A

Genda Papers

**162nd Meeting of State Level Bankers’ Committee Punjab**

**The 162nd Meeting of State Level Bankers’ Committee, Punjab** to review the performance of Banks for the quarter ended September2022, will be held on **30.11.2022** from **11.00 A.M** onwards at Hotel Shivalik View, Chandigarh.

SLBC Punjab has conducted meetings of five Sub Committees to SLBC Punjab on 17.11.2022 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, all the action points emerged have been consolidated and shared with the Steering Sub Committee through mail dated 22.11.2022, who in turn finalized the Agenda for State Level Bankers’ Committee Meeting to be held on 30.11.2022 as per new revamped lead bank scheme.

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 162nd SLBC Meeting for Q.E September 2022 are as under: -

|  |  |
| --- | --- |
| **Item No. 1** | **Confirmation of Minutes of 161st SLBC Meeting of State Level Bankers’ Committee (Punjab)** |

|  |  |
| --- | --- |
| Last Meeting of SLBC | 161st |
| Held on | 18.08.2022 |
| Minutes email/ circulated on | 1 |
| Comments Received | NIL |

Minutes of the 161st Meeting of the **State Level Bankers’ Committee, Punjab has been placed as per (Item No. 41 – {Page no. 52-70})**

|  |  |
| --- | --- |
| **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 has 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.

PM SVANidhi targets to benefit over 50 lakh Street Vendors, who had been vending on or before 24 March, 2020, in urban areas. The eligible vendors will be identified as per following criteria:

1. Street vendors in possession of Certificate of Vending/ Identity Card issued by Urban Local Bodies.
2. The vendors who have been identified in the survey but have not been issued Certificate of Vending/Identity Cards.

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 Cabinet Committee on Economic Affairs chaired by the worthy Prime Minister, approved the continuation of lending under the Prime Minister Street Vendor’s Atma Nirbhar Nidhi (PM SVANidhi) beyond March 2022 till December 2024, with focus on enhanced collateral free affordable loan corpus, increased adoption of digital transactions and holistic socio-economic development of the Street Vendors and their families.

The Scheme had envisaged to facilitate loans for an amount of Rs. 5,000 crores and the approval has increased the loan amount to Rs. 8,100 crores, thereby providing the Street vendors working capital to further expand their business and making them AtmaNirbhar.

As on 16.10.2022, Bank/ Branch wise total 118865 applications have been received under the 1st Tranche loan, out of which Banks have sanctioned 45399 applications and 40622 applications have been disbursed so far in spite of regular follow-up from

SLBC, State Govt. and DFS. The percentage of disbursement against total sanctioned applications is 89%, however the same is only 34% against total applications which is a matter of concern. Further, 68663 applications have been rejected/ returned by the banks.

Out of 22225 applications received under 2nd Tranche loan, 6139 applications have been sanctioned and 4487 applications have been disbursed so far. Total 1652 applications are still pending for disbursement. Banks are requested to dispose of the pending applications immediately.

**(Bank-wise progress is per Annexure-1 & 1.1)**

**Observation:**

* 4777 applications are pending for disbursement under the 1st Tranche loan.
* 1652 applications are pending for disbursement under the 2nd Tranche loan
* 256 applications are yet to be picked up by Banks for sanction/ disbursement.

**Action Points:**

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

-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** | **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 was resumed from 18th April,2022 to 31st July, 2022 and has now again been resumed from 15th September, 2022 to 15th March, 2023.

**Observation:**

Under the campaign, a total of 50718 applications have been received so far for KCC to Animal Husbandry & Dairy out of which 38813 have been sanctioned, 11369 applications have been rejected and 286 applications are pending with banks. **Out of total pending applications, 269 applications are pending for more than 15 days.**

Further, for KCC to Fisheries, out of total 384 applications received, only 49 applications have been sanctioned and 313 applications have been rejected. 22 applications are still pending with the banks.

**Action Points:**

All the Banks are requested to dispose of the pending applications immediately. Also the Lead District Managers are requested to upload the progress on portal on regular basis and report compliance to SLBC.

**(Bank wise detail is annexed as per Annexure 2 & 3)**

|  |  |
| --- | --- |
| **Item No. 2.3** | **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- 4**)

**Observations: -**

**Banks have received 773 applications under the scheme and sanctioned 579 applications out of them and 87 are under process. Nodal Department is requested to source in maximum proposal under the scheme.**

**Action Points:**

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

|  |  |
| --- | --- |
| **Item No. 2.4** | **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.

**Observation: -**

Banks have received 1147 applications under the scheme. 494 applications have been sanctioned as on 30.09.2022 and 273 applications are still pending with banks which is a matter of concern. It has been requested time and again through various 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.

**(Bank wise detail is annexed as per** **Annexure- 5**)

|  |  |
| --- | --- |
| **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 is as below: -

**(Amount ` in crore)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **Deposit** | **Advance** | **YoY Growth** | | **QoQ variation** |
| **CD Ratio %** | **Variation** |
| Sept.2021 | 485158 | 281803 | 58.08 |  |  |
| Dec.2021 | 504448 | 303895 | 60.24 |  |  |
| March 2022 | 523740 | 304061 | 58.06 |  |  |
| June 2022 | 539777 | 316636 | 58.56 |  |  |
| Sept.2022 | 528582 | 314952 | 59.58 | +1.50 | +1.02 |

**(Bank-wise CD Ratio as per Annexure-6)**

**Observations: -**

During the period under review overall CD Ratio of Commercial Banks in the State of Punjab has been increased from 58.08% as at Sept 2021to 59.58% as at Sept 2022thereby showing an increase of 1.50 PPs. The same has increased by 1.02 PPs on QoQ basis during the quarter ended Sept 2022.

The major decline is in the Indian Overseas Bank (-55.76%) and Capital Small Finance Bank (-40.47%).

**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: -

**(Amount ` in crore)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **Deposit** | **Advance** | **YoY Growth** | | **QoQ variation** |
| **CD Ratio %** | **Variation** |
| Sept.2021 | 101707 | 58899 | 57.91 |  |  |
| Dec.2021 | 110012 | 70290 | 63.89 |  |  |
| March 2022 | 112157 | 58460 | 52.12 |  |  |
| June 2022 | 113790 | 57776 | 51.00 |  |  |
| Sept.2022 | 114209 | 54994 | 48.15 | -9.76 | -2.85 |

**Observations:**

During the review period, the CD Ratio of Rural areas has been declined by 9.76 PPS from 57.91% as at Sept 2021 to 48.15% as at Sept 2022. Further it has decreased by 2.85 PPs during the quarter.

**(Bank-wise CD Ratio as per Annexure-7 & 8)**

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

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

**(Amount ` in crore)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **Deposit** | **Advance** | **YoY Growth** | | **QoQ variation** |
| **CD Ratio %** | **Variation** |
| Sept.2021 | 152786 | 72667 | 47.56 |  |  |
| Dec2021 | 158127 | 43506 | 46.49 |  |  |
| March 2022 | 159445 | 79073 | 49.59 |  |  |
| June 2022 | 163308 | 80472 | 49.00 |  |  |
| Sept.2022 | 163430 | 80940 | 49.53 | +1.97 | +0.53 |

**Observations:**

During the review period, the CD Ratio of Semi Urban area has increased by 1.97 PPs from 47.56% as at Sept 2021to 49.53% as at Sept 2022.

**(Bank-wise CD Ratio as per Annexure-7 & 8)**

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

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

**(Amount ` in crore)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **Deposit** | **Advance** | **YoY Growth** | | **QoQ variation** |
| **CD Ratio %** | **Variation** |
| Sept.2021 | 230664 | 150236 | 65.13 |  |  |
| Dec.2021 | 236308 | 160098 | 67.75 |  |  |
| March 2022 | 252139 | 165852 | 65.78 |  |  |
| June 2022 | 241830 | 167066 | 69.00 |  |  |
| Sept.2022 | 250828 | 176739 | 70.46 | +5.33 | +1.46 |

**Observations:**

During the review period, the CD Ratio of Urban area has increased by 5.33 PPs from 65.13 % as at Sept 2021 to 70.46% as at Sept 2022.

