** | **2** | **3** | **4** | **5** | **6** | **7** |
| **852252** | **76930** | **6844** | **8.90%** | **14057** | **2012** | **14.32%** |

**(Bank-wise detail as per Annexure-27)**

**Action Points: -**

Banks are requested to take appropriate steps to improve NPA position under MSME.

|  |  |
| --- | --- |
| **Item No. 18** | **Pradhan Mantri MUDRA Yojana (PMMY)** |

**(Amt.in Crores)**

|  |  |  |  |
| --- | --- | --- | --- |
| **Progress under Pradhan Mantri Mudra Yojana (PMMY)** | | | |
| **Targets for Financial Year**  **2021-22 (Amount)** | **Achievement for Financial Year 2021-22** | | **%age Achievement Targets** |
| **No. of Accounts** | **Amount** |
| **3883.40** | **1138449** | **9607.26** | **247%** |

**(Bank-wise progress is as per Annexure-28)**

The overall performance under this scheme is satisfactory.

|  |
| --- |
| Top 4 Banks under PMMY are Union Bank of India, PGB, P&SB and Axis Bank |

|  |
| --- |
| Bottom 4 Banks under PMMY are SBI, Bank of Maharashtra, Kotak Mahindra and Yes Bank |

DFS has announced Interest Subvention Scheme for Mudra – Shishu Loans where Mudra – Shishu Loans would be given 2% Interest Subvention for a period of 12 Months.

**PMMY is also integrated with PMEGP. Mudra loan can be sanctioned under PMEGP which will give additional benefit to the entrepreneurs as subsidy as well.**

**Action Points: -**

Banks having low performance are requested to advise their field functionaries to improve their performance & achieve the allocated targets of current financial year.

|  |  |
| --- | --- |
| **Item No. 18.1** | **NPA under Pradhan Mantri MUDRA Yojana (PMMY)** |

**(Amt. in crores)**

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **MUDRA outstanding**  **31.03.2021** | | **NPA under MUDRA as at 31.03.2021** | | **%age NPA** | **MUDRA outstanding**  **31.03.2022** | | **NPA under MUDRA as at 31.03.2022** | | **%age NPA** |
| **No** | **Amt** | **No** | **Amt** | **No** | **Amt** | **No** | **Amt** |
| Public Sector Banks | 315522 | 4425 | 37318 | 401 | 9.07 | 266187 | 3327 | 44634 | 496 | 14.91 |
| Pvt Sector Banks | 717430 | 2538 | 46573 | 79 | 3.10 | 688088 | 2458 | 42418 | 69 | 2.84 |
| Regional Rural Banks | 75485 | 569 | 6866 | 46 | 8.16 | 75777 | 572 | 10009 | 73 | 12.87 |
| **TOTAL** | **1108437** | **7532** | **90757** | **526** | **7.00** | **1030052** | **6357** | **97061** | **638** | **10.06** |

**(Bank-wise Y-o-Y comparison is as per Annexure-29)**

**Observation:**

NPA under MUDRA increased by 112 crores during last one year from 7% to 10.06%.

|  |  |
| --- | --- |
| **Item No. 19** | **Weaver MUDRA Yojana** |

Weaver Mudra Yojana is a sub-scheme under Pradhan Mantri Mudra Yojana implemented by the Ministry of Textiles, Govt. of India as a part of National Handloom Development Programme (NHDP).

Under the scheme, handloom weavers are given the following special benefits beside the general features of Mudra Yojana:-

1. Margin money assistance @20% of loan amount subject to a maximum of Rs. 10,000/- per weaver.
2. Subsidized loan at the interest of 6% for a period of three years with GoI interest subvention capped at 7%.
3. Credit Guarantee fee (0.25% of loan amount) for 3 years through CGTMSE.

Sh. U.P Singh, I.A.S Secretary, Ministry of Textiles, Govt. of India reviewed the performance of Banks under the scheme of all States/ UTs on 1st July 2021. It has been observed that the financing under the scheme is on declining trend.

For timely disbursal of financial assistance, a centralized online claim disbursement system “Handloom Weaver Mudra portal” has been developed in association with Punjab National Bank to cut down delay in disbursements of funds to Banks &weavers for settling the claims for financial assistance in respect of Margin Money, Interest Subsidy and Credit Guarantee Fee. Margin money is transferred directly to the loan account of weaver and interest subsidy is transferred directly to concerned Banks through the portal. The portal is operational w.e.f. 01.04.2017.

To improve the performance under the scheme, he advised the State/ UTs Handloom Departments to sponsor maximum number of loan applications from handloom products across the State in coordination with Weavers Service Centres and organize camps in coordination with Office of Development Commissioner for Handlooms and Banks.

LDMs are requested to identify the eligible applicants while holding camps in coordination with Office of Development Commissioner for Handlooms and aware & educate the applicants about the scheme and its benefits to enhance their income and small businesses.

Further, all the Banks are requested to finance under the scheme to all eligible applicants.

SLBC Punjab asked all the Banks to submit the latest progress under the scheme but none of the Bank has reported any progress.

**KVIC to promote the scheme and also inform about the potential of the scheme.**

|  |  |  |  |
| --- | --- | --- | --- |
| |  |  | | --- | --- | | **Item No. 20** | **Prime Minister Employment Generation Programme (PMEGP)** | |  |

KVIC has informed the detail of progress under PMEGP for the year 2021-22 as under: -

**PMEGP TARGET 2021-22**

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Sr. No.** | **Agency** | **Target 2021-22** | | | | **Achievement 2021-22**  **(as on 31.03.2022)** | | | |
| **No. of Proj.** | **Margin Money**  **(Rs.in lakh)** | **Emp.** | **No. of Proj.** | | **Margin Money**  **(Rs.in lakh)** | **Emp.** |
| 1 | KVIC | 708 | 2130.6 | 5664 | 131 | | 567.58 | 1048 |
| 2 | KVIB | 708 | 2130.6 | 5664 | 456 | | 1674.96 | 3648 |
| 3 | DIC | 944 | 2840 | 7,552 | 1221 | | 3708.6 | 9768 |
|  | **Total** | **2,360** | **7,101** | **18,880** | **1808** | | **5951.14** | **14464** |

The overall performance under this scheme is satisfactory.

|  |
| --- |
| Top 4 Banks under PMMY are Canara Bank(204.52%), PNB(126.71%), P&SB(176.64%) and PGB(114.81%) |

|  |
| --- |
| Bottom 4 Banks under PMMY are ICICI(0%), Indusind(0%), Kotak Mahindra(0%) and Yes Bank(0%) |

Under referred back cases of PMEGP pertaining to period 2016-17 to 2020-21, KVIC Deptt. has informed that there are 90 number of claims are lying unattended since the year 2016. The department instructed their concerned officials to pursue the referred back cases and shortlist the potential claims to send for further processing and rectification.

It is not known as whether the beneficiaries or financing banks are still interested in claiming the Margin Money of such old claims besides the functional status of the units. The department has informed to the field staff to reach out the concerned financing bank and beneficiary about their willingness to avail the loan facility and claim margin money as on date. In case the applicant is not willing to avail the loan/ margin money or the bank is not willing to grant the loan facility to the applicant, the said referred back case may be treated as closed.

**Observation –**

Banks have achieved 84% of their allocated targets under the scheme. Most of the private banks have not participated in the scheme despite allocation of targets to them.

**Action Point:**

All the Banks are requested to dispose of the pending applications with them and also claim pending margin money **IMMEDIATELY.**

|  |  |
| --- | --- |
| **Item No. 21** | **Self-Employment Programme of Govt. of Punjab** |

The Govt. of Punjab is committed to provide the Self Employment to the youth of the State under “Ghar Ghar Rojgar Yojana”. To fulfill this commitment Rojgar Melas are being organized in different parts of the state. Besides this skill development training programmes are also being organized for Self-Employment. Awareness programmes are also organized in the training to avail the Loan facility from the Banks under various Self Employment Schemes like PMEGP, Stand Up India and PMMY.

State Govt is planning to provide sufficient number of trained applicants in different trades to be financed by the banks as per their different scheme guidelines. With this banks will get sufficient number of startups, which can be financed under various schemes namely PMEGP, Stand Up India, PMMY etc. Banks are requested to finance the Trainees of Govt. of Punjab under above mentioned schemes to achieve the Annual Targets.

|  |  |
| --- | --- |
| **Item No. 22** | **Stand-up India Programme of Ministry of Finance** |

On implementation of Budget announcement FY 2020-21 on amendment of Stand-up India scheme, DFS, MOF, GOI has announced changes in the Stand-up India Scheme with immediate effect as under: -

(i) The extent of margin money to be brought by the borrower may be reduced from “up to 25%” to “up to 15%” of the project cost. However, the borrower will continue to contribute at least 10% of the project cost as own contribution.

(ii) Loans for enterprises in “Activities allied to agriculture” e.g., pisciculture, beekeeping, poultry, livestock, rearing, grading, sorting, aggregation agro industries, dairy, fishery, Agri clinic and agribusiness centres, food & agro-processing, etc. (excluding crop loans, land improvement such as canals, irrigation, wells) and services supporting these, shall be eligible for coverage under the Scheme.

The progress under the scheme during the quarter ending 31.03.2022: -

**(Amt. in lacs)**

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Period** | **Total No. of Bank Branches of Scheduled commercial Banks** | **Participating Branches** | **Loan sanctioned under the scheme during Q.E March 2022** | | | | | | **Total sanction during the year** | | **Outstanding as on 31.03.2022** | |
| **SC/ST** | | **WOMEN** | | **Total** | |
| **A/cs** | **Amt.** | **A/cs** | **Amt.** | **A/cs** | **Amt.** | **A/cs** | **Amt.** | **A/cs** | **Amt.** |
| **Q.E March 2022** | **6235** | **140** | **174** | **2684** | **28** | **507** | **202** | **3191** | **505** | **7945** | **3731** | **58828** |

**(Bank wise targets and position is as per Annexure-30)**

**Top 3 Banks as per %age of participation in the scheme**

|  |
| --- |
| * **Canara Bank** * **Indian Bank** * **HDFC** |

Controlling heads of Banks are requested to ensure that all branches of their bank participate in the scheme financing at least one case of woman and one SC/ST entrepreneur under the scheme.

|  |  |
| --- | --- |
| **Item No. 23** | **Annual Credit Plan 2021-22 Achievements up to 31.03.2022** |

The achievement under Annual Credit Plan (2021-22) is given below: -

**(Amount in crore)**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Sector** | **ACP 2020-21 up to**  **March 2021** | | | **ACP 2021-22 up to**  **March 2022** | | |
| **Targets** | **Ach.** | **% Ach.** | **Targets** | **Ach.** | **% Ach.** |
| Agriculture | 130838 | 89691 | 69 | 134031 | 91258 | 68 |
| NFS (MSME) | 42963 | 44285 | 103 | 49810 | 53464 | 107 |
| Other Priority Sector | 38258 | 17136 | 45 | 39520 | 26629 | 67 |
| **Total** | **212059** | **151035** | **71** | **223361** | **171351** | **77** |

ACP achievement of the Banks during F.Y 2021-22 for the Q.E March 2022 is 77%, Banks have achieved 68% in agriculture, 107% in MSME and 67% in other priority sector.

Banks and LDMs to send their response and suggestions for improvement in performance to achieve ACP targets in current financial year especially in Agriculture & OPS.

**(Bank/ District wise detail is at Annexure-31 & 32)**

**Performance wise Top 4 LDMs are as under: -**

|  |  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Agriculture** | | | **MSME** | | | **OPS** | | | | **Total PS** | | |
| **District** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | | **Ach.** | **%age** |
| Amritsar | 5188 | 5185 | 100 | 3440 | 7838 | 228 | 1705 | 890 | 52 | 10332 | | 14013 | 136 |
| Fatehgarh sahib | 4176 | 5056 | 121 | 1245 | 2153 | 173 | 743 | 103 | 14 | 6163 | | 7312 | 119 |
| Barnala | 4200 | 3757 | 89 | 440 | 618 | 141 | 860 | 1161 | 135 | 5500 | | 5536 | 101 |
| Bathinda | 6209 | 5934 | 96 | 1359 | 1164 | 86 | 2615 | 2060 | 79 | 10183 | | 9158 | 90 |

**Performance wise Bottom 4 LDMs are as under: -**

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Agriculture** | | | **MSME** | | | **OPS** | | | **Total PS** | | |
| **District** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** |
| Malerkotla | 3036 | 721 | 24 | 349 | 208 | 59 | 312 | 44 | 14 | 3697 | 973 | 26 |
| SBS Nagar | 3144 | 978 | 31 | 760 | 185 | 24 | 824 | 94 | 11 | 4729 | 1257 | 27 |
| Tarn Taran | 6264 | 3011 | 48 | 689 | 541 | 78 | 2504 | 733 | 29 | 9457 | 4284 | 45 |
| Sangrur | 9108 | 4037 | 44 | 1048 | 1159 | 111 | 964 | 113 | 12 | 11120 | 5309 | 48 |

**Performance wise Top 4 Banks are as under: -**

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Agriculture** | | | **MSME** | | | **OPS** | | | **Total PS** | | |
| **District** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** |
| HDFC Bank | 10194 | 9408 | 92 | 3008 | 9536 | 317 | 1976 | 794 | 40 | 15178 | 19738 | 130 |
| IndusInd Bank | 537 | 1192 | 222 | 319 | 1570 | 491 | 471 | 28 | 6 | 1328 | 2790 | 210 |
| ICICI Bank | 4146 | 3570 | 86 | 1992 | 5557 | 279 | 1408 | 546 | 39 | 7546 | 9674 | 128 |
| CBI | 1548 | 1667 | 108 | 868 | 837 | 96 | 876 | 560 | 64 | 3293 | 3064 | 93 |

**Performance wise Bottom 4 Banks are as under: -**

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Agriculture** | | | **MSME** | | | **OPS** | | | **Total PS** | | |
| **District** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** |
| BOM | 188 | 12 | 7 | 294 | 54 | 18 | 388 | 79 | 20 | 870 | 149 | 17 |
| IOB | 1029 | 173 | 17 | 708 | 147 | 21 | 678 | 143 | 21 | 2415 | 464 | 19 |
| Federal Bank | 407 | 396 | 97 | 1862 | 125 | 7 | 1145 | 6 | 1 | 3414 | 528 | 15 |
| Bank of Baroda | 1827 | 472 | 26 | 857 | 477 | 56 | 1522 | 260 | 17 | 4206 | 1209 | 29 |

**Action Points: -** Banks and LDMs to follow up with the branches in their command area and also allocate branch wise targets for improvement in performance to achieve ACP targets especially Agriculture & OPS.

|  |  |
| --- | --- |
| **Item No. 24** | **Pradhan Mantri Suraksha Bima Yojana (PMSBY) and Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY).** |

Pradhan Mantri Suraksha Bima Yojana (PMSBY) and Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY) are the flagship programme of the Government for creating a universal social security system for all Indians especially the poor and the under-privileged.