**(Bank-wise CD Ratio as per Annexure-7 & 8)**

|  |  |  |
| --- | --- | --- |
| **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** | **27.09.2022** | * **35% by 30.09.2021** * **40% by 31.03.2022** * **50% by 31.03.2023** * **60% by 31.03.2024** |
| **Kapurthala** | **13.09.2022** | * **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** | **29.08.2022** | * **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** | **31.10.2022** | * **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** | **24.08.2022** | * **45% by 31.03.2023** * **50% by 31.03.2024** * **55% by 31.03.2025** * **60% by 31.03.2026** |
| **\*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 Sept 2021 and Sept 2022 of these Six districts is given below:

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **District** | **CD Ratio (%) as per MAP** | **CD Ratio % (including NRI Deposits) as at Sept 21** | **CD Ratio % (including NRI Deposits) as at Sept 22** | **Growth**  **Sept 22/**  **Sept 21 (PPs)** | **CD Ratio %**  **(Net of NRI Deposits)**  **as at Sept 21** | **CD Ratio %**  **(Net of NRI Deposits)**  **as at Sept 22** | **Growth**  **Sept 22/**  **Sept 21 (PPs)** |
| **Jalandhar** | **60 (Mar.24)** | **30.04** | **30.90** | **0.86** | **34.30** | **34.94** | **0.64** |
| **Kapurthala** | **60 (Mar.26)** | **23.53** | **27.07** | **3.54** | **30.50** | **34.47** | **3.97** |
| **SBS Nagar** | **60 (Mar.24)** | **19.27** | **21.86** | **2.59** | **24.08** | **28.37** | **4.29** |
| **Hoshiarpur** | **60 (Mar.25)** | **31.24** | **28.19** | **-3.05** | **33.01** | **32.81** | **-0.2** |
| **Pathankot** | **60 (Mar.23)** | **40.36** | **35.91** | **-4.45** | **40.82** | **36.68** | **-4.14** |
| **Rupnagar** | **60 (Mar.25)** | **40.99** | **44.64** | **3.65** | **42.22** | **46.05** | **3.83** |

**(Annexure- 9, 9.1 to 9.5)**

**Observations: -**

The CD Ratio of 2 districts Hoshiarpur & Pathankot have decreased which is a matter of concern.

**Action Point:-**

* As per deliberations held in SLBC Sub Committee Meeting, as the achievement of Rupnagar District is more than 40%, the same may be removed from SLBC Agenda.
* 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.

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| --- | --- |
| **Item No. 5** | **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** | | |
| **Sept**  **2020** | **Sept**  **2021** | **Sept**  **2022** |
| **1** | **Priority Sector Adv. to Net Bank Credit** | **40** | **57.23** | **56.51** | **53.95** |
| **2** | **Agriculture Adv. to Net Bank Credit** | **18** | **28.26** | **26.99** | **24.65** |
| **3** | **Small & Marginal Farmers** | **10#** | **11.64** | **6.87** | **9.63** |
| **4** | **Micro Enterprises** | **7.5** | **10.00** | **10.13** | **11.36** |
| **5** | **Export Credit** | **2** | **1.52** | **0.59** | **0.24** |
| **6** | **Weaker Sector Adv. To Net Bank Credit** | **12#** | **16.53** | **18.40** | **19.52** |
| **7** | **CD Ratio Overall (State)** | **60** | **59.12** | **58.08** | **59.58** |
| **8** | **CD Ratio (Rural)** | **60** | **60.65** | **57.91** | **48.15** |
| **9** | **CD Ratio (S-Urban)** | **60** | **49.88** | **47.56** | **49.53** |
| **10** | **Women Beneficiaries Advances to NBC** | **5** | **11.33** | **9.88** | **11.46** |

**(Bank-wise performance at Annexure-10)**

# 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 59.58% which is below the benchmark of 60%.

CD ratio of Rural area is 48.15 and Semi Urban area is 49.53% 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. 6** | **Priority Sector Advances** |

**(Amount in Crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **No of Branches** | **Priority Advances as at 30.09.2021** | | **Priority Advances as at 30.09.22** | | **Variation in amount** | **%age Variation** |
| **No** | **Amount** | **No** | **Amount** |
| Public Sector Banks | 3923 | 1665860 | 89985 | 1743650 | 87178 | -2807 | -3.12 |
| Private Sector Banks | 1862 | 1473337 | 57500 | 1493018 | 74423 | 16923 | 29.43 |
| Regional Rural Banks | 429 | 328102 | 7443 | 370287 | 8310 | 867 | 11.65 |
| **TOTAL** | **6214** | **3478679** | **154928** | **3606955** | **169911** | **14983** | **9.67** |

**(Bank wise detail is at Annexure-11)**

**Observation: -**

During the period under review, Priority Sector Advances in Punjab has been increased by Rs. 14983 Crores, from Rs.154928 crores as at Sept 2021 to Rs.169911 crores as at Sept 2022 thus showing a growth of 9.67%.

|  |  |
| --- | --- |
| **Item No. 7** | **Agriculture Advances** |

**(Amt. in Crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **No of Branches** | **Agriculture Advances as at 30.09.2021** | | **Agriculture Advances as at 30.09.22** | | **Variation in amount** | **%age Variation** |
| **No** | **Amount** | **No** | **Amount** |
| Public Sector Banks | 3923 | 1067171 | 42082 | 1136103 | 42045 | -37 | -0.09 |
| Private Sector Banks | 1862 | 915630 | 25432 | 977544 | 28367 | 2935 | 11.54 |
| Regional Rural Banks | 429 | 260708 | 6487 | 283719 | 7216 | 729 | 11.24 |
| **TOTAL** | **6214** | **2243509** | **74002** | **2397366** | **77628** | **3626** | **4.90** |

**(Bank wise detail is at Annexure-11)**

**Observations:**

The Agriculture Advances in the State during the period under review witnessed an increase of Rs.3626 crores from Rs.74002 crores as at Sept. 2021 to Rs.77628 crores as at Sept. 2022 thus showing increase of 4.90%.

|  |  |
| --- | --- |
| **Item No. 7.1** | **Agriculture Advances through Term Loan.** |

The Position of Term Loan under Agriculture Sector as on 30.09.2022 is as under: -

|  |  |  |  |
| --- | --- | --- | --- |
| **Outstanding under Agriculture Advances** | | **Outstanding under Term Loan** | |
| **No. of Accounts** | **Amount (in Cr)** | **No. of Accounts** | **Amount (in Cr)** |
| 3741868 | 88627 | 919276(24.57%) | 19399(21.89%) |

**(The position is placed as Annexure-12)**

**Observations:**

Out of the total Agriculture advances of Rs.88627 crores, term loan component is Rs.19399 crores which comes to 21.89%. 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. 7.2** | **NPA in Agriculture Sector** |

The position of NPAs under Agriculture Loans in the State of Punjab as on 30.09.2022 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.** |
| 30.09.20 | 3048414 | 81060 | 165332 | 9039 | 11.15 | 267666 | 3.38 |
| 30.09.21 | 3278873 | 82456 | 198652 | 9233 | 11.20 | 293051 | 3.15 |
| 30.09.22 | 3741868 | 88627 | 219320 | 10409 | 11.75 | 326689 | 3.19 |

**(Bank-wise progress is as per Annexure-13)**

NPA as on September 2022 under Agriculture are to the tune of Rs.10409 crores which is 11.75% of agriculture advances outstanding and 3.19% of total advances respectively in the State.

**NPA under Agriculture sector have increased by Rs.1176 crores during the last one year.**

|  |  |
| --- | --- |
| **Item No. 8** | **Kisan Credit Card (KCC) Scheme** |

The progress achieved by banks in implementing Kisan Credit Card scheme up to 30.09.2022 is as under: -

**(Amt. in crores)**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Period** | **Sanctioned During Q.E Sept.(1st July to 30th Sept.)** | | **Sanctioned During Financial Year(1st April to 30th Sept.)** | | **Outstanding as on 30th Sept.** | |
| **No. of**  **KCCs** | **Amount** | **No. of**  **KCCs** | **Amount** | **No. of**  **KCCs** | **Amount** |
| **Commercial Banks** | | | | | | |
| 2020-21 | 131995 | 5065 | 172238 | 6641 | 1376621 | 55828 |
| 2021-22 | 70995 | 3051 | 126009 | 5398 | 1325586 | 54588 |
| 2022-23 | 124505 | 4257 | 205939 | 7120 | 1413769 | 56059 |
| **Co-operative Banks** | | | | | | |
| 2020-21 | 1769 | 19 | 2982 | 27 | 975231 | 7225 |
| 2021-22 | 4642 | 35 | 9275 | 86 | 1011478 | 7382 |
| 2022-23 | 20636 | 152 | 309421 | 2878 | 1017474 | 7683 |

**(Bank-wise progress is as per Annexure-14)**

**Action Point:**

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

|  |  |
| --- | --- |
| **Item No. 8.1** | **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 30.09.2022 is as under: -

|  |  |  |
| --- | --- | --- |
| **KCC outstanding as on Sept. 2022** | **ATM-cum Debit card issued up to Sept. 2022** | **No. Of KCC holders without ATM cards.** |
| **2431243** | **1620210** | **811033** |

**(Bank wise position is as per Annexure-15)**

The overall percentage of cards issued as on 30.09.2022 is only 67%.

**Action Point:**

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

|  |  |
| --- | --- |
| **Item No. 9** | **Bank-wise progress under Agri Clinics-Agri Business Centers (ACABCs)** |

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

**(Amount in Crores)**

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Financed During the Quarter ending Sept. 2022(01.07.22 to 30.09.22)** | | **Financed During the Year 2022-23** | | **Outstanding as at Sept. 2022** | |
| **No. of A/Cs** | **Amount** | **No. of A/Cs** | **Amount** | **No. of A/Cs** | **Amount** |
| **206** | **304.41** | **323** | **309.31** | **1470** | **382.63** |

**(Bank wise position as per** **Annexure – 16**)

|  |  |
| --- | --- |
| **Item No. 10** | **Progress of Agro Food Processing Industries** |

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

**(Amt. in Crores)**

|  |  |  |  |
| --- | --- | --- | --- |
| **Advances made during the quarter ended Sept. 2022** | | **Outstanding Advances as on 30.09.2022** | |
| **No. of A/cs** | **Amount** | **No. of A/cs** | **Amount** |
| 1094 | 635 | 14465 | 4197 |

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

|  |  |
| --- | --- |
| **Item No. 11** | **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. 12** | **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 7th October 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, SLBC Punjab had 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.

A meeting with respect to the same was held on 22.11.2022 with Financial Commissioner Revenue, IAS Sh. K.A.P Sinha Ji wherein it was decided that the process of digitization of land records will be completed at the earliest. Thus, it will enable banks to create online charge for sanction of loans.

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

|  |  |
| --- | --- |
| **Item No. 13** | **Advances to Micro, Small & Medium Enterprises (MSMEs) in Priority Sector.** |

**(Amt. in Crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **No of Branches** | **MSMEs as at 30.09.2021** | | **MSMEs as at 30.09.2022** | | **Variation in amount** | **%age Variation** |
| **No** | **Amount** | **No** | **Amount** |
| Public Sector Banks | 3923 | 446758 | 33829 | 409759 | 36928 | 3099 | 9.16 |
| Private Sector Banks | 1862 | 216808 | 28642 | 303291 | 42075 | 13433 | 46.90 |
| Regional Rural Banks | 429 | 73628 | 642 | 81180 | 748 | 106 | 16.51 |
| **TOTAL** | **6214** | **737194** | **63114** | **794230** | **79751** | **16637** | **26.36** |

**(Bank wise detail is at Annexure-18)**

(**YOY detail is as per annexure-19)**

The MSME Advances in the State during the period under review showed increase of Rs. 16637 Crores i.e. from Rs. 63114 crores as at Sept 2021 to Rs.79751 crores as at Sept 2022 thus showing growth of 26.36%.

**Action Point:**

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

|  |  |
| --- | --- |
| **Item No. 13.1** | **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 Centers for MSEs. Each Lead Bank of a district may adopt at least one MSE cluster.

**(Amount** ` **in crore)**

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Particulars** | **Performance up to**  **Sept 2021** | | **Performance up to**  **June 2022** | | **Performance up to**  **Sept 2022** | | **YoY Growth %age 30.09.22/ 30.09.21** | | **Quarterly Growth %age 30.09.22/**  **30.06.22** | |
| **1** | | **2** | | **3** | | **3/1** | | **3/2** | |
| **A/Cs** | **Amt.** | **A/Cs** | **Amt.** | **A/Cs** | **Amt.** | **A/Cs** | **Amt.** | **A/Cs** | **Amt.** |
| **Micro Enterprises** | **659272** | **27769** | **769468** | **32556** | **727753** | **35786** | **10.39** | **28.87** | **-5.42** | **9.92** |
| **Small Enterprises** | **68278** | **23912** | **63961** | **27603** | **58737** | **27311** | **-13.97** | **14.21** | **-8.17** | **-1.06** |
| **Micro & Small Enterprises (MSE)** | **727550** | **51681** | **833429** | **60159** | **786490** | **63097** | **8.10** | **22.09** | **-5.63** | **4.88** |
| **Medium Enterprises (ME)** | **9644** | **11433** | **7478** | **16070** | **7740** | **16654** | **-19.74** | **45.67** | **3.50** | **3.63** |
| **MSME** | **737194** | **63114** | **840907** | **76229** | **794230** | **79751** | **7.74** | **26.36** | **-5.55** | **4.62** |

**(Bank-wise performance is as per Annexure-18 & Bank wise YoY Comparison 19)**

**Observations**

* There is annual growth of 10.39% in number of micro enterprises accounts against the target of 10%.
* There is YoY growth of 22.09% under credit to MSEs as against the target of 20%.
* The share of advances to micro enterprises to total MSE as at September 2022 is 56.71% against stipulated level of 60%.
* MSME Advances increased during the quarter ended September 2022 by 4.62%.

**Action Points: -** Banks with Negative growth in SMALL, MSE, MSME to send their response and the steps taken for growth in the current financial year as there has been minimal growth in MSME Advances during the Q.E. September 2022.

|  |  |
| --- | --- |
| **Item No. 13.2** | **Collateral Free Loans to MSME** |

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

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

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Period** | **New MSEs loans**  **upto10 lakh** | | **Out of which**  **collateral free loans** | |
| **Quarter Ended** | **No. of units** | **Amount** | **No. of units** | **Amount** |
| Sept 20 | 83859 | 107286 | 82221(98%) | 100643(94%) |
| Sept 21 | 50107 | 107688 | 49500(99%) | 100711(94%) |
| Sept 22 | 104701 | 245062 | 100419(96%) | 235160(96%) |

**(Bank wise information is as per Annexure-20)**

Banks have provided loans up to Rs.10 lakh to 104701 MSE units during the financial year 2022-23, out of which collateral free loans have been provided to 100419 units which means the coverage is 96%.

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-

* Yes Bank
* Union Bank of India
* AU Small Finance Bank.

|  |  |
| --- | --- |
| **Item No. 13.3** | **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 2022-23 up to September 2022 is given below: -

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

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Institution** | **Number of U/SU Branches** | **New SME Units Financed (01.07.22-30.09.22)** | | **New SME Accounts Opened Per Branch** |
| **Number** | **Amount** |
| Commercial Banks | 3548 | 51011 | 8805 | 14 |
| RRBs | 80 | 5693 | 105 | 71 |
| Total | **3628** | **56704** | **8910** | **16** |

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

**Observations:**

3628 Urban/ Semi Urban branches of banking system in Punjab have financed 56704 new accounts under SME sector during the Q.E September 2022.

New SME accounts opened per branch comes to 16 as against annual target of 5 cases per branch.

|  |
| --- |
| **Top Banks are Punjab Gramin Bank(71), Union Bank of India(64), HDFC (46) and ICICI(30).** |

|  |
| --- |
| **Bottom Banks are Kotak Mahindra(0), Bank of Maharashtra(1), Federal Bank(1), RBL(1), Indian Bank(2), Axis(2) and J&K(2).** |

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

|  |  |
| --- | --- |
| **Item No. 13.4** | **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 upto 50 Crores the performance of banks is as under: -

|  |  |  |
| --- | --- | --- |
| **Number of Accounts Eligible for Restructuring** | **Number of MSME Loans Restructured as on 30.09.2022** | **Amount of MSME Loans Restructured as on 30.09.2022**  **(Amount in Crore)** |
| 91345 | 18379 | 1609 |

**(Bank-wise detail as per Annexure-22)**

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

|  |  |
| --- | --- |
| **Item No. 13.5** | **Position of NPA in MSME advances** |

The relevant data in this regard up to September 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** |
| **794230** | **79752** | **6703** | **8.40%** | **12841** | **2370** | **18.46%** |

**(Bank-wise detail as per Annexure-23)**

**Action Point: -**

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

|  |  |
| --- | --- |
| **Item No. 14** | **Pradhan Mantri MUDRA Yojana (PMMY)** |

**(Amt.in Crores)**

|  |  |  |  |
| --- | --- | --- | --- |
| **Progress under Pradhan Mantri Mudra Yojana (PMMY)** | | | |
| **Targets for Financial Year**  **2022-23 (Amount)** | **Achievement up to quarter ending 30.09.2022** | | **%age Achievement Targets** |
| **No. of Accounts** | **Amount** |
| **3883.40** | **150824** | **1857.06** | **48%** |

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

The overall performance under this scheme is not satisfactory.

|  |
| --- |
| Top 4 Banks under PMMY are Punjab & Sind Bank, Union Bank of India, BOB and Indian Bank |

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

**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.**

**Action Point: -**

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. 14.1** | **NPA under Pradhan Mantri MUDRA Yojana (PMMY)** |