**The Cumulative achievement under the schemes since inception is as under: -**

|  |  |  |  |
| --- | --- | --- | --- |
| **Name of the Scheme** | **Cumulative Achievement up to 31.12.2021** | **Progress made during the Q.E March 2022** | **Cumulative Achievement up to 31.03.2022** |
| PMSBY | 7976742 | 572564 | 8549306 |
| PMJJBY | 1912783 | 173114 | 2085897 |

**(Bank-wise Scheme wise progress is as per Annexure-33)**

|  |
| --- |
| **PRAGATI (Pro-Active Governance and Timely Implementation) Meeting: Review of Social Security Schemes-PMJJBY and PMSBY** |

Reserve Bank of India vide their letter dated 07.04.2020 informed that **PRAGATI (Pro-Active Governance and Timely Implementation) Meeting** to review implementation of Social Security Schemes was held under the Chairmanship of Honb’le Prime Minister on 22.01.2020. The meeting reviewed the performance of PMJJBY and PMSBY Schemes in terms of enrolment, claim settlement, grievance redressal and overall benefits to the people at large across the nation and an urgent need was felt on augmenting the reach and efficiency of PMJJBY and PMSBY schemes.

Department of Financial Services (DFS), Government of India has shared the concerns raised in the PRAGATI meeting in respect of implementation of PMJJBY and PMSBY Schemes with Reserve Bank of India and requested to advise Banks to take the following actions for increasing the coverage and spreading awareness among targeted beneficiaries under these schemes: -

1. Conduct periodic publicity campaigns with special focus on rural areas at regular intervals for creating awareness about benefits of Social Security Schemes.
2. Streamline procedures and leverage technology to speed up claim settlement process and improve outreach.
3. Ensure that no eligible Jan Dhan Account holders are left out from availing the risk covers under PMJJBY & PMSBY.
4. Enroll beneficiaries of other Government Schemes Like PM Ujjawala, PM Kisan, MANREGA etc. under the scheme.
5. Use SMS and other digital platform to make account holders aware of the Schemes and also to seek auto debit mandate from them.
6. Leverage Marketing Channels like Banking Correspondents (BCs) for ensuring Pan India coverage and innovative ways be devised for motivating the field level functionaries for enhancing enrolments, especially under PMJJBY & PMSBY.
7. Fix targets of fresh enrolments under PMJJBY & PMSBY to enhance enrolment.
8. The bank wise target/ achievement for the current financial year (2021-22) is as per **Annexure – 34** and the same will be monitored in each SLBC meeting.

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Name of the Scheme** | **Total Branches**  **(including Coop)** | **Annual Target** | **Progress during the Q.E March 2022** | | **Achievement upto 31.03.22**  **(01.04.21 to 31.03.22)** | | **Percentage Achievement as at 31.03.22** |
| **Male** | **Female** | **Male** | **Female** |
| **PMSBY** | **7039** | **422340**  **(60 per branch)** | **318554** | **987676** | **987676** | **763186** | **414.56** |
| **PMJJBY** | **7039** | **140740**  **(20 per branch)** | **102949** | **70165** | **268367** | **205878** | **336.97** |

**Action Points: -**

Concerned Banks are requested to enroll all eligible persons in unorganized sector under both these schemes.

|  |  |
| --- | --- |
| **Item No. 25** | **Issuance of Rupay Cards and its Activation in PMJDY accounts** |

The position of issuance of Rupay Cards is as under: -

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **No. of PMJDY Accounts** | **Rupay cards issued** | **Rupay Cards not issued** | **Rupay cards activated** | **Rupay cards not activated** |
| **31.03.22** | 8402737 | 6542290 | 1860447 | 4747889 | 1794400 |

**(The bank-wise position is as per** **Annexure-35)**

**(PMJDY Accounts and Rupay Card position as per DFS report – Annexure – 36)**

**Banks having Top position under Issuance of Rupay Card (More than 90%):-**

|  |  |  |  |
| --- | --- | --- | --- |
| **Name of the Bank** | **Total No. of PMJDY Accounts** | **Rupay cards issued** | **Out of 2, %age of Rupay cards issued** |
| **1** | **2** | **3** | **4** |
| ICICI Bank Ltd. | 317134 | 317134 | 100.00 |
| Indian Overseas Bank | 193069 | 193069 | 100.00 |
| HDFC Bank | 389297 | 388792 | 99.87 |
| Canara Bank | 315148 | 312989 | 99.31 |
| AU Small Fin Bank | 8860 | 8749 | 98.75 |
| Punjab & Sind Bank | 623950 | 569372 | 91.25 |
| UCO Bank | 468004 | 426898 | 91.22 |
| Central Bank of India | 216282 | 196818 | 91.00 |

**Banks having Bottom position under Issuance of Rupay Card (Less than 70%): -**

|  |  |  |  |
| --- | --- | --- | --- |
| **Name of the Bank** | **No. of PMJDY Accounts opened** | **Rupay cards issued** | **Out of 2, %age of Rupay cards issued** |
| **1** | **2** | **3** | **4** |
| Indusind Bank | 457325 | 13466 | 2.94 |
| Capital Small Fin.Bank | 9330 | 542 | 5.81 |
| Kotak Mahindra Bank | 2837 | 176 | 6.20 |
| Federal Bank | 6820 | 1603 | 23.50 |
| Indian Bank | 368143 | 172700 | 46.91 |
| YES Bank | 2502 | 1266 | 50.60 |
| Axis Bank | 92678 | 60303 | 65.07 |
| J & K Bank Ltd. | 8091 | 5434 | 67.17 |

**Banks having Top position under Activation of Rupay Card (More than 90%): -**

|  |  |  |  |
| --- | --- | --- | --- |
| **Name of the Bank** | **Rupay cards issued** | **Rupay cards Activated** | **Out of 2, %age of Rupay cards Activated** |
| **1** | **2** | **3** | **4** |
| Union Bank of India | 285868 | 285868 | 100.00 |
| Bank of Maharashtra | 49233 | 49233 | 100.00 |
| ICICI Bank | 317134 | 317134 | 100.00 |
| Axis Bank | 60303 | 60303 | 100.00 |
| HDFC Bank | 388792 | 388792 | 100.00 |
| Capital Small Finance Bank | 542 | 542 | 100.00 |
| IDBI | 30955 | 29407 | 95.00 |
| Indian Overseas Bank | 193069 | 178857 | 92.64 |
| Central Bank of India | 196818 | 181072 | 92.00 |

**Banks having Bottom position under Activation of Rupay Card (less than 50%): -**

|  |  |  |  |
| --- | --- | --- | --- |
| **Name of the Bank** | **Rupay cards issued** | **Rupay cards Activated** | **Out of 2, %age of Rupay cards Activated** |
| **1** | **2** | **3** | **4** |
| Kotak Mahindra Bank | 176 | 4 | 2.27 |
| Yes Bank | 1266 | 527 | 41.63 |
| State Bank of India | 1224099 | 528192 | 43.15 |

**Action Points: -**

All members Banks to ensure that Rupay Cards are invariably issued in all accounts and simultaneously activate them also as activation is very less as compared to issuance because of which poor people will not be able to get the benefit of insurance cover under PMJDY scheme.

|  |  |
| --- | --- |
| **Item No. 26** | **Position of Claims lodged/Settled under PMJDY and Jan Suraksha Schemes.** |

The Consolidated position of claims in respect of both the Social Security Schemes is as under: -

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Name of Scheme** | **Claims Lodged** | **Settled** | **Rejected** | **Pending** | **Period of pendency** |
| PMJDY Accidental | 176 | 167 | 9 | 0 |  |
| PMJDY Natural Death | 103 | 94 | 9 | 0 |  |
| PMSBY | 2249 | 2045 | 147 | 57 | \* |
| PMJJBY | 2931 | 2728 | 97 | 106 | \*\* |

\* Total 57 claims are pending under PMSBY, out of which 27 claims pending up to 3 months, 27 claims pending for over 3 months to one year and 3 claims are pending for more than one year.

\*\*Total 106 claims are pending under PMJJBY, out of which 62 claims are pending for up to 3 months, 44 claims are pending for over 3 months to one year.

Bank-wise position of claims under PMJDY Rupay Card Accidental is as per **Annexure-37**& PMJDY Natural Death – **Annexure – 37.1**

Bank-wise position of claims under PMSBY is as per **Annexure-37.2** & PMJJBY **- Annexure 37.3**

**Banks where Claims pending under PMSBY:** SBI (16), UBI (24), HDFC (8) P&SB (4) and PSCB (5)**.**

**Banks where Claims pending under PMJJBY:** Indian Bank (11), P&SB (20), PNB (36), UBI (16), SBI(6), HDFC (2) , PGB(2) and State Co-op Bank (13).

**Action Point-**

Banks to submit their response on the claims pending over 3 months and alsoshare the reasons for rejection of large number of claims.

|  |  |
| --- | --- |
| **Item No. 27** | **National Pension System (NPS)** |

NPS was made available to All Citizens of India from May 01, 2009. Pension Fund Regulatory and Development Authority (PFRDA), the regulatory body for NPS, has appointed NSDL as Central Recordkeeping Agency (CRA) for National Pension System. CRA is the first of its kind venture in India which will carry out the functions of Record Keeping, Administration and Customer Service for all subscribers under NPS. CRA shall issue a Permanent Retirement Account Number (PRAN) to each subscriber and maintain data base of each Permanent Retirement account along with recording transactions relating to each PRAN.

NPS has the following broad objectives:

* Provide old age income
* Reasonable market based returns over the long term
* Extending old age security coverage to all citizens

NPS broadly cover Government Sector, Private Sector (Non-Government Sector) and all individuals not being covered by any of the above sectors

**The benefits of NPS:-**

1. It is voluntary - A Subscriber can contribute at any point of time in a Financial Year and also change the amount he wants to set aside and save every year.
2. It is simple - Subscriber is required to open an account with any one of the POPs (Point of Presence) or through eNPS (<https://enps.nsdl.com/eNPS/>).
3. It is flexible - Subscribers can choose their own investment options and pension fund and see their money grow.
4. It is portable - Subscribers can operate their account from anywhere, even if they change the city and/or employment.
5. It is regulated - NPS is regulated by PFRDA, with transparent investment norms and regular monitoring and performance review of fund managers by NPS Trust.

**(Bank-wise performance under NPS is as Annexure- 38)**

|  |  |
| --- | --- |
| **Item No. 28** | **Monitoring of Zero Balance Accounts** |

The overall position of Zero Balance accounts in the state is as under: -

|  |  |  |  |
| --- | --- | --- | --- |
| **Period** | **Total No. of a/c’s** | **Zero balance accounts** | **%age of zero balance a/c’s** |
| 30.06.2021 | 8068985 | 516063 | 6.40 |
| 30.09.2021 | 8112188 | 526186 | 6.49 |
| 31.12.2021 | 9004150 | 632559 | 7.03 |
| 31.03.2022 | 9422773 | 681398 | 7.23 |

**(Bank-wise position is as per Annexure-39)**

**Banks with high %age of Zero Balance Accounts (More than 10%):** HDFC Bank (25.99), ICICI Bank (20.94), Kotak Mahindra Bank (32.68), Bank of Maharashtra (18.06), AU Small Fin. Bank (35.22), Axis Bank (36.83), Federal Bank (30.75) and Indusind Bank (15.38).

**Action Point:-**

Concerned Banks are advised to take concrete steps to reduce Zero Balance accounts.

|  |  |
| --- | --- |
| **Item No. 29** | **Appointment of Bank Mitras/BCAs and their working** |

In Punjab 2323 Bank Mitras/BC agents were to be deployed in Sub service areas allocated to banks by SLBCs against which 4373 Bank Mitras have already been appointed.

Representatives of banks are requested to monitor BCAs under their command area and inactive BCAs be immediately activated or replaced by new appointment.

As on 31.03.2022, out of actual working 4373 Bank Mitras, only 3788 have been provided with Micro ATMs. Thus 585 Bank mitras are yet to be provided Micro ATMs.

**Concerned Banks namely State Bank of India, Bank of India, PNB, Bank of Baroda, Central Bank of India, UCO Bank & Indian Bank are requested to provide remaining Micro ATMs at the earliest.**

The Bank-wise status of Micro ATM is given at **Annexure-39.**

|  |  |
| --- | --- |
| **Item No. 30** | **Atal Pension Yojana (APY)** |

The achievement under APY as received from PFRDA as on 31.03.2022 in the state is as under: -

|  |  |  |  |
| --- | --- | --- | --- |
| **Particulars** | **Annual Targets for 2021-22** | **Achievement as on 31.03.2022**  **(01.04.21 to 31.03.22)** | **%age achievement** |
| Public Sector Bks | 297850 | 199453 | 67 |
| Pvt. Sector Bks. | 87120 | 32417 | 37 |
| RRB | 29470 | 30790 | 104 |
| **Grand Total** | **414440** | **262660** | **63** |

**(Bank-wise targets/achievement is as Annexure-40)**

**Observation:**

The performance of Banks is not found satisfactory.

**Action Point:**

All the Banks are requested to aware the customers about the benefits of the scheme and enroll the maximum applicants to improve their performance in ongoing quarter.

|  |  |  |  |
| --- | --- | --- | --- |
| |  |  | | --- | --- | | **Item No. 31** | **National Rural Livelihood Mission (NRLM)-Implementation in the State of Punjab** | |  |
|  |  |

Rural Development Department, Govt. of Punjab informed that the NRLM scheme is implemented in 98 blocks in 23 Districts and Department proposed to extend it to 115 Blocks.

Punjab State Rural Livelihoods Mission submitted progress as at 31.03.2022 as under: -

|  |  |  |
| --- | --- | --- |
| **Cumulative Position of Self Help Group under NRLM** | | |
| **Targets for 2021-22 (New + Revived) SHGs** | **No. Of SHGs Formed (01.01.22 to 31.03.22)** | **Cumulative position as at 31.03.2022** |
| **10410** | **8147** | **31411** |

**(Amt.in lacs)**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Period** | **Targets Credit Linkage of SHG’s (2021-22)** | | **Application Received** | **Applications rejected** | **Applications sanctioned (01.01.22 to 31.03.22)** | | **Amount disbursed** | |
| **No. of Applications** | **Amount** | **01.01.22 to 31.03.22** | **01.01.22 to 31.03.22** | **No. of Applications** | **Amount** | **No. of Applications** | **Amount** |
| **Q.E March 2022** | **10000** | **10000** | **9183** | **0** | **7724** | **6377** | **7724** | **6377** |

Banks have sanctioned and disbursed 7724 Loan Applications out of Total received 9183 during Q.E March 2022.

|  |  |
| --- | --- |
| **Item No. 31.1** | **Position of Women Self Help Groups under NRLM** |

A major thrust of the Mission in the Deendayal Antyodaya Yojana-National Rural Livelihoods (DAY-NRLM) is to develop and diversify livelihoods of poor women through access to Bank credit. Programmes for Skill Development of women and support for individual beneficiary schemes for livelihoods are undertaken to enable a larger demand for economic activity through Bank credit.