**(Amt. in crores)**

|  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **MUDRA outstanding**  **30.09.2021** | | **NPA under MUDRA as at 30.09.2021** | | **%age NPA** | **MUDRA outstanding**  **30.09.2022** | | **NPA under MUDRA as at 30.09.2022** | | **%age NPA** |
| **No** | **Amt** | **No** | **Amt** | **No** | **Amt** | **No** | **Amt** |
| Public Sector Banks | 292486 | 3482 | 36753 | 429 | 7.38 | 363644 | 5055 | 61368 | 612 | 9.35 |
| Pvt Sector Banks | 603669 | 2259 | 59775 | 106 | 4.70 | 785378 | 2759 | 53997 | 96 | 3.76 |
| Regional Rural Banks | 75777 | 572 | 7714 | 52 | 9.02 | 72281 | 721 | 12735 | 104 | 14.35 |
| **TOTAL** | **971932** | **6313** | **104242** | **587** | **9.29** | **1221303** | **8535** | **128100** | **812** | **9.60** |

**(Bank-wise Y-o-Y comparison is as per Annexure-25)**

**Observation:**

NPA under MUDRA increased by 233 crores during last one year from 9.29% to 9.60%.

|  |  |  |  |
| --- | --- | --- | --- |
| |  |  | | --- | --- | | **Item No. 15** | **Prime Minister Employment Generation Programme (PMEGP)** | |  |

KVIC has informed the detail of progress under PMEGP for the year 2022-23 as under: -

**PMEGP TARGET 2022-23**

|  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Sr. No.** | **Agency** | **Target 2022-23** | | | | **Achievement 2022-23**  **(as on 30.09.2022)** | | | |
| **No. of Proj.** | **Margin Money**  **(Rs.in lakh)** | **Emp.** | **No. of Proj.** | | **Margin Money**  **(Rs.inlakh)** | **Emp.** |
| 1 | KVIC | 633 | 2000.59 | 5064 | 76 | | 441.8 | 608 |
| 2 | KVIB | 632 | 1990.80 | 5056 | 119 | | 681.94 | 952 |
| 3 | DIC | 840 | 2646.00 | 6720 | 326 | | 1232.16 | 2608 |
|  | **Total** | **2105** | **6637.39** | **16840** | **521** | | **2355.9** | **4168** |

|  |  |  |  |
| --- | --- | --- | --- |
| **Bank wise Achievement under PMEGP up to 30.09.2022** | | | |
| **S.No** | **Name of Bank** | **No. of Projects** | **MM** |
| 1 | AXIS BANK LTD | 0 | 0 |
| 2 | BANK OF BARODA | 26 | 143.03 |
| 3 | BANK OF INDIA | 13 | 39.99 |
| 4 | BANK OF MAHARASHTRA | 2 | 1.2 |
| 5 | CANARA BANK | 81 | 408.92 |
| 6 | CENTRAL BANK OF INDIA | 15 | 107.9 |
| 7 | FEDERAL BANK | 1 | 0.25 |
| 8 | HDFC BANK | 0 | 0 |
| 9 | ICICI BANK LIMITED | 0 | 0 |
| 10 | IDBI BANK | 3 | 16.81 |
| 11 | INDIAN BANK | 23 | 80.4 |
| 12 | INDIAN OVERSEAS BANK | 11 | 29.43 |
| 13 | INDUSIND BANK | 0 | 0 |
| 14 | JAMMU AND KASHMIR BANK LTD | 3 | 24.92 |
| 15 | KOTAK MAHINDRA BANK LTD | 0 | 0 |
| 16 | PUNJAB AND SIND BANK | 89 | 498.43 |
| 17 | PUNJAB GRAMIN BANK | 60 | 200.4 |
| 18 | PUNJAB NATIONAL BANK | 100 | 329.14 |
| 19 | PUNJAB STATE COOPERATIVE BANK | 0 | 0 |
| 20 | STATE BANK OF INDIA | 49 | 287.29 |
| 21 | UCO BANK | 10 | 26.22 |
| 22 | UNION BANK OF INDIA | 34 | 155.32 |
|  | **Total** | **521** | **2355.9** |

**(Bank-wise applications status is as per Annexure-26)**

**Observation –**

Banks have achieved 35% 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. 16** | **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 30.09.2022: -

**(Amt. in lacs)**

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Period** | **Total No. of Bank Branches of Scheduled commercial Banks** | **Participating Branches** | **Loan sanctioned under the scheme during Q.E Sept 2022** | | | | | | **Cumulative Sanction since Inception of scheme** | | **Outstanding as on 30.09.2022** | |
| **SC/ST** | | **WOMEN** | | **Total** | |
| **A/cs** | **Amt.** | **A/cs** | **Amt.** | **A/cs** | **Amt.** | **A/cs** | **Amt.** | **A/cs** | **Amt.** |
| **Q.E Sept 2022** | **6214** | **272** | **46** | **703** | **228** | **3336** | **274** | **4039** | **8314** | **151642** | **2943** | **43769** |

**(Bank wise targets and position is as per Annexure-27)**

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

|  |
| --- |
| * **Union Bank of India** * **SBI** * **Canara Bank** |

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. 17** | **Annual Credit Plan 2022-23 Achievements up to 30.09.2022** |

The achievement under Annual Credit Plan (2022-23) is given below: -

**(Amount in crore)**

|  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- |
| **Sector** | **ACP 2021-22 up to**  **SEPT 2021** | | | **ACP 2022-23 up to**  **SEPT 2022** | | |
| **Targets** | **Ach.** | **% Ach.** | **Targets** | **Ach.** | **% Ach.** |
| Agriculture | 67016 | 39218 | 59 | 69995 | 46515 | 66 |
| NFS (MSME) | 24906 | 19001 | 76 | 26386 | 38076 | 144 |
| Other Priority Sector | 19760 | 12502 | 65 | 20359 | 9723 | 48 |
| **Total** | **111682** | **70721** | **64** | **116740** | **94315** | **81** |

ACP achievement of the Banks during F.Y 2022-23 for the Q.E September 2022 is 81%, Banks have achieved 66% in agriculture, 144% in MSME and 48% 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-28 & 29)**

**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 | 2638 | 2849 | 108 | 1754 | 2771 | 158 | 908 | 568 | 63 | 5301 | | 6188 | 117 |
| FATEHGARH SAHIB | 2605 | 2248 | 86 | 684 | 1570 | 229 | 408 | 89 | 22 | 3698 | | 3908 | 106 |
| PATIALA | 5997 | 2826 | 47 | 1312 | 3032 | 231 | 2100 | 3661 | 174 | 9409 | | 9519 | 101 |
| MOGA | 3727 | 3789 | 102 | 980 | 981 | 100 | 429 | 149 | 35 | 5136 | | 4919 | 96 |

**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** |
| RUPNAGAR | 1378 | 594 | 43% | 460 | 437 | 95% | 219 | 42 | 19% | 2056 | 1073 | 52% |
| KAPURTHALA | 2577 | 1258 | 49% | 1283 | 890 | 69% | 575 | 118 | 21% | 4436 | 2266 | 51% |
| SANGRUR | 5052 | 1928 | 38% | 581 | 845 | 145% | 531 | 122 | 23% | 6164 | 2895 | 47% |
| MALERKOTLA | 1204 | 333 | 28% | 135 | 207 | 153% | 123 | 15 | 12% | 1462 | 555 | 38% |

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

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Agriculture** | | | **MSME** | | | **OPS** | | | **Total PS** | | |
| **Bank** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** |
| HDFC Bank | 5502 | 7998 | 145% | 1687 | 14454 | 857% | 1089 | 371 | 34% | 8277 | 22824 | 276% |
| ICICI Bank | 2323 | 2279 | 98% | 1114 | 5939 | 533% | 699 | 242 | 35% | 4136 | 8459 | 205% |
| PGB | 4478 | 4167 | 93% | 328 | 878 | 268% | 257 | 87 | 34% | 5063 | 5132 | 101% |
| UBI | 1715 | 887 | 52% | 1138 | 2126 | 187% | 975 | 120 | 12% | 3827 | 3133 | 82% |

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

|  |  |  |  |  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- | --- |
|  | **Agriculture** | | | **MSME** | | | **OPS** | | | **Total PS** | | |
| **Bank** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** | **Tgt.** | **Ach.** | **%age** |
| IDBI Bank | 528 | 161 | 30% | 293 | 140 | 48% | 719 | 128 | 18% | 1540 | 429 | 28% |
| BOB | 1064 | 299 | 28% | 520 | 237 | 46% | 821 | 85 | 10% | 2405 | 621 | 26% |
| J&K Bank | 71 | 11 | 15% | 117 | 16 | 13% | 71 | 23 | 33% | 259 | 49 | 19% |
| BOM | 119 | 3 | 2% | 137 | 15 | 11% | 145 | 53 | 36% | 401 | 71 | 18% |

|  |  |
| --- | --- |
| **Item No. 18** | **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 30.06.2022** | **Progress made during the Q.E Sept. 2022** | **Cumulative Achievement up to 30.09.2022** |
| PMSBY | 8943358 | 466898 | 9410256 |
| PMJJBY | 2291176 | 213598 | 2504774 |

**(Bank-wise Scheme wise progress is as per Annexure-30)**

|  |
| --- |
| **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 Hon’ble 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 (2022-23) is as per

**Annexure – 30.1** 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 Sept. 2022** | | **Achievement up to 30.09.22**  **(01.04.22 to 30.09.22)** | | **Percentage Achievement as at 30.09.22** |
| **Male** | **Female** | **Male** | **Female** |
| **PMSBY** | **7017** | **421020**  **(60 per branch)** | **246545** | **220922** | **317304** | **313454** | **150** |
| **PMJJBY** | **7017** | **140280**  **(20 per branch)** | **117631** | **105616** | **155473** | **162793** | **227** |

**Action Points: -**

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

|  |  |
| --- | --- |
| **Item No. 19** | **Appointment of Bank Mitras/BCAs and their working** |

In Punjab 2402 Bank Mitras/BC agents were to be deployed in Sub service areas allocated to banks by SLBCs against which 4488 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 30.09.2022, out of actual working 4488 Bank Mitras, only 3627 have been provided with Micro ATMs. Thus 860 Bank Mitras are yet to be provided Micro ATMs.

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

(The Bank-wise status of Micro ATM is given at **Annexure-31)**

|  |  |
| --- | --- |
| **Item No. 20** | **Atal Pension Yojana (APY)** |

The achievement under APY as received from PFRDA as on 30.09.2022 in the state is as under: -

|  |  |  |  |
| --- | --- | --- | --- |
| **Particulars** | **Annual Targets for 2022-23** | **Achievement as on 30.09.2022**  **(01.04.22 to 30.09.22)** | **%age achievement** |
| Public Sector Bks | 274610 | 135700 | 49 |
| Pvt. Sector Bks. | 83580 | 15573 | 19 |
| RRB | 30030 | 16159 | 54 |
| **Grand Total** | **388220** | **167432** | **43** |

**(Bank-wise targets/achievement is as per Annexure-32)**

**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. 21** | **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 30.09.2022 as under: -

|  |  |  |
| --- | --- | --- |
| **Cumulative Position of Self Help Group under NRLM** | | |
| **Targets for 2022-23(New + Revived) SHGs** | **No. Of SHGs Formed (01.07.22 to 30.09.22)** | **Cumulative position as at 30.09.2022** |
| **15313** | **2147** | **34404** |

**(Amt.in lacs)**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Period** | **Targets Credit Linkage of SHG’s (2022-23)** | | **Application Received** | **Applications rejected** | **Applications sanctioned (01.07.22 to 30.09.22)** | | **Amount disbursed** | |
| **No. of Applications** | **Amount** | **1.07.22 to 30.09.22** | **1.07.22 to 30.09.22** | **No. of Applications** | **Amount** | **No. of Applications** | **Amount** |
| **Q.E Sept 2022** | **15000** | **15000** | **2811** | **0** | **3156** | **2919.17** | **3156** | **2919.17** |

Banks have sanctioned and disbursed 3156 Loan Applications up to Q.E September 2022.

**Action Point:**

NRLM Dept. to provide Bank wise status of applications for the Q.E. September 2022. The same was requested as per deliberations held in SLBC Sub Committee meeting however, the information is yet awaited.

|  |  |
| --- | --- |
| **Item No. 21.1** | **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 30.09.2022 is as under:-**

**(Amt.in lacs)**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Cumulative Position of Women Self Help Groups.** | | | | | | | | |
| **No of Women SHG as on 30.06.2022** | | | **Progress of women SHGs during the current quarter(01.07.22 to 30.09.22)** | | | **Cumulative achievement as on 30.09.2022** | | |
| 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) |
| **35176** | **26866** | **1722.32** | **2147** | **3156** | **2919.17** | **37323** | **30022** | **4641.49** |

|  |  |
| --- | --- |
| **Item No. 22** | **Micro Financing – Self Help Groups/JLGs** |

The summary of progress made in implementing the concept of Self-Help Groups/JLGs up to 30.09.2022 (01.07.2022 to 30.09.2022) as reported by NABARD is given below:

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **SHG- SB Linkage** | | | **SHG-Credit Linkage** | | | **JLG** | | |
| **Target** | **Ach.** | **%age** | **Target** | **Ach.** | **%age** | **Target** | **Ach.** | **%age** |
| 11000 | 5420 | 49.27 | 6000 | 1174 | 19.57 | 83500 | 15236 | 18.25 |

Banks are far behind the target for Credit linkage and Saving linkage of SHGs as achievement is very low.

All the Banks are requested to sensitize their branches to improve the position in current quarter.

**Action Point**- **The data provided is of previous quarter as the data for Q.E. September 2022 is yet to be received from NABARD.**

|  |  |
| --- | --- |
| **Item No. 23** | **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.

**(The overall position is as per** **Annexure –** **33)**

**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. 23.1** | **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% digitalization.

The overall Digital coverage position of the 3 districts as on 30.09.2022 is as under-

|  |  |  |
| --- | --- | --- |
| **Name of the District** | **Savings Accounts Coverage(%)** | **Current Accounts Coverage(%)** |
| **KAPURTHALA** | 87 | 76 |
| **SAS NAGAR(MOHALI)** | 90 | 69 |
| **MALERKOTLA** | 82 | 77 |

Latest progress report as on 30.09.2022 is annexed as **Annexure**- **34, 35 & 36.**

**Action Point-**

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

|  |  |
| --- | --- |
| **Item No. 24** | **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-37**

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

|  |  |
| --- | --- |
| **Item No. 25** | **Issues of Unique Identification Authority of India (UIDAI)** |

**Present status of the Aadhaar Enrolment & Update centers in Banks, in the State of Punjab (As per data dated 30-09-2022):**

As per detail received from SLBC, there are 6435 bank branches in the State. Accordingly, 644 Aadhaar enrolment centers are required to be opened (As per UIDAI Circular No. 4(4)/57/ 341/2017/E&U dated 24th July’ 2020, It is mandated to setup Aadhaar Enrolment & Update facility at a minimum of 1 out of every 10 branches). As on date, 401 bank branches (details attached as Annexure – I) Aadhaar enrolment/update facility is operational. All banks are requested to open the required number of identified bank branches on priority for facilitation of Aadhaar enrolment/updation to residents. The progress in last 3 SLBC meetings is:

|  |  |  |  |
| --- | --- | --- | --- |
| **Date** | **Target** | **No of Kits working** | **Kits increased / reduced from last SLBC meeting** |
| **30th Sept’ 2022** | 644 | **401** | **-16** |
| **30th Jun’ 2022** | 644 | **417** | **-21** |
| **31st Mar’ 2022** | 644 | **438** | **-44** |
| **31st Dec’ 2021** | 644 | **482** | **-50** |

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

Out of 401 working kits in bank branches, 12 kits (details attached as Annexure -II) have done Zero Aadhaar Enrolment & Updation in the last 30 days. It may be ensured that all Aadhaar enrolment centers opened by banks must carry out enrolments & updation on daily basis.