**The progress as on 31.03.2022 is as under: -**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Cumulative Position of Women Self Help Groups.** | | | | | | | | |
| **No of Women SHG as on 31.12.2021** | | | **Progress of women SHGs during the current quarter (01.01.22 to 31.03.22)** | | | **Cumulative achievement as on 31.03.2022** | | |
| Saving Linked  (Nos.) | Credit Linked  (Nos.) | Amount Disbursed (In Lacs) | Saving Linked  (Nos.) | Credit Linked  (Nos.) | Amount Disbursed (In Lacs) | Saving Linked  (Nos.) | Credit Linked  (Nos.) | Amount Disbursed (In Lacs) |
| **31538** | **15850** | **8534.18** | **1203** | **9825** | **7498.05** | **32741** | **25675** | **16032.23** |

|  |  |
| --- | --- |
| **Item No. 32** | **Micro Financing – Self Help Groups/JLGs** |

The summary of progress made in implementing the concept of Self-Help Groups/ JLGs up to 31.03.2022 (01.01.2022 to 31.03.2022) as reported by NABARD is given below:

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **SHG- SB Linkage** | | | **SHG-Credit Linkage** | | | **JLG** | | |
| **Target** | **Ach.** | **%age** | **Target** | **Ach.** | **%age** | **Target** | **Ach.** | **%age** |
| 10000 | 6071 | 60.71 | 5500 | 2014 | 36.62 | 75000 | 30379 | 40.50 |

**Action Point:**

Banks are far behind the target for credit linkage of SHG as achievement is very low. All are requested to sensitize their branches to improve the position in current quarter.

|  |  |  |  |
| --- | --- | --- | --- |
| |  |  | | --- | --- | | **Item No. 33** | **National Urban Livelihoods Mission (NULM):**  **Convergence of SEP component of DAY-NULM and Pradhan Mantri Mudra Yojana (PMMY)** | |  |

National Urban Livelihoods Mission (NULM) is applicable to cities with population of 1 Lac or more and in all the District Head Quarter Towns irrespective of its population as per the census of 2011. In the State of Punjab only 26 towns /cities are covered. Further under NULM, interest subsidy over and above the 7% interest is provided to the beneficiaries for setting up Micro Enterprises. There is no capital subsidy for any project.

A **SEP PAISA Portal** is being managed by Indian Bank (Earlier Allahabad Bank) vide which interest subsidy is transferred to the beneficiary directly.

**The progress as on 31.03.2022 is as under: -**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Targets of loan disbursal for FY 2021-22** | | | **Number of applications (SEP-I&G)** | | | | | |
| **SEP(I)** | **SEP(G)** | **SEP Bank Linkage** | **Received** | **App. Rejected** | **Sanctioned** | **Pending with Banks**  **(for FY 2021-22)** | **TOTAL APPLICATION PENDING WITH BANKS (CUMULATIVE)** | **Amount disbursed (in Lakhs)** |
| **1449** | | **966** | **1831** | **0** | **1676** | **155** | **621** | **1601** |

**(Bank-wise pending applications under SEP is as per Annexure-41)**

**Action Point-**

-Member banks are requested to dovetail the SEP component of DAY-NULM with Pradhan Mantri Mudra Yojana (PMMY).

-NULM to provide the details of Banks who are not clearing the PAISA portal.

|  |  |
| --- | --- |
| **Item No. 34** | **Pradhan Mantri Awas Yojana (PMAY) Housing for all by 2022-Credit Linked Subsidy Scheme-(CLSS)** |

**The progress under PMAY (CLSS) scheme is as under: -**

**(Amt. in Crores)**

|  |  |  |  |
| --- | --- | --- | --- |
| **Loans disbursed under the scheme during the quarter ended March 2022** | | **Cumulative outstanding as on 31.03.2022** | |
| **No. of Accounts** | **Amt. disbursed** | **No. of Accounts** | **Amt. Outstanding** |
| 880 | 76.07 | 13106 | 1559.57 |

**(Bank wise progress is as per Annexure-42)**

Punjab Urban Planning & Development Authority (PUDA) is bringing new project of affordable houses for the EWS category for meeting housing needs of the weaker section and Group C & D employees of Govt. of Punjab. The employees may be covered under PMAY with consultation with Local Govt. Bodies.

The issue was discussed in the meeting of the committee constituted comprises of Local Govt., PUDA & SLBC held on 03.08.2021 for the purpose of covering Group C & D employees of Punjab Govt. in PMAY scheme through affordable housing project of PUDA and also in the SLBC Meeting.

PUDA & Local Govt. were requested to finalize the scheme and forward it to SLBC, however the same has not been received yet.

**Action Point: -**

PUDA to take action and finalize the scheme.

|  |  |
| --- | --- |
| **Item No. 35** | **THE DIGITAL INDIA (Digital Transactions)** |

The Digital India is a flagship programme of the Government of India with a vision to transform India into a digitally empowered society. The Banks to organize camps for awareness of the public for making the use cashless measures viz. Debit Card, Credit Card, Internet Banking, Mobile Banking, NEFT, RTGS, USSD, UPI, BHIM App, e-Wallets, BBPS, NETC, PPC etc.

During last one year there is surge in digitisation of transactions by the public at large. India is one of the largest and fastest-growing markets for digital consumers, with about 504 million internet subscribers. India has over 500 million smart phone subscribers and with over 1.2 billion mobile users. With Govt initiative and active support of financial institutions India is digitising fast and still there is plenty of room to grow.

All stakeholders need to respond effectively if India is to achieve its digital potential. Government needs to invest in digital infrastructure and on strong privacy and security to safeguards the public data. Banks and financial institutions will have to bring on board all their customers to at least one of the digital products. Normal Public has to be made aware of the benefits of digitisations so that they switch over to digital products with more confidence.

**Suggested actions for promotion of Digital Payments in States / UTs**

1. Enabling online payment systems with BHIM/UPI, dynamic UPI QR code, UPI intent, debit/credit card (including Rupay) and Internet banking
2. Universal coverage of all merchants/payment receipt counters with static UPI QR code for acceptance of digital payments
3. On-boarding of all billers (Electricity, Water, Gas, Telecom, DTH, School/College Fees, Municipal Tax, other recurring bills) on Bharat Bill Payment System (BBPS). Display of BBPS promotional content on utility bills and payment receipt counters along with official website and social media
4. Printing of UPI QR code (preferably dynamic) on all utility bills, invoices etc
5. Enabling open loop National Common Mobility Card (NCMC) card in all Public Transport including Metros, State Road Transport Undertakings, Urban Bus Services etc. along with Tolls, Parkings and Retails
6. Enabling appropriate payment options in all physical payment receipt counters, such as:
   1. Prominent display of printed static UPI QR code at the payment receipt counter to enable customer to ‘scan and pay’.
   2. Dynamic UPI QR code on a display facing the customer.
   3. NCMC compliant PoS devices which can accept payment in offline contactless mode from NCMC card issued by any Bank.
   4. Enabling payment receipt through BHIM Aadhaar PoS machines, particularly in rural/semi-urban areas.
   5. Pull request through Mobile no. /Virtual Payment address (VPA) wherein a payment request of desired amount is received on BHIM/UPI enabled App of the customer.
7. Offer a visible discount on digital payment vis-à-vis cash.
8. Organizing campaign for promotion of Digital Payments.
9. Recognizing/awarding the initiatives for promotion of digital payments.
10. Development of appropriate mechanism for reporting of Digital payment transactions.

Total digital transactions from 01.04.2021 to 31.03.2022 are **427820224** while the same were **314908588** from01.04.2020 to 31.03.2021**.** Thus the same has increased by 35% only.

The position is as per **Annexure -** **43**

**Action Point: -** All the Banks are requested to educate and encourage the customers for using Digital Methods for day to day Banking Services.

|  |  |
| --- | --- |
| **Item No. 35.1** | **EXPANDING AND DEEPENING THE DIGITAL PAYMENT ECO-SYSTEM IN IDENTIFIED DISTRICTS-KAPURTHALA, SAS NAGAR(MOHALI) & MALERKOTLA** |

On the basis of Reserve Bank of India Bi-monthly Policy dated 04.10.2019, SLBC Punjab was asked to identify one district in the State on Pilot Basis for expanding and deepening the digital payment eco-system. In this regard, Kapurthala District was identified to make it 100% Digitally enabled within one year.

As per Reserve Bank of India letter FIDD.CO.LBS.No 71339/02.01.001/2021-22 dated July 14, 2021, SLBC Punjab was asked to identify one more district in the State after considering factors like digital infrastructure /internet connectivity, literacy level among the population to extend the program.

SLBC Punjab proposed SAS Nagar (Mohali) as one more district identified for 100% Digitalization in the State and the same was approved by the committee in the 157th SLBC meeting.

Further, during the deliberations held in the 157th SLBC meeting, the Chief Guest Sh. K.A.P Sinha, Principal Secretory Finance, GoP suggested to include newly formed district Malerkotla as well for 100% digitalisation.

The overall Digital coverage position of the 3 districts as on 31.03.2022 is as under-

|  |  |  |
| --- | --- | --- |
| **Name of the District** | **Savings Accounts Coverage(%)** | **Current Accounts Coverage(%)** |
| **KAPURTHALA** | 86 | 75 |
| **SAS NAGAR(MOHALI)** | 82 | 68 |
| **MALERKOTLA** | 81 | 77 |

Latest progress report as on 31.03.2022 is annexed as **Annexure**- **44,45 &46**

**Action Point-**

LDMs to fix Time line for 100% digitalization of respective districts.

|  |  |
| --- | --- |
| **Item No. 36** | **Pending issues of RSETI with State Government** |

17 RSETIs are operating in the State of Punjab. The RSETIs are not operating in Gurdaspur, Pathankot, SBS Nagar, Tarn Taran, Malerkotla & Fazilka districts. Department of Institutional Finance and Banking Punjab has already taken up the matter with respective Deputy Commissioner of these districts to provide space for opening of these RSETIs temporarily. The LDMs were also advised in the previous meetings to take up with the District Authorities for allotment of temporary accommodation.

The department has also taken up the matter for removal of the clause of 10% per annum hike in lease rental in the lease deed, Providing of Electricity & Water connection to RSETIs at domestic rates instead of commercial charges.

The status of land allotment and position of construction of RSETI buildings is as per **Annexure-47**

**Action Points:** - The LDMs are requested to submit latest development in the matter.

|  |  |
| --- | --- |
| **Item No. 36.1** | **Pending Loan Applications of RSETI trained candidates** |

Bank wise Pending Loan Applications of RSETI trained candidates as on 31.03.2022 are as under: -

|  |  |  |  |
| --- | --- | --- | --- |
| **Name of the Bank** | **No. of Pending Applications** | **Name of the Bank** | **No. of Pending Applications** |
| State Bank of India | 489 | Axis Bank | 48 |
| Punjab National Bank | 346 | Bandhan Bank | 3 |
| UCO Bank | 107 | HDFC Bank | 25 |
| Union Bank of India | 64 | DCB Bank | 2 |
| Punjab & Sind Bank | 173 | IDBI Bank Ltd. | 3 |
| Indian Bank | 54 | ICICI Bank | 4 |
| Canara Bank | 44 | Indusind Bank | 2 |
| Bank of Baroda | 32 | Punjab Gramin Bank | 145 |
| Bank of India | 39 | Capital SFB | 2 |
| Bank of Maharashtra | 11 | Ujjivan SFB | 1 |
| Pb. State Co-op. Bank | 12 |  |  |
| Central Bank of India | 28 |  |  |
| Indian Overseas Bank | 8 |  |  |
| **TOTAL** | | | **1639** | |

The District wise pending applications are as under: -

|  |  |  |  |
| --- | --- | --- | --- |
| **Name of the District** | **No. of Pending Applications** | **Name of the District** | **No. of Pending Applications** |
| Barnala | 93 | Mansa | 136 |
| Ludhiana | 61 | Patiala | 256 |
| Faridkot | 176 | Rupnagar | 184 |
| Ferozepur | 35 | Sangrur | 115 |
| Hoshiarpur | 11 | Muktsar Sahib | 96 |
| Jalandhar | 109 | Amritsar | 5 |
| Kapurthala | 106 | Bathinda | 95 |
| Fatehgarh Sahib | 48 | SAS Nagar | 47 |
| Moga | 31 | Fazilka | 35 |
| **TOTAL** | | | **1639** |

**Action Points:**

The Controlling Head of Banks are requested to direct their Branches to sponsor candidates to RSETI for Training/Skill Development and dispose of the loan applications of RSETI trained candidates if any on urgent basis.

LDMs are also requested to review the pending applications in their BLBC and DCC meetings.

|  |  |
| --- | --- |
| **Item No. 36.2** | **Performance of the RSETIs functioning in the State**. |

The cumulative progress of RSETIs up to March 2022

It is observed that: -

* 4092 training programmes of skill development were organized wherein 110228 trainees participated.
* 22099 trainees were financed by the banks to start their Enterprises and 38368 trainees set up their enterprises through own funds.
* Out of total 110228 trainees, 61392 were from SC category, 78 STs, 14005 from OBC, 16658 from minority and 22673 were from other categories.
* 74011 Women and 464 Handicapped persons were also provided training for self-employment.

|  |  |
| --- | --- |
| **Item No. 37** | **Issues of Unique Identification Authority of India (UIDAI)** |

**Bank Branches with Zero Enrolment/ Updates in last 30 days:-**

Out of 438 working kits in bank branches, 6 kits (details attached as Annexure -III) have done Zero Aadhaar Enrolment & Updation in the last 30 days. It may be ensured that all Aadhaar enrolment centres opened by banks must carry out enrolments & updation on daily basis.