**Annexure – I**

**Status as on 30.09.2022**

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

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Reg Name** | **EA Name** | **Count of Centre Summary** | **Sum of Total Cases in last 30 Days** | **Count of Zero Enrolments** |
| **Axis Bank Ltd** | Axis Bank Ltd | 5 | 311 | 2 |
| **Bank of Baroda\_New\_648** | Bank of Baroda | 21 | 7468 |  |
| **Bank of India\_New\_649** | Bank of India | 18 | 6947 |  |
| **BANK OF MAHARASHTRA\_NEW\_662** | Bank of Maharashtra | 2 | 101 |  |
| **Canara Bank\_New\_657** | CANARA BANK | 12 | 3593 |  |
| **Capital Small Finance Bank Ltd** | Capital Small Finance Bank Ltd | 15 | 3476 |  |
| **Central Bank of India\_New\_650** | CENTRAL BANK OF INDIA | 13 | 1011 | 1 |
| **City Union Bank Limited** | CityUnion Bank Limited | 1 | 189 |  |
| **Corporation Bank** | CORPORATION BANK | 7 | 1217 |  |
| **DCB Bank** | DCB Bank Ltd | 4 | 476 | 1 |
| **Equitas Small Finance Bank** | Equitas Small Finance Bank Limited | 2 | 239 |  |
| **Federal Bank** | Federal Bank | 1 | 219 |  |
| **HDFC Bank Limited** | HDFC Bank Limited | 29 | 4218 | 3 |
| **ICICI Bank Limited** | ICICI Bank Ltd | 21 | 6791 |  |
| **IDBI Bank Ltd\_New\_667** | IDBI Bank Ltd | 7 | 1522 |  |
| **IDFC BANK LIMITED** | IDFC BANK LIMITED | 1 | 139 |  |
| **Indian Bank\_New\_651** | Indian Bank | 37 | 9992 |  |
| **INDIAN OVERSEAS BANK\_NEW\_659** | Indian Overseas Bank | 21 | 4451 |  |
| **IndusInd Bank** | IndusInd Bank Limited | 12 | 4947 |  |
| **KotakMahindra Bank** | Kotak Mahindra Bank | 2 | 310 |  |
| **Punjab & Sind Bank\_New\_660** | Punjab & Sindh Bank | 10 | 356 | 2 |
| **Punjab National Bank\_NEW\_653** | Punjab Gramin Bank | 15 | 5093 |  |
|  | Punjab National Bank | 40 | 10155 |  |
| **RBL Bank Limited** | RBL Bank Limited | 2 | 297 |  |
| **STATE BANK OF INDIA\_New\_654** | LHO CHANDIGARH | 78 | 22308 | 3 |
| **UCO BANK** | UCO BANK | 3 | 790 |  |
| **Union Bank Of India\_New\_656** | Union Bank Of INDIA | 15 | 5878 |  |
| **YES Bank Limited** | YES Bank Limited | 7 | 1204 |  |
| **Grand Total** | | **401** | **103698** | **12** |

**Annexure – II**

**Status as on 30.09.2022**

**List of Centers with Zero enrolments**

|  |  |  |  |
| --- | --- | --- | --- |
| Registrar Name | Agency Name | Centre Summary | Contact Person |
| DCB Bank | DCB Bank Ltd | DCBL0000107, SCO 10-17,FEROZE GANDHI MARKET, FEROZEPUR ROAD, Ludhiana, Bharat Nagar Chowk, Ludhiana, Punjab – 141001 | Harpreet Singh |
| HDFC Bank Limited | HDFC Bank Limited | `HDFC0000161, 0000-HDFC BANK LTD, COLLEGE ROAD, ROPAR -140001 (PUNJAB), Rupnagar, Rupnagar, Rupnagar, Punjab – 140001 | Ramanpreet Kaur |
| HDFC Bank Limited | HDFC Bank Limited | 0432, B XII - 263/64, COLLEGE ROAD, BARNALA . BARNALA PUNJAB, Barnala, Barnala, Barnala, Punjab – 148101 | Raicharan Singh |
| HDFC Bank Limited | HDFC Bank Limited | Bilga, v.p.o Bilga ,Tehsil Phillaur, Distt jalandhar, Jalandhar, Phillaur, Bilga, Punjab – 144036 | SONIA |
| Axis Bank Ltd | Axis Bank Ltd | Axis bank ltd, 00197-Axis bank ltd, Ludhiana, Ludhiana (west), Dakha, Punjab – 141102 | Vartika Pal |
| Axis Bank Ltd | Axis Bank Ltd | Axisbank ltd., sh Hargobindpur road jaja chownk , Hoshiarpur, Dasuya, Tanda, Punjab – 144204 | Anu Bala |
| Central Bank of India\_New\_650 | CENTRAL BANK OF INDIA | CBIN0280321, near amar banquat sirhind road patiala, Patiala, Patiala, Patiala, Punjab – 147001 | Kiranjit Kaur |
| Punjab & Sind Bank\_New\_660 | Punjab & Sindh Bank | PINJAB & SIND BANK, psb bank bazaar, Bathinda, Bathinda, Bathinda, Punjab – 151001 | Nisha |
| Punjab & Sind Bank\_New\_660 | Punjab & Sindh Bank | b0615, model town phase 1 punjab and sind bank, Bathinda, Bathinda, Bathinda, Punjab – 151001 | Taniya Shree |
| STATE BANK OF INDIA\_New\_654 | LHO CHANDIGARH | SBIN0050085, SBI KURALI, SAS Nagar (Mohali), Kharar, Kurali, Punjab – 140103 | Ravinder Singh |
| STATE BANK OF INDIA\_New\_654 | LHO CHANDIGARH | State Bank Of India, DANA MANDI KHAMANO CHANDIGARH ROAD, Fatehgarh Sahib, Khamanon, Khamanon, Punjab – 141801 | Mandeep Singh |
| STATE BANK OF INDIA\_New\_654 | LHO CHANDIGARH | sbi, Kiratpur sahib, Rupnagar, Anandpur Sahib, Baruwala, Punjab – 140115 | Anu |

|  |  |
| --- | --- |
| **Item No.26** | **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 FardJamabandi 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, 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 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. HarshaChhina 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 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 SLBC approved the committee comprising RBI Chair, experts from NABARD & State Revenue Department and SLBC as members. The committee re-examined the issue and the recommendations of the committee were placed during 161st SLBC Meeting. The Dept. of Institutional Finance & Banking however observed that the committee should come up with specific recommendations.

**As three out of Four members of the committee has either been Transferred or Retired, SLBC carved out the following specific recommendations which may be considered for implementation at RBI Level-**

1. Finance against Oral Lease causes double/triple financing. Hence Oral lease should not be accepted for finance. Only Registered lease deed with entry in revenue records should be accepted for financing against Leased Land.
2. Digitization of land records be finalized immediately and bank limits (Cash credit component) be marked (with details of hypothecation of Crop, Khewat/ Khatauni wise) in Credit Bureau report.
3. The KCC loan sanctioning procedure by the cooperative banks needs to be revisited. They do not sanction loan against lease in land, nor do they require any mortgage to secure their loan. However, they sanction loan on production of two guarantors and the papers signed by the society. Moreover, the cooperative bank, as informed, are not linked with the CIBIL for KCC loan.

Hence, there is no procedure/mechanism to find out if loan against the land had been raised from some other bank/s, or will not be raised in future.

**(The report of the committee is placed at page no.- 51 )**

|  |  |
| --- | --- |
| **Item No. 27** | **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 30.09.2022 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 | 31798 | 24033 | 76 | 19618 | 12377 | 63 | 51416 | 36410 | 71 |
| RRBs | 3100 | 3581 | 116 | 1378 | 586 | 43 | 4478 | 4167 | 93 |
| Coop. Banks | 10144 | 5482 | 54 | 3654 | 305 | 8 | 13798 | 5787 | 42 |
| PADB | 0 | 0 | 0 | 300 | 150 | 50 | 300 | 150 | 50 |
| **Total** | **45042** | **33096** | **73** | **24950** | **13418** | **54** | **69994** | **46514** | **66** |

(The Segment wise position is placed as **Annexure-38)**

**Action Points: -**

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

**STATE GOVERNMENT RELATED ISSUES**

|  |  |
| --- | --- |
| **Item No. 28** | **Recovery of Banks' Dues - Pending Recovery Certificates under State Recovery Acts** |

The position as on September 2022 of 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 | 459 | 7.52 |
| ii | Total pending cases | 2655 | 95.88 |
| iii | Out of (ii) above, cases pending for less than six months | 1555 | 55.17 |
| iv | Out of (ii) above, cases pending for more than six months but less than one year. | 534 | 17.27 |
| v | Out of (ii) above, cases pending for more than 1 year. | 566 | 23.44 |

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

**(Distt-wise position is as per Annexure-39.1)**

**Observations:**

The pendency in respect of RCs for more than One year is related to banks namely State Bank of India, Indian Bank, Bank of Baroda, PNB, UCO Bank, IDBI 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. 29** | **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 September 2022 is as under: -

**(Amt. in Crores)**

|  |  |  |
| --- | --- | --- |
| **No. of Pending Cases with Metropolitan Magistrates/District Magistrates** | **Cases pending for more than one Month** | **Amount Involved** |
| **501** | **501** | **193.22** |

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 – 40)**

**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. 30** | **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: -

**(Amount ` in crore)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Parameter** | **As At** | | | **Variation** | | | |
| **Sept**  **2020** | **Sept 2021** | **Sept**  **2022** | **Sept 2021/Sept 2020** | | **Sept 2022/Sept 2021** | |
| **Absolute** | **%age** | **Absolute** | **%age** |
| **Branches** | 6500 | 6346 | 6214 | 154 | 2.37 | -132 | -2.08 |
| **Agg. Deposits** | 433520 | 485158 | 528582 | 51638 | 11.91 | 43424 | 8.95 |
| **Advances** | 256307 | 281803 | 314952 | 25496 | 9.94 | 33149 | 11.76 |
| **PS Adv.** | 146673 | 154929 | 169911 | 8256 | 5.62 | 14982 | 9.67 |
| **Agri. Advances** | 72420 | 74002 | 77628 | 1582 | 2.18 | 3626 | 4.90 |
| **Adv. to MSME** | 58587 | 63114 | 72142 | 4527 | 7.72 | 9028 | 14.30 |
| **Weaker Sector Adv.** | 42355 | 50443 | 61485 | 8088 | 19 | 11042 | 21.89 |