**Annexure – I**

**List of Pin Codes having no Aadhaar Enrolment Center**

|  |  |  |
| --- | --- | --- |
| **District Name** | **Number of Pincodes** | **Pincodes** |
| Hoshiarpur | 6 | 144203,144206,144404,144406,146103,146115 |
| Jalandhar | 14 | 144010,144011,144024,144028,144029,144030,144032,144043,144044,144311,144403,144513,144631,144803 |
| Kapurthala | 4 | 144403,144408,144631,144803 |
| Ludhiana | 9 | 141103,141113,141125,141201,141412,141418,141419,142024,142030 |
| Moga | 1 | 142041 |
| Pathankot | 1 | 143525 |
| Sangrur | 2 | 148018, 148019 |
| SAS Nagar (Mohali) | 5 | 140109,140506,140604,147506,160003 |
| Shaheed Bhagat Singh Nagar | 5 | 144029,144203,144513,146115,144506 |
| Tarn Taran | 1 | 143003 |
| **Grand Total** | **48** |  |

**Annexure – II**

**Status as on 31.03.2022**

**Bank wise Status - Number of Aadhaar centres opened in the bank branches**

|  |  |  |  |
| --- | --- | --- | --- |
| **BANK NAME** | **Total no. of Bank Branches in Punjab** | **No. of Bank branches at a minimum 1 out of 10 branches** | **Aadhaar Centres operational in bank branches** |
| PUNJAB NATIONAL BANK | 1089 | 109 | 42 |
| Punjab & Sind Bank | 635 | 64 | 26 |
| UCO BANK | 170 | 17 | 6 |
| BANK OF BARODA | 219 | 22 | 21 |
| Bank of India | 163 | 16 | 20 |
| Bank of Maharashtra | 30 | 3 | 3 |
| CANARA BANK | 290 | 29 | 21 |
| CENTRAL BANK OF INDIA | 149 | 15 | 16 |
| INDIAN BANK | 204 | 20 | 28 |
| INDIAN OVERSEAS BANK | 103 | 10 | 21 |
| STATE BANK OF INDIA | 943 | 94 | 92 |
| UNION BANK OF INDIA | 302 | 30 | 23 |
| IDBI Bk Ltd. | 82 | 8 | 7 |
| J&K BK Ltd | 19 | 2 | 1 |
| HDFC BK Ltd | 464 | 46 | 37 |
| ICICI Bk Ltd. | 271 | 27 | 22 |
| Kotak Mah.Bk. | 90 | 9 | 2 |
| Yes Bank | 96 | 10 | 7 |
| Federal Bank Ltd. | 30 | 3 | 2 |
| IndusInd Bank | 131 | 13 | 12 |
| AXIS Bank | 351 | 35 | 1 |
| Bandhan Bank | 38 | 4 | 0 |
| CAPITAL SMALL FIN. BK. | 131 | 13 | 14 |
| Ujjivan Small Finance Bank | 16 | 2 | 0 |
| Pb. Gramin Bk. | 419 | 42 | 14 |
| **TOTAL** | **6435** | **644** | **438** |

**Annexure – III**

**Status as on 31.03.2022**

**List of Centres with Zero enrolments**

|  |  |  |
| --- | --- | --- |
| Agency Name | Centre Summary | District |
| J & K Bank | J&K BANK ADDA BASTI G T ROAD JALANDHAR, Jalandhar, Jalandhar - I, Punjab - 144001 | Jalandhar |
| CENTRAL BANK OF INDIA | CENTRAL BANK OF INDIA , MUKTSAR, Sri Muktsar Sahib, Akalgarh, Punjab - 152026 | Sri Muktsar Sahib |
| Punjab National Bank | punjab national bank, Dera baba nanak,, Gurdaspur, Dera Baba Nanak, Dera Baba Nanak, Punjab - 143604 | Gurdaspur |
| Punjab National Bank | SAMRALA, CHANDIGARH ROAD , Ludhiana, Samrala, Samrala, Punjab - 141114 | Ludhiana |
| Punjab & Sindh Bank | Punjab and Sind Bank, 65 jhoke road ferozepur cantt, Ferozepur, Ferozepur, Ferozepur, Punjab - 152001 | Ferozepur |
| Punjab & Sindh Bank | PSB ZIRA, GAUSHALA ROAD ZIRA, Ferozepur, Zira, Zira, Punjab - 142047 | Ferozepur |

|  |  |
| --- | --- |
| **Item No.38** | **Scale of Finance in Agriculture Advances** |

During the deliberations in the SLBC Meeting held on 14.02.2019, it was observed that few of the banks are sanctioning Agriculture Advances more than the scale of finance prescribed by NABARD/State Govt. due to which farmers are over financed as against the land they are cultivating. Large numbers of farmers are getting Multiple Financing from different banks after obtaining part Jamabandi instead of total Jamabandi of farmer’s landholding. Due to over financing, farmers are not able to service their advances and are under distress. State Govt. may pass instructions to revenue Deptt. that whenever Fard Jamabandi is asked it should be issued for total land owned by the farmer.

**Observation: -**

Financing over and above the scale of finance increases farmer’s distress.

**Action Points: -**

During the 154th SLBC meeting, Shri KAP Sinha, I.A.S Principal Secretary Finance, GoP advised that banks should be extra cautious to identify the area under lease and asked SLBC to conduct survey in 3-4 villages in different areas of Punjab to identify the land holding and area of lease submitted by the farmers to avail facility of KCC from the banks.

For this purpose, we have identified villages i. Doda in Muktsar, ii. Golewala in Faridkot, iii. Lambra in Jalandhar, iv. Chuni Kalan in Fatehgrh Sahib, v. Chagran in Hoshiapur, vi. Harsha Chhina in Amritsar, vii. Kalanaur in Gurdaspur and LDM has been asked to form survey team consisting of Senior Bankers/ Officials as under: -

* LDM of the District
* Representative of the Agriculture Department.
* Representative from the Revenue Department of nearby block.
* State Bank of India
* Punjab National Bank
* HDFC Bank

The Concerned LDMs have submitted the account wise detail of all the KCC sanctioned, ownership of agriculture land and Land on Lease. SLBC Punjab has calculated the eligible KCC limits of the Bank as per RBI Master Circular on KCC financing for comparison with actual sanctioned limits.

The conclusion on the basis of data received from study committee was put up to 157th SLBC with rider that the data provided by the Study Committee on District Level seems inconsistent and non-reliable. The study requires some expertise; we are of the opinion that the study may be conducted again with the induction of some experts from NABARD as the Member of the Committee.

The SLBC approved the committee comprising Dr. Satish Verma, Prof. RBI Chair, experts from NABARD & State Revenue Department and SLBC as members. The newly formed committee is re-examining the issue and will submit the report to SLBC after conducting the study.

|  |  |
| --- | --- |
| **Item No. 39** | **Debt- Relief announced to farmers in the State** |

Government of Punjab had issued a Notification on 17.10.2017 regarding Debt-Waiver for Small and marginal farmers upto Rs.2 lakhs.

As regard to debt waiver of Small & Marginal farmers, out of total 125494 cases benefit to 119285 farmers to the tune of Rs.1903 crores has already been credited in the accounts. The debt waiver could not be credited in 5890 accounts due to the reason of account closed/ No such account and amount returned back to Govt. account. The amount of Debt Relief has been initiated in 319 cases and under process with State Govt.

Agriculture Department, Government of Punjab has asked for Utilization Certificates from all the Banks.

Banks are requested to submit utilization certificate for having credited the debt waiver amount in farmer’s accounts.

**Summary of Debt-Relief payments as per Annexure - 48**

**Action Points:** -

Banks are requested to submit utilization certificate for having credited the debt waiver amount in farmers’ accounts.

In rejected cases by Patwaris, Banks are requested to take up the matter with SDM Committee in each district for rectification of data for getting Debt relief amount credited in farmers’ accounts.

|  |  |
| --- | --- |
| **Item No. 40** | **Ground level Credit data.** |

Ground level credit disbursement by the financial institutions in the State of Punjab. The position of disbursement segment wise as on 31.03.2022 is as under: -

**(Amount ` in Crore)**

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Particular** | **Crop Loans** | | | **Term Loan Agriculture** | | | **Total Agriculture** | | |
| **Targets** | **Achievements** | **%age Ach.** | **Targets** | **Achievements** | **%age Ach.** | **Targets** | **Achievements** | **%age Ach.** |
| Commercial Banks | 65659 | 53935 | 82 | 31360 | 14816 | 47 | 97019 | 68751 | 71 |
| RRBs | 7687 | 7514 | 98 | 1083 | 635 | 59 | 8769 | 8149 | 93 |
| Coop. Banks | 22356 | 13119 | 59 | 4877 | 1148 | ``24 | 27233 | 14267 | 52 |
| PADB | 0 | 0 | 0 | 1009 | 91 | 9 | 1009 | 91 | 9 |
| **Total** | **95701** | **74568** | **78** | **38329** | **16690** | **44** | **134031** | **91258** | **68** |

**(The Segment wise position is placed as Annexure-49)**

**Action Points: -**

Banks are requested to take steps to improve progress under Term Loan to Agriculture for Asset/Capital creation in rural area.

|  |  |
| --- | --- |
| **Item No. 41** | **National Strategy for Financial Inclusion (NSFI) 2019-24- Implementation** |

The [**Reserve Bank of India**](https://www.drishtiias.com/important-institutions/drishti-specials-important-institutions-national-institutions/important-institutions-national-institution-reserve-bank-of-india)has planned the **National Strategy for Financial Inclusion (NSFI)** for the period **2019-2024.** It is an ambitious strategy which aims to strengthen the ecosystem for various modes of digital financial services in all Tier-II to Tier VI centres to create the necessary infrastructure to move towards a less-cash society by March 2022. Financial inclusion is a key driver of economic growth and poverty alleviation.

**Classification of centres (tier-wise) Population (as per 2011 census)**

* **Tier I-**1,00,000 and above
* **Tier II-**50,000 to 99,999
* **Tier III-**20,000 to 49,999
* **Tier IV-**10,000 to 19,999
* **Tier V-**5,000 to 9,999
* **Tier VI-**Less than 5000

**Vision:** ‘A financially aware and empowered India’.

**Objectives:**  
- Create awareness and educate consumers on access to financial services, availability of various types of products and their features.  
- A target has been set that every willing and eligible adult, who has been enrolled under the [**Prime Minister Jan Dhan Yojana**](https://www.drishtiias.com/daily-updates/daily-news-analysis/important-facts-for-prelims-6th-september-2018), will be enrolled under an insurance scheme and a pension scheme by March 2020.

* Change attitudes to translate knowledge into behavior.
* Make consumers understand their rights and responsibilities as clients of financial services.
* Increase outreach of banking outlets to provide banking access to every village within a 5-km radius or a hamlet of 500 households in hilly areas by March 2020.
* Ensure that every adult had access to a financial service provider through a mobile device by March 2024.
* **Stakeholders:** It recognizes an indicative list of stakeholders-  
  Financial Consumers.
* Financial Market players like banks, [Non-Banking Financial Companies](https://www.drishtiias.com/daily-updates/daily-news-editorials/A%20nuanced%20understanding%20of%20the%20NBFC%20sector) (NBFC) etc.
* Educational Institutions.
* Non-Governmental Organizations (NGOs).
* Financial Sector Regulators.
* Both Central and State governments.
* Multilateral international players like [OECD](https://www.drishtiias.com/daily-updates/daily-news-analysis/oecds-forecast-for-global-economy-in-2060), [G-20](https://www.drishtiias.com/important-institutions/drishti-specials-important-institutions-international-institution/g-7), etc.

**Significance:**

Steps are needed to strengthen the digital financial services ecosystem including increased awareness on usage of digital modes of transactions, increased acceptance infrastructure and a safe environment incorporating the principles of consent and privacy.

### There is a need to develop a sector-specific action plan to monitor targets and review the progress, along with a strong regulatory and legal framework aimed at protecting the interests of the customers, promoting fair practices and curbing market manipulations.

Currently, financial inclusion policies are targeted towards specific sectors such as the [small and medium businesses](https://www.drishtiias.com/to-the-points/paper3/micro-small-and-medium-enterprises-msme), agriculture or specific regions such as the [aspirational districts.](https://www.drishtiias.com/daily-updates/daily-news-editorials/aspirational-districts-programme)

|  |  |
| --- | --- |
| **Item No. 42** | **Updating the Latitude-Longitude position of existing banking infrastructure (Bank Branch/ATM/Business Correspondence (BCA) on the Jan Dhan Darshak Application** |

The mission office, Department of Financial Services, Ministry of Finance, GoI, vide their letter dated 22.07.2019 informed that on the basis of updated data on GIS portal, an exercise was undertaken by the Department with NIC to identify the remaining uncovered villages i.e. the villages not having a Bank Branch/ATM/BC/Post Office within the 5 Kms. distance.

After launch of the Jan Dhan Darshak App on 25.09.2018, login credentials have been created for Banks to facilitate updation of Latitude Longitude position of their existing and newly opened Banking touch points on regular basis at the GIS App by the concerned Bank.

RBI has published the total number of Banking touch points in the Country, in its Annual Report 2018-19 and it is observed from the comparison of the data provided by RBI vis-à-vis data available on the Jan Dhan Darshak App, there is a difference between the two sets of number. On the same ground SLBC has observed that there is a difference of Banking touch points (Bank Branches, ATMs and BCAs). The details in this regard is enclosed as per **Annexure**- **50.**

Further, the LDMs were advised by the Ministry in the VC meeting with SLBCs to monitor the Data like Bank Branch Name, IFSC code, BSR code and Latitude Longitude position in their respective districts.

**Action Points: -**

All the Banks are requested to match the data of their Bank with Jan Dhan Darshak App and update the same, if there is any discrepancy.

**STATE GOVERNMENT RELATED ISSUES**

|  |  |
| --- | --- |
| **Item No. 43** | **Recovery of Banks' Dues - Pending Recovery Certificates under State Recovery Acts** |

The position as on March 2022of pending Recovery Certificates filed under State Recovery Acts is given below: -

**(Amt. in Crore)**

|  |  |  |  |
| --- | --- | --- | --- |
| **S. No.** | **Particulars** | **No. of RCs** | **Amount** |
| i | Cases settled during the quarter | 456 | 28.81 |
| ii | Total pending cases | 3268 | 654.84 |
| iii | Out of (ii) above, cases pending for less than six months | 1742 | 302.88 |
| iv | Out of (ii) above, cases pending for more than six months but less than one year. | 495 | 17.01 |
| v | Out of (ii) above, cases pending for more than 1 year. | 1031 | 334.95 |

**(Bank-wise position is as per Annexure-51)**

**(Dist.-wise position is as per Annexure-51.1)**

**Observations-**

The pendency in respect of RCs for more than One year is related to banks namely State Bank of India, Bank of Baroda, Punjab & Sind Bank, PNB, UCO Bank, Axis Bank, IDBI, J&K Bank and Punjab Gramin Bank.

The department of Institutional Finance & Banking has already written to all district authorities to give due priority to these cases.

**Action Points -**

Banks are requested to provide list of pending cases, take up with district authorities to discuss these cases and take steps for settlement of pending recovery cases.

|  |  |
| --- | --- |
| **Item No. 44** | **Delay in taking possession of assets by Chief Metropolitan Magistrates/District Magistrates under section 14 of SARFAESI Act, 2002** |

The Bank-wise position of pending cases under SARFASAI in the State of Punjab as on March 2022is as under: -

**(Amt. in Crores)**

|  |  |  |
| --- | --- | --- |
| **No. of Pending Cases with Metropolitan Magistrates/District Magistrates** | **Cases pending for more than one Month** | **Amount Involved** |
| **510** | **510** | **247.56** |

Department of Institutional Finance & Banking has already requested all the District Magistrates in the State of Punjab to accord due priority to these cases and if required Recovery Officer may be authorized for taking help of the police wherever necessary for the purpose.

**(Bank-wise position as per Annexure – 52)**

**Action Points: -**

Member Banks/LDMs to take note of the above instruction of the department and remain in touch with District Magistrates for settlement of pending cases under SARFAESI Act.

|  |
| --- |
| **MISC ITEMS FOR INFORMATION OF THE HOUSE.** |

|  |  |  |  |
| --- | --- | --- | --- |
| |  |  | | --- | --- | | **Item No. 45** | **Review of Performance of Banks (excluding Coop. Banks) in key areas relating to Deposits, Advances & Priority Sector Advances** | |  |

The comparative position of key banking parameters is given below: -

**(Amt. in crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Parameter** | **As At** | | | **Variation** | | | |
| **March 2020** | **March 2021** | **March 2022** | **March2021/March 2020** | | **March2022/March 2021** | |
| **Absolute** | **%age** | **Absolute** | **%age** |
| **Branches** | **6462** | **6472** | **6238** | **10** | **0.15** | **-234** | **-3.61** |
| **Agg. Deposits** | **406112** | **462824** | **510801** | **56712** | **13.96** | **47977** | **10.37** |
| **Advances** | **245483** | **274152** | **304061** | **28669** | **11.68** | **29909** | **10.91** |
| **PS Adv.** | **141963** | **151253** | **166953** | **9290** | **6.54** | **15700** | **10.37** |
| **Agri. Advances** | **71670** | **73351** | **79223** | **1681** | **2.35** | **5872** | **8.00** |
| **Adv. to MSME** | **54287** | **57118** | **74715** | **2831** | **5.21** | **17597** | **30.81** |
| **Weaker Sector Adv.** | **35476** | **43657** | **56555** | **8181** | **23.06** | **12898** | **29.54** |

**(Bank-wise position is given in Annexure- 53, 14 & 54)**

|  |  |
| --- | --- |
| **Item No. 46** | **Position of NPA** |

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **No. of Accounts** | **Amount in Crores** | **NPA Percentage** | **QoQ variation (Amt)** | **QoQ variation (PPs)** |
| June 2021 | 1454764 | 31756 | 11.32 |  |  |
| Sept.2021 | 389031 | 23501 | 8.33 | -8255 | -25.99 |
| Dec.2021 | 388250 | 24519 | 8.06 | 1018 | 4.33 |
| March 2022 | 394382 | 23113 | 7.60 | -1406 | -5.73 |

**(Bank-wise position is given in Annexure- 53)**

|  |  |
| --- | --- |
| **Item No. 47** | **Deposit Growth** |

**(Amt. in Crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Aggregate**  **Deposits** | **As At** | | | **Variation** | | | |
| **March 2020** | **March 2021** | **March 2022** | **Mar. 2021/**  **Mar. 2020** | | **Mar. 2022/**  **Mar. 2021** | |
| **Absolute** | **%age** | **Absolute** | **%age** |
| **Rural** | **91442** | **91950** | **112156** | **508** | **0.56** | **20206** | **21.97** |
| **Semi Urban** | **123703** | **144657** | **159445** | **20954** | **16.94** | **14788** | **10.22** |
| **Urban** | **190967** | **226217** | **239200** | **35250** | **18.46** | **12983** | **5.74** |
| **Total** | **406112** | **462824** | **510801** | **56712** | **13.96** | **47977** | **10.36** |

**Observation:**

The aggregate deposits of the Banks in Punjab increased by Rs. 47977 Crores from Rs. 462824 crores as at March 2021 to Rs. 510801 crores as at March 2022, thus posting a growth of 10.36% as against an increase of 13.96% during the corresponding period last year.

|  |  |
| --- | --- |
| **Item No. 48** | **Credit Expansion** |

Area wise analysis is summarized below: -

**(Amount in Crore)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Total Advances** | **As At** | | | **Variation** | | | |
| **March 2020** | **March 2021** | **March 2022** | **Mar. 2021/**  **Mar. 2020** | | **Mar. 2022/**  **Mar. 2021** | |
| **Absolute** | **%age** | **Absolute** | **%age** |
| **Rural** | **51765** | **55710** | **58659** | **3945** | **7.62** | **2949** | **5.29** |
| **Semi Urban** | **66632** | **67072** | **80324** | **440** | **0.66** | **13252** | **19.75** |
| **Urban** | **127086** | **151370** | **165078** | **24284** | **19.11** | **13708** | **9.05** |
| **Total** | **245483** | **274152** | **304061** | **28669** | **11.68** | **29909** | **10.91** |

**Observation:**

Gross credit in the State of Punjab has been increased by Rs. 29909 crores, from Rs.274152 crores as at March 2021 to Rs. 304061 crores as at March 2022, thus exhibiting a growth of 10.91% as against the growth of 11.68% during the same period last year.

|  |  |
| --- | --- |
| **Item No. 49** | **Education Loan achievements** |

The performance of Scheduled Commercial Banks as on 31.03.2022 for the financial year 2021-22 is as under: -

**(Amount` in Crore)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Year** | **Accounts** | **Balance O/S** | **Increase** | |
| **Absolute** | **%age** |
| March 2020 | 31985 | 1745 |  |  |
| March 2021 | 29452 | 1771 | 26 | 1.47 |
| March 2022 | 28577 | 1879 | 108 | 6.10 |

**(Bank-wise position is as per Annexure-55)**

**Observation:**

There is an increase of Rs.108 crores from 1771 crores to 1879 crores on YoY basis in Education loan.

|  |  |
| --- | --- |
| **Item No. 49.1** | **Progress of Education loans to Women Students.** |

**(Amt.** **in Crores)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Total Education Loan disbursed during the quarter ended March 2022** | | **Out of which advances to women student during the quarter ended March 2022** | | **% of advances made to women student** | |
| **No. of account** | **Amount** | **No. of account** | **Amount** | **No. of account** | **Amount** |
| 3650 | 278 | 979 | 92 | 26.82 | 33.09 |

**(Bank-wise position is as per Annexure-55)**

**Observation:**

During the quarter ended March 2022, the banks in the State of Punjab have disbursed 3650 education loans amounting to Rs.278 crores, out of which 979 loans amounting to Rs.92 crores have been disbursed to female students. The percentage of loans advanced in terms of Number of accounts and amount to women comes to 26.82% & 33.09% respectively.

|  |  |
| --- | --- |
| **Item No. 50** | **Advances to Minority Community** |

The comparative position is given below: -

**(Amt.** **in Crores)**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Minority**  **Community** | **March 2020** | | **March 2021** | | **%age Growth**  **March 2021/**  **March 2020** | **March 2022** | | **%age Growth**  **March 2022/**  **March 2021** |
| **A/Cs** | **Amt. O/S** | **A/Cs** | **Amt. O/S** | **A/Cs** | **Amt. O/S** |
| **Muslims** | **25801** | **1080** | **31360** | **1124** | **4.07** | **34476** | **1056** | **-6.04** |
| **Christians** | **13007** | **247** | **15164** | **277** | **12.15** | **18836** | **304** | **9.74** |
| **Budhists** | **792** | **45** | **784** | **26** | **-42.22** | **6002** | **96** | **269** |
| **Jains** | **3986** | **982** | **4871** | **1064** | **8.35** | **11249** | **909** | **-14.56** |
| **Total** | **43586** | **2354** | **52179** | **2491** | **5.82** | **70563** | **2365** | **-5.05** |

**(Bank-wise position is as per Annexure-56& 56.1)**

**Observation:**

The overall advances to minority communities has shown decline of Rs.126 crores, from Rs.2491 crores as at March 2021 to Rs.2365 crores as at March 2022. During the quarter ended March 2022, banks disbursed advances to the tune of Rs.415 crores to 25899 borrowers belonging to minority communities.

|  |  |
| --- | --- |
| **Item No. 51** | **Advances to Weaker Sector** |

**(Amt. in Crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **No of Branches** | **Weaker Sector as at 31.03.21** | | **Weaker Sector as at 31.03.22** | | **Variation in amount** | **%age Variation** |
| **No** | **Amount** | **No** | **Amount** |
| Public Sector Banks | 4033 | 1039927 | 27120 | 1233302 | 37398 | 10278 | 37.89 |
| Private Sector Banks | 1797 | 1237950 | 12477 | 1678969 | 14081 | 1604 | 12.85 |
| Regional Rural Banks | 423 | 190880 | 4060 | 264038 | 5076 | 1016 | 25.02 |
| **TOTAL** | **6253** | **2468757** | **43657** | **3176309** | **56555** | **12898** | **29.54** |

**(Bank wise detail is at Annexure-54)**

**Observation:**

The Weaker Sector Advances in the State during the period under review witnessed an increase of Rs. 12898 Crores i.e. from Rs. 43657 crores as at 31st March 2021 to Rs.56555 crores as at 31st March 2022 thus showing growth of 29.54 %.

|  |  |
| --- | --- |
| **Item No. 52** | **Advances to SC Beneficiaries** |

**(Amt. in Crores)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Year** | **Accounts** | **Balance Outstanding** | **Increase** | |
| **Absolute** | **%age** |
| March 2020 | 315237 | 4739 |  |  |
| March 2021 | 625521 | 5751 | 1012 | 21.35 |
| March 2022 | 652382 | 5494 | -257 | -4.47 |

**(Bank-wise position as per Annexure-54)**

**Observation:**

The **Advances to SC Beneficiaries** in the State during the period under review witnessed a decline of Rs.257 Crores i.e. 4.47 % which is a matter of concern.

|  |  |
| --- | --- |
| **Item No. 53** | **Advances to Women Beneficiaries** |

**(Amt. in Crores)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Year** | **Accounts** | **Amt. O/S** | **Increase (Amt)** | |
| **Absolute** | **%age** |
| March 2020 | 1330010 | 27745 | 3377 |  |
| March 2021 | 1515449 | 30375 | 2630 | 9.48 |
| March 2022 | 1722679 | 33195 | 2820 | 9.28 |

**(Bank-wise position is as per Annexure-57 & 57.1)**

**Observation:**

The overall advances to women beneficiaries witnessed an increase of Rs.2820 crores from Rs.30375 crores as at March 2021 to Rs. 33195 crores as at March 2022, thus registering the increase by 9.28%. In the State of Punjab, the share of advances to women beneficiaries to Net Bank Credit as at March 2022 stands at 12.00%, against target of 5%.

During the quarter ended March 2022 banks have disbursed loans to the tune of Rs.5527 crores to 268987 women beneficiaries.

|  |  |
| --- | --- |
| **Item No. 54** | **FINANCING UNDER THE NEGOTIABLE WAREHOUSE RECEIPTS (NWRs) OF WDRA (Warehousing Development and Regulatory Authority)** |

On the basis of reports received from Banks, progress for the quarter ended March 2022 is as under: -

**(Amount in Crores)**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Institution** | **Disbursement during the**  **Q.E. March 2022** | | **Disbursement during the Year 2021-22** | | **Outstanding as on 31.03.2022** | |
| **No. of A/Cs** | **Amt.** | **No. of A/Cs** | **Amt.** | **No. of A/Cs** | **Amt.** |
| Public Sector Banks | 107 | 485.19 | 250 | 740.60 | 236 | 632.68 |
| Private Sector Banks | 4 | 5.19 | 19 | 27.69 | 16 | 15.32 |
| RRBs | 0 | 0 | 0 | 0 | 0 | 0 |
| Co-operative Banks | 0 | 0 | 0 | 0 | 0 | 0 |
| **Total** | **111** | **490.38** | **269** | **768.29** | **252** | **648** |

**(Bank wise position as per** **Annexure – 58**)

|  |  |
| --- | --- |
| **Item No. 55** | **Issuance of General Credit Cards** |

The progress achieved by banks in issuance of GCCs up to March 2022 in Punjab State is as follows: -

**(Amt. in Crores)**

|  |  |  |  |
| --- | --- | --- | --- |
| **GCC issued during 2021-22 up to March 2022** | | **GCCs Outstanding as at 31.03.2022** | |
| **Number** | **Amount** | **Number** | **Amount** |
| 27904 | 2883.58 | 311724 | 10013.59 |

**(The position is placed as Annexure-59)**

|  |  |
| --- | --- |
| **Item No. 56** | **Implementation of Nayak Committee Recommendations** |

As per Reserve Bank of India guidelines for assessing working capital limits of village, tiny and other SSI units requiring fund-based limits up to Rs. 5 crores, banks have to adopt procedure based on Nayak Committee guidelines, i.e. sanction of working capital limits @ 20% of the projected turnover.

The performance data of banks in implementing Nayak Committee recommendations during the quarter ended March 2022 is given below: -

**(Amt. ` in crore)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Sr. No.** | **Particulars** | **Previous quarter ended Dec 2021** | | **Current quarter ended March 2022** | |
| **No.** | **Amount** | **No.** | **Amount** |
| **a** | **Loans sanctioned to SSI** | **19521** | **1097.87** | **14565** | **1149.50** | |
|  | **Out of (a) above, loans sanctioned as per Nayak Committee Norms.** | **19355** | **1076.91** | **14386** | **1059.50** | |

**(Bank-wise performance is as per Annexure-60)**

**Observation-**

During the quarter ended March 2022, banks have sanctioned loans amounting of Rs. 1150 crores to 14565 SSI units. Out of these, Rs. 1060 crores have been sanctioned to 14386 SSI units as per Nayak Committee Norms which constitutes 98.77% cases. In remaining cases, the borrowers were not willing to avail the credit limits as per Nayak Committee Recommendations, due to the turnover of current assets being high and/or higher level of creditors.

|  |  |
| --- | --- |
| **Item No. 57** | **Progress report of Financial Literacy Centres** |

Progress Report of FLCs for the quarter ended **March 2022** is as under: -

* 1344 Target group specific camps have been conducted by FLCs in the State of Punjab.
* 951 special camps have been conducted by FLCs for people newly inducted into the Financial System in the State of Punjab.
* A total of 4092 FLC Camps have been conducted by 3143 rural branches during the quarter and 127325 persons participated in these camps.

(Detail of camps organized by Rural Branches and FLCs is as per

**Annexure-61 & 61.1**)

**Action Points:**

Member banks to advise their FLCs for regular conduct of camps and also to keep record through photographs/ other documents. As per RBI guidelines every rural branch should conduct minimum one literacy camp during the month in their area.

|  |  |
| --- | --- |
| **Item No. 58** | **Financial Literacy Project in Schools** |

Ministry of Finance has directed all banks to organize financial literacy programs in schools on Pan India basis. 100 schools per district have already been mapped with bank branches operating in the district.

|  |  |  |  |
| --- | --- | --- | --- |
| **Period** | **No. of school mapped** | **No. of camps organized** | **No. of Student participated** |
| 30.06.2021 | 2200 | 20 | 296 |
| 30.09.2021 | 2200 | 118 | 1586 |
| 31.12.2021 | 2200 | 91 | 2987 |
| 31.03.2022 | 2200 | 80 | 3237 |

**As schools in the state were closed due to COVID-19, Lesser camps could be organized during the period.**

|  |  |
| --- | --- |
| **Item No. 58.1** | **Spread of Financial Literacy – Financial literacy camps in Industrial Training Institutes (ITIs), Vocational Training Partners (VTPs), Operational Centres (OCs) & schools** |

Various Vocational Training centres and ITIs operating in the state have been mapped with the Financial Literacy Centres.