**(Bank-wise position is given in Annexure- 41, 11 & 42)**

|  |  |
| --- | --- |
| **Item No. 31** | **Position of NPA** |

|  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- |
| **Period** | **No. of Accounts** | **Amount in Crores** | **NPA Percentage** | **QoQ variation (Amt)** | **QoQ variation (PPs)** |
| Dec.2021 | 388250 | 24519 | 8.06 |  |  |
| March 2022 | 394382 | 23113 | 7.60 | -1406 | -5.73 |
| June 2022 | 464451 | 22488 | 7.37 | -625 | -0.23 |
| Sept 2022 | 462540 | 21126 | 6.71 | -1362 | -0.66 |

**(Bank-wise position is given in Annexure- 41)**

|  |  |
| --- | --- |
| **Item No. 32** | **Deposit Growth** |

The aggregate deposits of the Banks in Punjab increased by Rs. 43424 Crores from Rs. 485158 crores as at Sept 2021 to Rs. 528582 crores as at Sept 2022, thus posting a growth of 8.95% as against 11.91% during the corresponding period last year.

**(Amt. in Crores)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Aggregate**  **Deposits** | **As At** | | | **Variation** | | | |
| **Sept 2020** | **Sept**  **2021** | **Sept 2022** | **Sept 2021/ Sept 2020** | | **Sept 2022/ Sept 2021** | |
| **Absolute** | **%age** | **Absolute** | **%age** |
| **Rural** | **99499** | **101708** | **114209** | **2209** | **2.22** | **12501** | **12.29** |
| **Semi Urban** | **132108** | **152786** | **163430** | **20678** | **15.65** | **10644** | **6.97** |
| **Urban** | **201913** | **230664** | **245751** | **28751** | **14.23** | **15087** | **6.54** |
| **Total** | **433520** | **485158** | **528582** | **51638** | **11.91** | **43424** | **8.95** |

|  |  |
| --- | --- |
| **Item No. 33** | **Credit Expansion** |

Gross credit in the State of Punjab has been increased by Rs. 33149 crores, from Rs.281803 crores as at Sept 2021 to Rs. 314952 crores as at Sept 2022, thus exhibiting a growth of 11.76% as against the growth of 9.94% during the same period last year.

Area wise analysis is summarized below: -

**(Amt. in Crore)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Total Advances** | **As At** | | | **Variation** | | | |
| **Sept 2020** | **Sept 2021** | **Sept 2022** | **Sept 2021/ Sept 2020** | | **Sept 2022/ Sept 2021** | |
| **Absolute** | **%age** | **Absolute** | **%age** |
| **Rural** | **60347** | **58899** | **54994** | **-1448** | **-2.39** | **-3905** | **-6.63** |
| **Semi Urban** | **65889** | **72667** | **80940** | **6778** | **10.28** | **8273** | **11.38** |
| **Urban** | **130071** | **150236** | **170780** | **20165** | **15.50** | **20544** | **13.67** |
| **Total** | **256307** | **281803** | **314952** | **25495** | **9.94** | **33149** | **11.76** |

|  |  |
| --- | --- |
| **Item No. 34** | **Advances to Minority Community** |

The comparative position is given below: -

**(Amt.** **in Crore)**

|  |  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- | --- |
| **Minority**  **Community** | **Sept 2020** | | **Sept 2021** | | **%age Growth**  **Sept 2021/**  **Sept 2020** | **Sept 2022** | | **%age Growth**  **Sept 2022/**  **Sept 2021** |
| **A/Cs** | **Amt. O/S** | **A/Cs** | **Amt. O/S** | **A/Cs** | **Amt. O/S** |
| **Muslims** | **25322** | **1059** | **34360** | **1008** | **-4.81** | **36874** | **942** | **-6.55** |
| **Christians** | **12806** | **259** | **17344** | **240** | **-7.33** | **18806** | **306** | **27.50** |
| **Budhists** | **707** | **44** | **4005** | **78** | **77.27** | **5874** | **139** | **78.21** |
| **Jains** | **4162** | **990** | **10668** | **868** | **-12.32** | **8485** | **643** | **-25.92** |
| **Total** | **42997** | **2352** | **66377** | **2197** | **-6.59** | **70039** | **2030** | **-7.60** |

**(Bank-wise position is as per Annexure-43 & 43.1)**

**Observation:**

The overall advances to minority communities has shown decline of Rs.167 crores, from Rs.2197 crores as at Sept 2021 to Rs.2030 crores as at Sept 2022. During the quarter ended Sept 2022, Banks disbursed advances to the tune of Rs.524 crores to 14546 borrowers belonging to minority communities.

|  |  |
| --- | --- |
| **Item No. 35** | **Advances to Weaker Sector** |

**(Amt. in Crore)**

|  |  |  |  |  |  |  |  |
| --- | --- | --- | --- | --- | --- | --- | --- |
| **Banks** | **No of Branches** | **Weaker Sector as at 30.09.2021** | | **Weaker Sector as at 30.09.2022** | | **Variation in amount** | **%age Variation** |
| **No** | **Amount** | **No** | **Amount** |
| Public Sector Banks | 3923 | 1066645 | 33070 | 1365602 | 41138 | 8068 | 24.40 |
| Private Sector Banks | 1862 | 1353623 | 12786 | 1425522 | 15263 | 2477 | 19.37 |
| Regional Rural Banks | 429 | 247254 | 4588 | 272211 | 5084 | 496 | 10.81 |
| **TOTAL** | **6214** | **2667522** | **50444** | **3063335** | **61485** | **11041** | **21.89** |

**(Bank wise detail is at Annexure-42)**

**Observation:**

The Weaker Sector Advances in the State during the period under review witnessed an increase of Rs.11041 Crores i.e. from Rs.50444 crores as at Sept 2021 to Rs.61485 crores as at Sept 2022 thus showing growth of 21.89 %.

|  |  |
| --- | --- |
| **Item No. 36** | **Advances to SC Beneficiaries** |

**(Amt. in Crore)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Year** | **Accounts** | **Balance Outstanding** | **Increase** | |
| **Absolute** | **%age** |
| Sept 2020 | 580839 | 15165 |  |  |
| Sept 2021 | 673357 | 5530 | -9635 | -63.53 |
| Sept 2022 | 561479 | 6430 | 900 | 16.27 |

**(Bank-wise position as per Annexure-42)**

**Observation:**

The **Advances to SC Beneficiaries** in the State during the period under review witnessed witnessed an increase of Rs.900 Crores i.e. 16.27 %.

|  |  |
| --- | --- |
| **Item No. 37** | **Advances to Women Beneficiaries** |

**(Amount ` in Crore)**

|  |  |  |  |  |
| --- | --- | --- | --- | --- |
| **Year** | **Accounts** | **Amt. O/S** | **Increase (Amt)** | |
| **Absolute** | **%age** |
| Sept 2020 | 1528605 | 29032 |  |  |
| Sept 2021 | 1637908 | 27090 | -1942 | -6.68 |
| Sept 2022 | 1790001 | 36105 | 9015 | 33.28 |

**(Bank-wise position is as per Annexure-44 & 44.1)**

**Observation:**

The overall advances to women beneficiaries witnessed an increase of Rs.9015 crores from Rs.27090 crores as at Sept 2021 to Rs.36105 crores as at Sept 2022, thus registering the increase by 33.28%.

|  |  |
| --- | --- |
| **Item No. 38** | **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 September 2022 was submitted on due date 15.10.2022 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 25.10.2022 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. 39** | **Calendar for the SLBC Meetings –F.Y. 2022-23** |

The next SLBC Meeting 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** |
| 163rd | December 2022 | 13.02.2023 (Monday) |

|  |  |
| --- | --- |
| **Item No. 40** | **Any other issue with the permission of the Chair** |

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

**Findings of Committee formed to study issue of Over Financing in Agriculture-**

In pursuant to item no. 24.1 of the 157th meeting of the SLBC (Punjab) concerning over financing of agriculture in Punjab, a study committee comprising Dr. Satish Verma, RBI Chair Professor, CRRID, Chandigarh; Sh.P.P. Dutta, AGM, NABARD, RO: Chandigarh; Sh. Kiranjit Tiwana, DRO, Revenue Department, Govt. of Punjab; Sh. Ramesh Kumar, Nodal Officer, SLBC Punjab, was constituted. After a visit in the field and examining the data collected for the previous committee, it was found that:

1. Several banks have indulged in over financing of individual farmers in the state. It has happened particularly in relation to credit extended against oral leased land.
2. In case of a particular bank HDFC, Village Golewala, district Faridkot), the committee observed that all the borrower farmers had leased in land exactly equal to, and in case of a few others, more than the owned, which requires further investigation at the end of Bank concerned.
3. The limit against the leased land continued even when the lease period had expired. There is at most no evidence of rechecking/renewing the lease in papers at the time of renewal of the loan limit.
4. These lending practices are not in consonance with sound banking principles.