The progress in conducting of camps in skilling Centres is as under: -

|  |  |  |  |
| --- | --- | --- | --- |
| **Period** | **No. of Skilling Centres mapped** | **No. of camps organized** | **No. of Trainees participated** |
| 30.06.2021 | 419 | 22 | 384 |
| 30.09.2021 | 419 | 160 | 3589 |
| 31.12.2021 | 419 | 65 | 3310 |
| 31.03.2022 | 419 | 67 | 1913 |

**As schools/ ITI’s in the state were closed due to COVID-19, Lesser camps could be organized during the period.**

|  |  |
| --- | --- |
| **Item No. 59** | **CONSTITUTION OF COMMITTEES** |

|  |  |  |  |
| --- | --- | --- | --- |
| **SR NO** | **AGENDA ITEM Nos.** | **Decisions taken in the SLBC meetings** | **ACTION TAKEN** |
| 1. | |  | | --- | | **4.6 of 154th Meeting- Scale of Finance in Agriculture Advances** | | Principal Secretary Finance, GoP advised to conduct a pilot study by reconstituting committee comprising of following members:  RBI Chair, Experts from NABARD and Revenue Dept. | On the recommendations of The Principal Secretary Finance, GoP to study over financing in agriculture, the committee was reconstituted with the induction of experts from RBI Chair, NABARD & Revenue Dept. as the Members of the Committee. The newly formed committee is re-examining the issue and will submit the report to SLBC after conducting the study. |
| 2. | **7 of 156th Meeting -Advances to MSME in priority sector** | To conduct a study on the MSME model in the state to improve MSME advances in priority sector | **SIDBI** has conducted the study on the MSME model in the state on the lines of study done in Haryana state. The findings of the same has been shared with RBI as well as Institution Finance and Banking Punjab. We request RBI to kindly suggest us the implementations to be made in the state of Punjab. |
| 3. | **13 of 156th Meeting -PMAY Housing for all by 2022** | For finding constructive ways to improve credit offtake under the scheme to all Grade C & D employees of the state.  Committee Suggested-   1. Convener SLBC 2. PUDA officials 3. Officials from Local Bodies Dept. | Punjab Urban Planning & Development Authority (PUDA) is bringing new project of affordable houses for the EWS category for meeting housing needs of the weaker section and Group C & D employees of Govt. of Punjab. The employees may be covered under PMAY with consultation with Local Govt. Bodies.  During deliberations in the 157th as well as 158th meeting of SLBC, PUDA was requested to finalize the scheme/project and provide progress to SLBC. However, till date no response has been received.  **PUDA to deliberate.** |

|  |  |
| --- | --- |
| **Item No. 60** | **Time line for convening SLBC meetings** |

**Time line for convening SLBC meetings as advised by RBI is reiterated for the information of members as under: -**

|  |  |
| --- | --- |
| **Activity** | **To be completed by (Date)** |
| Preparation of calendar of SLBC meetings and intimation to all concerned of the cut off dates of submission of data and dates of meetings as per dateline given below:- | 15th of January every year |
| Reminder regarding the exact date of meeting and submission of data by banks to SLBC | 15 days before the end of the quarter |
| Dead line for receipt of data by SLBC Convener Bank | 15 days from the end of the quarter |
| Distribution of agenda cum background papers | 20 days from the end of the quarter |
| Holding of SLBC Meeting | Within 45 days from the end of the quarter |
| Forwarding the minutes of the meeting to all stakeholders | Within 10 days from the holding the meeting |
| Follow up of action points emerged from the meeting | To be completed within 30 days of forwarding the minutes for review in the next meeting |

**Observation: -**The data for the Q.E March 2022 was submitted on due date 15.04.2022 as per RBI guidelines only by the 4 banks i.e.. Central Bank of India, PNB, HDFC & Punjab Gramin Bank. All the other banks submitted the data after 25.04.2022 with great persuasion.

**Action Points:** Banks and LDMs are requested to ensure submission of correct data duly checked as per above schedule. Banks are also requested to submit the entire data in a single bulk, complete in all respect and no column should be left blank.

|  |  |
| --- | --- |
| **Item No. 61** | **Calendar for the SLBC Meetings –F.Y. 2022-23** |

The next SLBC Meetings for the Financial Year 2022-23 has been scheduled to be held as per Calendar given below:-

|  |  |  |
| --- | --- | --- |
| **SLBC Meeting** | **Quarter which is to be reviewed** | **Date of Meeting** |
| 161st | June 2022 | 10.08.2022 (Wednesday) |
| 162nd | September 2022 | 10.11.2022 (Thursday) |
| 163rd | December 2022 | 13.02.2023 (Monday) |

|  |  |
| --- | --- |
| **Item No. 62** | **Any other issue with the permission of the Chair** |

**\*\*\*\*\*\*\*\*\*\***

Annexure-62

MINUTES **OF 159th MEETING OF STATE LEVEL BANKERS’ COMMITTEE, PUNJAB Held on 23.02.2022.**

**CONVENER: PUNJAB NATIONAL BANK**

The **159th Meeting** of the **State Level Bankers’ Committee, Punjab** to review the performance of banking system in the State of Punjab for the quarter ended **December 2021** was held on **23.02.2022 at Hotel Timber Trail Heights** from **03:00 P.M onwards** under the **Chairmanship** of **Sh. Swarup Kumar Saha, Executive Director, Punjab National Bank; Sh. K.A.P. Sinha, I.A.S, Additional Chief Secretary Finance, Government of Punjab** was the Chief Guest of the meeting and **Sh. Jyoti Kumar Pandey**, **Regional Director, RBI** was the Guest  
of Honour. Besides, the meeting was attended by **Madam Garima Singh, IRS, Secretary Finance cum Director, Institutional Finance & Banking, Punjab**; **Madam Gurpreet Sapra, IAS, Secretary Finance, Institutional Finance & Banking, Punjab**; **Dr Rajiv Siwach, Chief** **General Manager, NABARD, Chandigarh**; **Shri Kiranjit Shorey, General Manager, Corporate Office, Punjab National Bank(through VC);** **Shri Sumanta Mohanty, Convenor, SLBC Punjab & Zonal Manager, Punjab National Bank, Ludhiana Zone &** and Senior Officers from RBI, NABARD, State Government, Banks, Financial Institutions and various Corporations.

The list of participants is as per **Annexure-I.**

**At the outset, Shri Sumanta Mohanty, Convenor-SLBC Punjab & Zonal Manager, Punjab National Bank, Ludhiana Zone** in his welcome addressextended a warm & hearty welcome to **Sh. K A P Sinha, IAS,Additional Chief Secretary Finance, Government of Punjab; Sh. Swarup Kumar Saha, Executive Director, PNB; Sh. Jyoti Kumar Pandey**, **Regional Director, RBI;** **Madam Garima Singh, IRS,** Secretary Finance cum Director, Institutional Finance & Banking, Punjab; **Dr. Rajiv Siwach, Chief** **General Manager, NABARD**; **Dr. Anil Yadav, GM, RBI**:**Shri Kiranjit Shorey, General Manager, Corporate Office, PNB** and Senior Officers from RBI, NABARD, State Government, Banks, Financial Institutions, various Corporations.

Talking on the progress of Banks in Punjab for the period ended December, 2021, he said the YOY credit growth in is 12.30% as on 31.12.2021. SCB growing @12.24%, PSB growing @8.48% and HDFC is growing @22.70%. the agriculture in the state is growing @4.84%, SCB growing @4.01%, PSU banks growing @0.95% and HDFC is growing @8.63%. Our schemes under AIF and other investment credit is not picking up. Under AIF total application receipt is 157 sanctioned 108 and pending 49. Under PMFME total applications received 260 sanctioned 91 and pending 95. All stakeholders must take a view how to proceed in this matter.

Further, speaking of NPA under agriculture, the Scheduled Commercial Banks have 12.98% of Agriculture Advances and 3.18% of total advances. He requested that Govt cooperation is required for recovery and resolution of Agriculture NPA. Also 1055 RC cases amounting to Rs. 499.77 Cr are pending, out of which cases pending for more than 1 year are 833 with Amt Rs.268.86cr.

Coming to the progress of the banks under various parameters in the state, he said the National Goals target of the State has been achieved in the current quarter with the public sector banks i.e. IOB (100%), PSB(80.80%),and UCO(94.57%) being the top achievers in Priority sector advances. The overall achievement of state under PMMY is 153% and public sector banks have performed very well in the scheme for achievement of targets as compared to private banks. Top achiever banks are UBI (313%), PNB(118%) and AXIS(155%).

Under the Atmanirbhar Bharat Package, various steps have been taken by the Govt. by launching different schemes like Emergency Credit Line Guarantee Scheme, PMFME, Agriculture Infrastructure Fund (AIF), Animal Husbandry Infrastructure Development Fund (AHIDF), Fisheries Infrastructure Development Fund (FIDF) etc. The responsibility for effective implementation of these schemes lies on our shoulders as it will not only help in substantial economic growth but also in nation building.

Bankers have played a very crucial role during 3 waves of COVID 19 and have tried their best to keep the economy moving. He complimented all the member banks for their sincere efforts and wished a fruitful & conclusive deliberations on all agenda issues of the meeting.

**Sh. Swarup Kumar Saha, Executive Director, Punjab National Bank** in his key note address extended a warm and hearty welcome to distinguished guests **Sh. K A P Sinha, IAS,Additional Chief Secretary Finance, Government of Punjab** ,Sh. Jyoti Kumar Pandey, Regional Director, Reserve Bank of India; Madam Garima Singh, IRS, Secretary Finance cum Director, Institutional Finance & Banking; Sh. Anil Yadav, GM,RBI; Dr. Rajiv Siwach, Chief General Manager, NABARD; along with senior executives from State Government, Banks, Financial Institutions, RBI, NABARD and other offices.

On the economic front, there has been overall development with rapid vaccination coverage. As the economy is resuming some sort of normalcy, GDP is expected to grow at 9.2% in the current year. RBI has also announced various economic measures in the last monetary policy review to support the economic growth.

Reserve Bank of India has also started financial literacy campaign from February 14th-18th, 2022 with the objective “Go Digital Go Secure” which is a very important theme in the current context as we are going more and more on the digital front. Going forward, all member banks will continue to give prime importance to this in the months to come.

Reviewing the performance of the banks in the state for the Q.E. Dec 2021, he apprised the house that under the annual credit plan, banks in the state have disbursed 1.19 lakh crores i.e. 71% of annual ACP targets for FY 2021-22 as on 31.12.21 and congratulated the Banks & LDMs of Mukhtsar Sahib, Amritsar, Fatehgarh sahib & Barnala district for achieving more than 100% of allotted targets under total priority sector. The achievement under the agriculture and MSME sector is 66% and 95% respectively.

Further, the banking business under the various segments in Punjab grew as deposits increased by 10.42% and advances by 12.30%. Agriculture advances grew by 4.84%, weaker sector advances by 26%. The achievement of national goal under priority sector is 58.78%. The CD RATIO of banks has improved to 60.24% as on Dec 21 from 59.24% as at Dec 20.

Credit facility to the tune of Rs.2006 crores has been sanctioned to more than 3.42 lakh beneficiaries under Pradhan Mantri Mudra Yojna. Amount of more than Rs.5300 cr has been sanctioned to more than 1.52 lakh borrowers under ECLGS in the state, which has now been increased by Rs 50,000 crore to a total guarantee cover of Rs 5 lakh crore and timeline has also been extended to March 2023 in the recent budget by Govt. of India. More than 2.11 lacs KCC has also been sanctioned under this period.

Under the PMSVAnidhi scheme, out of the 43406 sanctioned applications, disbursement has been made in 38143 cases i.e. 87% of the total sanctioned cases. He requested the member banks to expedite the disposal of pending applications. Further under the PM Formalisation of Micro Food Processing Enterprises Scheme, out of total 260 received applications, 91 applications amounting to Rs.16 Cr have been sanctioned and 95 applications are still pending with banks as on 28.01.2022. He again urged upon all the member banks to dispose of the pending applications.

Speaking about the performance under NRLM, he said out of allotted annual target of 10,000 accounts with amount Rs.100cr, banks in the state have achieved 7641 accounts i.e.76% achievement with corresponding sanction amount of Rs.46 crores. Under the KCC, lot of campaigns have been going on wherein 10674 applications have been received so far for KCC to Animal Husbandry & Dairy out of which 7193 have been sanctioned.

In terms of the adoption of Digital payment system, Kapurthala and SAS Nagar were identified for 100% digitalisation and the progress of coverage of individuals as of now is 86.37 & 80% respectively. Digital penetration in current accounts stands at 75% and 68% in Kapurthala & Mohali District respectively. Member banks and concerned LDMs to make concerted efforts for 100% achievement.

While concluding, the Chairman SLBC Punjab thanked the state Govt., RBI, NABARD for their excellent support and guidance rendered to the banking industry over the years. He also specially thanked to **Sh. Jyoti Kumar Pandey**, **Regional Director, RBI** for his valuable contribution in various SLBC meetings and assured full cooperation on behalf of banking fraternity to State Govt. & all other stakeholders for strengthening & uplifting the socio economic position of Punjab state.

**Sh. Jyoti Kumar Pandey**, **Regional Director, RBI** welcomed the dignitaries, the banking fraternity and State govt. departments. To begin with, he said we as bankers led by the policy makers from state government, actually should take it up present agenda and need to work on revitalizing the economy of Punjab and bring back the prosperity

for which the state was once known for by taking corrective steps under the able leadership of state, NABARD & other agencies specially the bankers.

Talking about the main concerns he said, Punjab is a cash rich state as the money is domestically created and we get remittances from overseas but unfortunately we are not able to really deploy it in a more fruitful and sensitive way. What has actually triggered it are some of the fraudulent activities, one of them on which Honorable High court Punjab & Haryana has passed a judgment also was on digital frauds in which the court has directed the Reserve Bank of India, State Govt. and Bankers to come together, take corrective steps and make some preventive mechanism for resolving this menace. As this is a serious concern and ground level procedures need to be evolved to address this particular issue.

Further, he said to regain the lost glory of Punjab state in the area of agriculture, RBI has been taking up with various stakeholders including financial institutions and state government. RBI has suggested the state govt. for working on digitalization of land records and giving appropriate access to people who need to use the records. He stressed upon to have a more legalized and formal setup of lending to help the farmers.

Another important action point is that RBI is organizing Financial literacy campaign which was supposed to be for a week i.e. 14th-18th Feb 2022 but now will be celebrated as a process over the year for creating digital awareness. The theme is “Go Digital Go Secure” and request is to all the member banks to only display the posters and spread the message but whole heartedly because going forward digital is the way banking will be happening. So this should not be an event for a week and rather the whole year.

He urged upon all the bankers to come forward and make banking a better experience for the state of punjab.

**Sh. K A P Sinha, I.A.S, Additional Chief Secretary Finance, Government of Punjab,** Chief Guest of the meeting, in his keynote address said the vision and reasons with which nationalization was done was primarily because of the fact that there was need to support the weaker/lower strata of society i.e. farmers. Punjab being predominantly an Agriculture economy, so the concern is to lend money to those who are in the farming segment. So mainly because of this primary sector, this decision was taken and it becomes our duty for the state of Punjab to make this SLBC forum more and more relevant.

Being a very important platform, people of state can be conveniently facilitated through SLBC and engaged into the sector for which the state is known for as growth of economy of state is dependent primarily on agriculture.

He further said with the efforts of all concerned, the performance indicators have improved a lot and impressed upon to keep moving forward & strive hard for better performance.

The Agenda Items were discussed as under: -

|  |  |
| --- | --- |
| **Item No.1** | **Confirmation of minutes of 158th meeting of State Level Bankers' Committee (Punjab)** |

The House confirmed the e-mailed/circulated minutes of above meeting as no comments/suggestions were received.

|  |  |
| --- | --- |
| **Item No. 2.1** | **PM Street Vendors Atma Nirbhar Nidhi (PM- SVANidhi) a special Micro Credit Facility Scheme** |

As on 24.01.22, total of 113659 applications were uploaded on the portal, out of which Banks have sanctioned 43406 applications and 38143 applications have been disbursed. There are 685 applications on the portal which banks have not yet picked up for sanction. Moreover 58786 applications have been returned/rejected by banks citing various reasons.9316 applications picked up by banks are yet to be sanctioned/disbursed.

Sh. Puneet Goyal, IASDirector Local Bodies requested that the returned applications should be reviewed and after looking into the valid reasons, they should rather be put in rejection category instead of returned. Also the number of reasons with which rejection is made is very large.

Shri K.A.P. Sinha, IAS, Chief Guest observed that though the performance in the scheme is better, but many of the times it has been noted with concern that when the applications are forwarded to the banks, they are returned with one or the other reason. Bankers need to be more particular before they refer the cases back and see that the same are not returned with any frivolous objection.

Low Performance of Pvt. Banks specially ICICI and INDUSIND being the bottom performers was viewed very seriously by Shri Sinha.

Madam Garima Singh, IRS, Secretary Finance cum Director enquired from the Nodal Officers of Private Banks like, the reason for the poor performance as the same was also negligible in the previous quarter. It was advised to these banks to perform in the current quarter failing which matter will be escalated to their highest authorities.

Sh. Jyoti Kumar Pandey,RD,RBI also expressed concern over high rejection rate in Private banks under the scheme.

Sh. Parveen Guglani, DGM, SLBC suggested that instructions from local body should go for city level nodal officers for approaching those beneficiaries who have not completed the documentation to go to the banks and complete the process so that applications can be disbursed.

**Action: All Banks & ULBs**

|  |  |
| --- | --- |
| **Item No. 2.2** | **Emergency Credit Line Guarantee Scheme (ECLGS)** |

Out of 262646 net eligible borrowers, Banks have sanctioned credit facilities to 152134 borrowers which comes to 75.83%. However, disbursement has been made in 128036 accounts, which comes to 84.16% of sanctioned accounts. Banks were asked to disburse the facility to all eligible borrowers.

**Action: All Banks**

|  |  |
| --- | --- |
| **Item No. 2.3** | **Credit Guarantee Scheme for Subordinate Debt (CGSSD) for Stressed MSMEs** |

In the current economic scenario, the scheme is very crucial for the MSME as it will provide benefit to those MSMEs which are in financial stress even though they may be commercially viable, by providing them the funds for infusion in the form of equity.

Till now, 13 Banks has reported financing under the scheme, sanctioning personal loans to 234 borrowers amounting Rs.22.31crores. All banks are requested to identify eligible borrowers and ensure to offer the facility to all.

Axis Bank, HDFC Bank, Indusind Bank, Bank of India & Kotak were among the bottom performers under the scheme.

Kotak Mahindra Bank was asked to provide explanation for consistently NIL performance by Shri K.A.P. Sinha and expressed concern over the poor presentation by the representatives in SLBC meetings.

**Action: Concerned Banks**

|  |  |
| --- | --- |
| **Item No. 2.4** | **Nationwide AHDF KCC Campaign for providing Kisan Credit Card facility to all eligible Animal Husbandry and Fishery Farmers announced by Ministry of Fisheries, Animal Husbandry & Dairying** |

Ministry of Fisheries, Animal Husbandry and Dairying in association with Department of Financial Services, GoI launched a “Nationwide AHDF KCC Campaign for providing Kisan Credit Card facility to all eligible Animal Husbandry and Fishery Farmers.

Under the campaign, a total of 10674 applications have been received so far for KCC to Animal Husbandry & Dairy out of which 7193 have been sanctioned. For KCC to Fisheries, out of total 222 applications received, only 15 applications have been sanctioned and 116 applications are pending for more than 15 days which is a matter of concern.

Shri K.A.P. Sinha, Additional Chief Secretary Finance, GoP observed that the performance of the banks is not satisfactory. Bottom performing banks -Bank of Maharashtra, Indian Overseas Bank, Jammu & Kashmir Bank and Indian Bank were asked to furnish the reasons for the same.

Dr Rajiv Siwach, CGM, NABARD asked the banks to promote the scheme as much as possible as interest subvention is also there.

**Action: Action: Banks/ LDMs**

|  |  |
| --- | --- |
| **Item No. 2.5** | **CENTRAL SECTOR SCHEME FOR “FINANCING FACILITY UNDER AGRICULTURE INFRASTRUCTURE FUND”** |

Banks have received 157 applications under the scheme and have sanctioned 108 of them and 49 are under process. Bank to ensure timely processing and sanction of the proposals received by them.

**Dr Rajiv Siwach, CGM, NABARD said** there has been some progress under the scheme due to constant deliberations in various SLBC meetings. Good number of projects have been sanctioned in the state. Now the Rural Cooperative banks are also covered under CGTMSE which was not there earlier which will further improve the position.

**Action: FCI, NABARD and & Banks**

|  |  |
| --- | --- |
| **Item No. 2.6** | **PM Formalisation of Micro Food Processing Enterprises Scheme (PM FME Scheme)** |

Banks have received 260 applications under the scheme. 91 of them have been sanctioned as on 28.01.2022 and 95 applications are still pending with banks.

**Sh. Rajnish Tuli, GM, Punjab Agro** informed that out of total pending applications, there are 39 such applications which are pending for 45 days with banks now which is a matter of concern since the time given by Ministry of Food processing industries to clear the applications is 2 weeks. SBI, PGB, PNB, PSB and HDFC are the major banks with which applications are pending. He requested the banks to clear the pendency at the earliest and state nodal agency is available for resolving any kind of difficulties faced by the banks.

He further apprised that only 8-9% of targets of state has been achieved under the scheme and there is need to make more concerted efforts by the banks to clear the pendency & rope in more applications by taking proactive actions.

**Dr Rajiv Siwach, CGM, NABARD** added that the scheme has tremendous potential in the state as every district has some food product and can really take off if sincere efforts are made.

**Shri K.A.P. Sinha, Chief guest** then asked the SBI reasons for maximum pendency to which it was assured that the same will be cleared at the earliest. A suggestion came up during the meeting to start one district one product scheme in the state so that banks will get opportunity for funding.

**Sh. Jyoti Kumar Pandey,RD,RBI** said Govt. of India scheme is there for ODOP and asked the lead district managers to make strategies at the district level. Further, if there is any constraint, same can be brought to the notice of Finance Dept., GoP.

**Action: LDMs &Banks**

|  |  |
| --- | --- |
| **Item No. 3** | **Overall CD Ratio** |

Overall CD Ratio of Commercial Banks in the State of Punjab has been increased from 59.24% as at December 2020 to 60.24% as at December 2021 thereby showing an increase of 1.00 PPs. The same has increased by 2.16PPs on QoQ basis during the quarter ended December 2021.

The major decline is in the Bandhan Bank (-19.03%), Ujjivan SFB (-31.61%) , Jana Small Finance Bank (-23.35%).

Concerned Banks were advised to submit reason of such decline by **Shri K.A.P. Sinha,IAS** and take steps for improvement**.**

**Action: All Banks & LDMs**

|  |  |
| --- | --- |
| **Item No. 4** | **Credit Deposit Ratio – Implementation of the Recommendations of Expert Group on CD Ratio** |

Except Rupnagar, The CD Ratio of all other 5 districts i.e. Hoshiarpur, Jalandhar, Kapurthala, SBS Nagar and Pathankot have decreased which is a matter of concern.

**Shri K.A.P. Sinha,IAS** advised the concerned LDMs to make concrete efforts **.**

**Sh. Jyoti Kumar Pandey, RD,RBI** asked all the LDMs concerned to chalk out effective startegies so that negative growth should not be there and achieve the targets of CD ratio as per monitorable action plan of respective district.

**Action: Concerned LDMs**

|  |  |
| --- | --- |
| **Item No. 5** | **Agriculture Advances** |

The Agriculture Advances in the State during the period under review witnessed an increase of 4.84% with Regional Rural Banks showing the highest growth of 14.27%.

Talking about the performance of Banks, **Shri Sumanta Mohanty, Convenor, SLBC Punjab** said if we look at the business share, PNB, SBI and HDFC alone are contributing 50% of total share. Further there is a lot of scope for business with large customer base which will increase the state’s agriculture portfolio with sanctioning but at the same time NPA is also huge. As the capacity to lend is hugely impacted by this large NPA, so the position can be improved by bringing small borrowers under OTS scheme as all the banks have this scheme.

He further requested the state govt. to help in expediting the 1055 Recovery certificate cases amounting to Rs.499cr pending for more than 1 year as this will go a long way in helping all the member banks.

**Dr Rajiv Siwach, CGM, NABARD** added that the GLC performance under agriculture term loan is a matter of concern in particular as out of agriculture advances of around Rs.80,000 cr, term loan CAGR is merely 1% which is very nominal and needs to be worked upon.

**Action: All Banks**

|  |  |
| --- | --- |
| **Item No. 6** | **Digitization of Land Records – Creation of Online charge by Banks** |

**Sh. Jyoti Kumar Pandey**, Regional Director, RBI apprised that the work has already been done as far as Digitisation of Land Records is concerned. Further, RBI has also requested the state Govt. that the bankers should get an access to these digital records. Because the access would serve as a great thing in lending and other loan processing activities.

It will also serve the long term objective of legal framework and formal lending to the tenant farmers. If the Digitization would be there, lending to the farmers can be easily done which would serve the Government’s interest also**.**

**Shri K.A.P. Sinha, IAS** said a meeting can be done with the Revenue Dept. and the department of Food & Civil Supply for this purpose as 70-80% work has already been completed. Now the provision is to made so that bankers can be given access of records and they do not have to be dependent on the patwaris. Also the farmers will be saved from the debt trap.

**Sh. Jyoti Kumar Pandey** added that before Digitization is complete and the access is given, the bankers should come up with suggestions for any kind of more information they want so that later on there is no excuse left for returning of loan applications.

**Action: Revenue Department**

|  |  |
| --- | --- |
| **Item No. 7** | **Advances to Micro, Small & Medium Enterprises (MSMEs) in Priority Sector** |

The MSME Advances in the State during the period under review witnessed an increase of Rs. 11036 Crores i.e. from Rs. 57801 crores as at December 2020 to Rs. 68837 crores as at December 2021 thus showing growth of 19.10%.

**Action: All Banks**

|  |  |
| --- | --- |
| **Item No. 7.1** | **Progress under Prime Minister Task Force - Credit to Micro, Small & Medium Enterprises (MSME)** |

MSME Advances increased during the quarter ended Dec 2021 by 9.07% only.

Banks are advised to open more SME focused branch offices at different MSE clusters which can also act as Counseling Centers for MSEs. Each Lead Bank of a district may adopt at least one MSE cluster.

**Action: All Banks**

|  |  |
| --- | --- |
| **Item No. 7.2** | **Pradhan Mantri MUDRA Yojana (PMMY)** |

The banks in the state have achieved 153% under the scheme up to the Q.E. Dec 2021 which was appreciated.

**Shri K.A.P. Sinha, Chief guest** saidas PMMY is also integrated with PMEGP which is a good thing as it will give additional benefit to the entrepreneurs as subsidy as well.

**Action: Concerned Banks**

|  |  |  |  |
| --- | --- | --- | --- |
| |  |  | | --- | --- | | **Item No. 7.4** | **Prime Minister Employment Generation Programme (PMEGP)** | |  |
|  |  |

Banks have achieved 65% of their allocated targets under the scheme. Most of the private banks have not participated in the scheme despite allocation of targets to them.

State Director, KVIC informed that there is need to speed up for achievement of targets under Margin money. All the Banks were requested to dispose of the pending applications with them and also claim pending margin money IMMEDIATELY.

**Action: Banks/Pvt. Sector Banks**

|  |  |
| --- | --- |
| **Item No. 7.6** | **Stand-up India Programme of Ministry of Finance.** |

The Credit facility to 113 beneficiaries were sanctioned during the quarter ended Dec 2021 amounting to Rs.18.12 Cr by the bank branches in the state.

Top 3 Banks as per % age of participation in the scheme are Canara Bank, SBI & Indusind Bank.

**Action: All Banks**

|  |  |
| --- | --- |
| **Item No. 8** | **Annual Credit Plan 2021-22 Achievements up to 31.12.2021** |

ACP achievement of the Banks during F.Y 2021-22 upto the Q.E Dec. 2021 is 71%, Banks have achieved 66% in agriculture, 95% in MSME and 60% in other priority sector. The Banks and Lead district Managers of Mukhtsar Sahib, Amritsar, Fatehgarh sahib & Barnala district for achieving more than 100% of allotted targets under total priority sector.

Further Banks and LDMs were asked to follow up with the branches in their command area for improvement in performance to achieve ACP targets especially Agriculture & OPS.

**Action: Concerned Banks and LDMs**

|  |  |
| --- | --- |
| **Item No. 9** | **Pradhan Mantri Suraksha Bima Yojana (PMSBY) and Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY).** |

The overall performance of State as on 31.12.2021 is 278% in PMSBY &213% in PMJJBY. The state has shown tremendous growth under the Govt. of India’s saturation drive.

The banks were further requested to identify and cover every entitled individual with Govt. Insurance and pension schemes.

**Action: Concerned Banks and LDMs**

|  |  |
| --- | --- |
| **Item No. 10** | **Atal Pension Yojana (APY)** |

The overall performance of State as on 31.12.2021 is 35% with Public Sector Banks at 38%, Pvt. Sector Banks at only 10% and RRBs 78%.

**Shri K.A.P. Sinha, IAS** said the performance of both Public as well as Private sector banks is not satisfactory at all. Union Bank of India, ICICI Bank, Kotak Mahindra Bank, Indusind Bank and Jammu & Kashmir Bank being the bottom performers under the scheme.

State Bank of India representative informed that although efforts are being made on the apex level as well but people are reluctant in taking APY and suggested that if there could be some partnership from the govt. side for the unorganised sector to push the scheme as it is difficult to make people understand why they should get APY.

**Sh. Jyoti Kumar Pandey** suggested that PFRDA is willing and can help even at the district level for achieving this larger objective of social service.

**Action: All Banks**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| |  |  | | --- | --- | | **Item No. 11** | **National Rural Livelihood Mission (NRLM)-Implementation in the State of Punjab** | |  |  |
|  |  |  |

The representative from NRLM raised the issue of high rate of interest charged by some Co-operative banks in Patiala District.

Shri Rajiv Siwach, CGM, NABARD informed there are guidelines of NABARD for ROI of 7% for NRLM. However, for groups formed other than NRLM, it is at the discretion of banks to charge interest.

**Action: All Banks**

|  |  |
| --- | --- |
| **Item No. 14** | **Opening of Financial Literacy Centers (FLCs) at block level.** |

Shri Rajiv Siwach, CGM, NABARD said only 55 FLCs are functioning against the target of 150 at the block level in the State of Punjab. There is lot of support available for activities under Financial Inclusion under different schemes and Financial literacy also. He requested all the member banks to send as many proposals and NABARD is ready for all kind of support.

**Shri K.A.P. Sinha, IAS** asked the Reserve Bank of India to make some financial literacy package for government servants as well especially for those who have got 5-6 years to retirement and teach them to manage their finances in such a way that they are least impacted at the time of retirement. The financial literacy workshops can be organized where they can be educated about investment of their funds and this will not be only beneficial for those retirees but for the bankers as well as the business will grow. Thus, it will be a win-win situation for all.

**Action: Concerned Banks**

|  |  |
| --- | --- |
| **Item No. 15.1** | **EXPANDING AND DEEPENING THE DIGITAL PAYMENT ECO-SYSTEM IN KAPURTHALA** |

District Kapurthala was identified in the State for expanding and deepening the digital payment eco-system to make it 100% Digitally enabled within one year. The progress of coverage of individuals as of now is 86%.

The Chairman SLBC requested the member banks and concerned LDM to make concerted efforts for 100% achievement.

**Action: LDM Kapurthala & Concerned Banks**

|  |  |
| --- | --- |
| **Item No. 15.2** | **EXPANDING AND DEEPENING THE DIGITAL PAYMENT ECO-SYSTEM IN SAS NAGAR (MOHALI)** |

Another district identified in the State for expanding and deepening the digital payment eco-system to make it 100% Digitally enabled was SAS NAGAR (MOHALI). The progress of coverage of individuals as of now is 80%.

The Chairman SLBC requested the member banks and concerned LDM to make sincere and concerted efforts for 100% achievement.

**Action: All Banks & Concerned LDM**

|  |  |
| --- | --- |
| **Item No. 16** | **Pending issues of RSETI with State Government** |

State Director RSETI, Sh. Charanjit Singh informed that out of 23 districts, 17 RSETIs are operating in the State of Punjab. For remaining districts, matter is being taken up with respective district administrations and some issues are coming up in Hoshiarpur & Fazilka districts. He further apprised the house that the reimbursement of construction cost to sponsor banks has now been increased to Rs.2 Crores.

The SBI representative raised the concern and requested that the land allotted for this purpose should be proper land as earlier many issues like encroachment of land has been faced in some places by the sponsor bank.

**Shri K.A.P. Sinha, Chief guest** asked to inform about all the issues so that needful can be done in the matter and assured full assistance will be available from state government side to ensure that appropriate land is allotted.

**Action: Concerned LDMs**

|  |  |
| --- | --- |
| **Item No. 17** | **Issues of Unique Identification Authority of India (UIDAI)** |

The representative from UIDAI raised some issues. He informed that the bank operators are not being fully trained and only two banks i.e. SBI & CBI has come forward for this. Rest of the banks are not getting their operators for which request has been made many times. All the banks were requested to forward the name of candidates for training programs.

Further there is a need to operationalize 100% Adhar Kits. Another concern was of Aadhar Kits being used outside the branch premises in some of the banks.

It was requested to UIDAI representative to send the details so that corrective action can be taken in the matter.

**Action: All Banks & UIDAI**

|  |  |
| --- | --- |
| **Item No. 19** | **Issuance of Rupay Cards and its Activation in PMJDY accounts.** |

Banks were requested to ensure that Rupay Cards are invariably issued in all accounts and simultaneously activate them also as activation is very less as compared to issuance because of which poor people will not be able to get the benefit.

There is a need on the part of the banks to persuade the customers for activation of cards so that they can get the benefit of insurance cover as there is a mandatory condition of having at least one transaction in 90 days.

Further, **Shri K.A.P. Sinha, Chief guest** asked to send a recommendation to the concerned authority to remove this condition of minimum 1 transaction in 90 days so that maximum number of poor people can get the benefit of insurance cover.

**Action: SLBC &All Banks**

|  |  |
| --- | --- |
| **Item No. 21** | **Appointment of Bank Mitras/BCAs and their working** |

As on 31.12.2021, out of actual working 4294 Bank Mitras, only 3797 have been provided with Micro ATMs. Thus 497 Bank Mitras are yet to be provided Micro ATM.

Dr. Anil Yadav, GM, RBI raised the concern of non provision of Micro ATMs to the Bank Mitras.

**Shri K.A.P. Sinha, Chief guest** said the whole purpose of scheme is defeated if the BCAs are not provided with the ATMs as they will not be able to perform their job.

**Dr. Satish Verma, RBI Chair** suggested that a committee should be formed to get a detailed report on the issue as this is a serious concern all over India and sensitization should be there.

Concerned Banks namely State Bank of India, Bank of India, PNB, Bank of Baroda, Central Bank of India, UCO Bank & Indian Bank were requested to provide remaining Micro ATMs at the earliest.

**Action: Concerned Banks**

|  |  |
| --- | --- |
| **Item No. 22** | **Position of Claims lodged/Settled under PMJDY and Jan Suraksha Schemes.** |

Total 50 claims are pending under PMSBY, out of which 22 claims pending up to 3 months, 27 claims pending for over 3 months to one year and 1 claim is pending for more than one year.

Further, total 116 claims are pending under PMJJBY, out of which 81 claims are pending for up to 3 months, 35 claims are pending for over 3 months to one year.

All concerned were thus requested to clear the pendency on priority.

**Action: All Banks**

|  |  |
| --- | --- |
| **Item No. 27** | **Farmers Produce Organization** |

**Dr Rajiv Siwach, CGM, NABARD** informed there are total 109 FPOs promoted by NABARD. 67 FPOs promoted under Government of India PRODUCE Fund and 16 FPOs promoted under Farm Sector Promotion Fund and 26 FPOs under Produce Organization Dev. Fund (PODF) formed with the active coordination of NABARD.

Further NABARD is promoting FPOs through its internal funding as well as Govt. of India scheme. He said NABARD has recently got conducted a study as per which it has been observed that Covid has made a big impact on the business plan of FPOs. Also credit linkage is one area where banks can come forward & provide funding to FPOs so that they can implement their business plan.

**Action: Banks/NABARD**

|  |  |
| --- | --- |
| **Item No. 39** | **Updating the Latitude-Longitude position of existing banking infrastructure (Bank Branch/ATM/Business Correspondence (BCA) on the Jan Dhan Darshak Application** |

It was informed that there is still pendency in updating the Latitude-Longitude position of existing banking infrastructure and Shri K.A.P. Sinha said the banks must complete the task at the earliest, match the data of their Bank with Jan Dhan Darshak App and update the same, if there is any discrepancy.

**Action: All Banks**

|  |  |
| --- | --- |
| **Item No. 40** | **STATE GOVERNMENT RELATED ISSUES** |

Shri K.A.P. Sinha said for any state government related issue, all kind of assistance is available and issues if any can be brought to their notice anytime.

**Action: All Banks**

### Thereafter the meeting ended with a vote of thanks delivered by Sh. Parveen Mongia, Field General Manager, Punjab & Sind Bank.

**Annexure - I**

**List of Participants**

**159th Meeting of SLBC (Punjab)**

**Held on 23.02.2022 at 03.00 P.M**

***held at Hotel Mountview Chandigarh***

|  |  |  |  |
| --- | --- | --- | --- |
| **S. No.** | **Name of participant**  **(Shri/Smt)** | **Designation/Bank/Department** | |
| 1 | K.A.P Sinha, I.A.S, Chief Guest | Additional Chief Secretary-Finance, Government of Punjab | |
| 2 | Garima Singh, I.R.S | Secretary, Finance cum Director,  Institutional Finance & Banking  Government of Punjab | |
| 3 | Gurpreet Sapra ,I.A.S | Secretary Finance ,GOP | |
| 4 | J K Pandey | Regional Director, RBI | |
| 5 | Dr. Rajiv Siwach | Chief General Manager, NABARD | |
|  | **Reserve Bank of India** | | |
| 6 | Anil Kumar Yadav, GM | RBI | |
| 7 | Dr. Satish Verma | RBI Chair | |
|  | **Punjab National Bank** |  | |
| 8 | Swarup Kumar Saha, Executive Director | Punjab National Bank | |
| 9 | Kanwaljit Shorey, GM | Punjab National Bank | |
| 10 | Sumanta Mohanty, GM | Punjab National Bank | |
| 11 | Parveen Kumar Guglani, DGM | Punjab National Bank | |
| 12 | Mukesh Sethi, DZM ZO Amritsar | Punjab National Bank | |
|  | **State Government Departments/Boards/Corporations(Shri/Madam)** | | |
| 13 | Sanjeev Aggarwal, Deputy Director | Department of Institutional Finance & Banking | |
| 14 | Balbir Singh, GM | SIDBI | |
| 15 | Rajnish Tuli, GM | Punjab Agro | |
| 16 | Jagdish Singh, Joint Director engg. | Department of Agriculture (Punjab) | |
| 17 | Narinder Pal, Joint Director | Animal Husbandry(Punjab) | |
| 18 | Sarabjit Singh, Joint Director | Department of Industries (Punjab) | |
| 19 | Vinnet Kaura , Inspector | Dairy Development Department(Punjab) | |
| 20 | Rajinder Katria,Director | Department of Fisheries(Punjab) | |
| 21 | Sanjeev Mahajan, ADG | UIDAI | |
| 22 | Jaspal Singh Jassi , ACEO | Rural Development | |
| 23 | Puneet Goyal, I.A.S | Department of local Bodies | |
| 24 | K C Roy, Director | KVIC | |
| 25 | Inderjit Singh | Milkfed | |
| 26 | Charanjit Singh | RSETI | |
| 27 | Shalender Kaur , I.F.S | Department of Horticulture | |
| 28 | Navneet Kaur | Registrar Coops. Pb | |
|  | **Banks (Shri/Madam)** |  | |
| 29 | Anil Diwani, DGM | State Bank of India | |
| 30 | Parveen Kumar Mongia, FGM | Punjab & Sind Bank | |
| 31 | Manmeet. S. Vyas, DGM | UCO Bank | |
| 32 | Nishant Kumar, DGM | Bank of Baroda | |
| 33 | Laxmi Kant Srivastava, DGM | Canara Bank | |
| 34 | Sanjay Kumar Gupta, DZM | Bank of Maharashtra | |
| 35 | Joy Mukherjee,DZM | Central Bank of India | |
| 36 | Joginder Sandhu,DGM | Indian Bank | |
| 37 | Shamsur Rehman, DGM | Indian Overseas Bank | |
| 38 | Deshraj Khatik, ZM | Bank of India | |
| 39 | Naveen Kumar Gupta, DGM | Union Bank of India | |
| 40 | Rakesh Joshi ,VP | HDFC Bank | |
| 41 | Warren J. francis,GM | IDBI Bank | |
| 42 | Maninder Pal Singh, Regional Head | INDUSIND Bank | |
| 43 | S.K. Dubey,Chairman | Punjab Gramin Bank | |
| 44 | Ramesh Kumar,CM | Punjab National Bank | |
| 45 | Tulsi Dass Dhiman ,CM | Punjab National Bank | |
| 46 | Prabhjeet Purba, Zonal Coordinator SLBC | ICICI Bank | |
| 47 | Varinder Dhar, Senior Executive | J & K Bank | |
| 48 | Sanjeev Madan, AVP | Kotak Mahindra Bank | |
| 49 | Pankaj Kaushik, AVP | YES Bank | |
| 50 | Abhishek Mehta , Senior Manager | RBL Bank | |
| 51 | Charu Bakshi ,Senior Manager | Axis Bank | |
| 52 | Bhaskar Kataria, DGM | Punjab State Co-operative Bank | |
| 53 | Vivek Jalhotra, Circle Distribution Head | Airtel payment Bank | |
| 54 | Amit Gupta, AVP | AU Small Finance Bank | |
| 55 | S.K.Dhawan, Senior Executive | Capital Small Finance Bank | |
| 56 | Anil Khurana, Area Head | Jana Small Finance Bank | |
| 57 | Vivek Gupta, Circle Head | India Post Payment Bank | |
| 58 | Amit Gupta , SRM | Bandhan Bank | |
| 59 | Anand Kumar, AVP | Federal Bank | |
| 60 | Bineet Kapoor, Regional Head | Ujjivan Small Finance Bank | |
|  | **Lead District Manager(Shri/Madam)** | | |
| 61 | Pritam Singh | | Amritsar |
| 62 | Mohinder Pal Garg | | Barnala |
| 63 | Narain Singh | | Bathinda |
| 64 | Gurvinder Singh | | Faridkot |
| 65 | Jaswant Singh | | Fatehgarh Sahib |
| 66 | Rajesh Chaudhary | | Fazilka |
| 67 | Amresh Kumar | | Ferozepur |
| 68 | Rajan Malhotra | | Gurdaspur |
| 69 | Tarsem Singh | | Hoshiarpur |
| 70 | Jai Bhushan Bharmouria | | Jalandhar |
| 71 | P.P. Siroha | | Kapurthala |
| 72 | Sanjay Gupta | | Ludhiana |
| 73 | Kamal Garg | | Mansa |
| 74 | Bajrangi Singh | | Moga |
| 75 | Bhagwan Singh | | Sri Muktsar Sahib |
| 76 | Sunil Dutt | | Pathankot |
| 77 | Pritpal Singh Anand | | Patiala |
| 78 | R.K. Jasrotia | | Rupnagar |
| 79 | Shalini Mittal | | Sangrur |
| 80 | Upkar Singh | | SAS Nagar |
| 81 | Ramesh Kumar Sharma | | SBS Nagar |
| 82 | Nirmal Roy | | Tarn Taran |
| 83 | Parwinder Kumar Chopra | | Malerkotla |