**Recommendations:**

1. Finance against Oral Lease causes double/triple financing. Hence Oral lease should not be accepted for finance. Only Registered lease deed with entry in revenue records should be accepted for financing against Leased Land.
2. Digitization of land records be finalized immediately and bank limits (Cash credit component) be marked (with details of hypothecation of Crop, Khewat/ Khatauni Wise) in Credit Bureau report.
3. The KCC loan sanctioning procedure by the cooperative banks needs to be revisited. They do not sanction loan against lease in land, nor do they require any mortgage to secure their loan. However, they sanction loan on production of two guarantors and the papers signed by the society. Moreover, the cooperative bank, as informed, are not linked with the CIBIL for KCC loan. Hence, there is no procedure/mechanism to find out if loan against the land had been raised from some other bank/s, or will not be raised in future.

|  |  |
| --- | --- |
| **Item No. 41** | MINUTES **OF 161st MEETING OF STATE LEVEL BANKERS’ COMMITTEE, PUNJAB Held on 18.08.2022.** |

**CONVENER: PUNJAB NATIONAL BANK**

The **161stMeeting** of the **State Level Bankers’ Committee, Punjab** to review the performance of banking system in the State of Punjab for the quarter ended **June 2022** was held on **18.08.2022 at Hotel Mount View, Chandigarh** from **11:00 A.M onwards.** The meeting was held under the **Co-Chairmanship** of **Chief Guest Shri Ajoy Kumar Sinha, IAS, Principal Secretary Finance, Government of Punjab** and **Sh. M.K. Mall, Regional Director, Reserve Bank of India, Chandigarh along with presence of Shri V Sundaresan, Chief General Manager, Corporate Office, Punjab National Bank.**

**Besides, the meeting was attended by the following dignitaries-**

* Madam Garima Singh, IRS, Secretary Finance cum Director, Institutional Finance & Banking, Punjab
* Shri H.K. Sablania, General Manager, NABARD, Chandigarh
* Shri Kanwaljit Shorey, General Manager, Corporate Office, Punjab National Bank
* Shri Sumanta Mohanty, Convenor, SLBC Punjab &Zonal Manager, Punjab National Bank, Ludhiana Zone

Also the Senior Officers from RBI, State Government, Banks, Financial Institutions and various Corporations participated in the meeting. Meeting was also attended by special invitee Sh. A. David Brainard, National Chairman, SC/ST Chamber of Commerce & Industry.

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 address extended a warm & hearty welcome to **Chief Guest Shri Ajoy Kumar Sinha, IAS, Principal Secretary Finance, Government of Punjab; Sh. M.K. Mall**, **Regional Director, RBI; Shri V Sundaresan, Chief General Manager, Corporate Office, Punjab National Bank;Madam Garima Singh, IRS,** Secretary Finance cum Director, Institution Finance & Banking, Govt. of Punjab; **Shri H.K. Sablania, General Manager, NABARD**; **Shri Kanwaljit Shorey, General Manager, Corporate Office, PNB** and LDMs, Senior Officers from RBI, State Government, Banks, various Corporations.

He said that SLBC will deliberate &review the progress of Banks for the period ended June, 2022 along with the policy, financial & other issues related to development of state of Punjab. As per RBI’s Revamped Lead Bank Scheme, SLBC-Punjab conducted meeting of five Sub-committees to SLBC on 09.08.2022 to deliberate statistical data and other routine issues. Action points emerged during the meetings were circulated to the steering sub-committee to finalize the agenda for the SLBC meeting.

He said, to maintain the accuracy of data and ensure timely submission for the upcoming quarter, all the member banks are requested to do parallel checking of data through the SLBC Portal. However, most of the banks have not utilized the platform and have submitted the data manually only. Expressing his concern over the inconsistency in the data submitted by many banks for the Q.E. June 2022, he said number of discrepancies were observed in the data which creates doubt about the sanctity of data. For example, the CD Ratio of rural areas has come down by 15.39% YoY which is a serious concern and each bank needs to check the authenticity of the data.

Further the member banks are requested to put in more efforts for achieving the overall CD Ratio of 60% which at present has come down to 58.54%

Commenting on the progress of Banks in Punjab for the period ended June 2022, he said the YOY deposit growth in state is 10.07%. SCBs growing at 10.02%, PSBs growing at 6.70%, Pvt. Banks growing at 18.94%. PSBs’ share in deposits is 71% and Pvt. Banks have share of 24%. Deposits of major banks as on June 2022 are SBI :122682 Cr, PNB: 109221 Cr & HDFC: 57181 Cr. The YOY credit growth is 7.54% with SCBs growing at 7.34%, PSBs growing at 1.10% & Pvt. Banks growing at 17.48%. PSBs’ share in advances portfolio is 59% and Pvt. Banks’ share is 36%. Position of major banks in advances as on June 2022 is SBI: 64274 Cr, HDFC: 55490 Cr & PNB: 45182 Cr.

Speaking on Agriculture growth, he said the growth in the state is at 8.91% as on 30.06.2022, SCBs growing @ 8.51%, PSBs growing at 7.20%, Pvt. Sector banks are growing at 10.66%. PSBs’ share in Agriculture advances is 56% and Pvt. Banks’ share is 35%. The term loan component under agriculture credit is only 22.08% which is a major area of concern and there is a need for Infrastructure financing or Capital formation in rural areas which will ultimately increase agriculture/ rural income of farmers in the state. The MSME growth is at 35.67% as on 30.06.2022.

Under Agriculture Infrastructure Fund, out of 341 received applications, 234 have been sanctioned and 208 applications have been disbursed. Out of these 208, PSBs have disbursed 175 applications amounting to Rs.125 Cr and Pvt. banks have disbursed 21 cases amounting to Rs. 27 Cr. Under PMFME scheme, total 683 applications have been received and 266 applications have been sanctioned. Out of 266 sanctioned applications, PSBs have sanctioned 200 applications and Pvt. banks have sanctioned 45 cases.

While deliberating on the progress of banks under National Goals, he apprised the house that Share of Priority Sector Advances to NBC is 56%. Share of Agriculture Advances to Total NBC is 27% and Share of Weaker Sector Advances to NBC is 19%.

The 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. During Quarter ended June 2022, total of 22790 KCCs amounting to Rs.365.47 Crore were issued under the campaign as above in the state.

Further, under JANSURKSHA Schemes, the state, especially the Public sector Banks have performed exceptionally well. Under PMSBY, overall achievement was 134 % & 121 % under PMJJBY.

Speaking on NPA under agriculture, he said NPA under agriculture is 12% of Agri Advances. SCBs have 13.00%, PSBs 18% & Pvt. Sector banks have 5% NPA under agriculture. As the economy is now gaining pace and demand is growing, he requested the banks and state missionaries to work in coordination & cooperation among all the members. He wished fruitful deliberations on all Agenda items and a successful meeting ahead.

**Shri V Sundaresan, Chief General Manager, Punjab National Bank** in his Keynote address extended a warm and hearty welcome to distinguished guests **Shri Ajoy Kumar Sinha, IAS, Principal Secretary Finance, Government of Punjab; Sh. M.K. Mall**, **Regional Director, Reserve Bank of India; Madam Garima Singh, IRS**, Secretary Finance cum Director, Institutional Finance & Banking, GoP; **Shri H.K. Sablania,** General Manager, NABARD along with senior executives from State Government, Banks, Financial Institutions, RBI, NABARD and other offices.

He said that SLBC Forum will not only be benefitted from the views and guidance of all dignitaries present but will also set priorities for future course of action.

He started with his strong statement “Punjab has been the leader of the Green Revolution in the country and one of the most prosperous states. Agriculture and allied services are one of the key strengths of the State. In the current scenario, farmers of the state are under stress and finding it difficult to meet both ends. Bankers need to focus on the strategies for augmenting the investment credit in Agriculture and ancillary activities to ensure sustainable development of the Agriculture in the state. This will be in line with the ‘Aatma Nirbhar Bharat Abhiyaan’ of Govt. of India under “Doubling the income of farmers” to put the economy back to growth track post Covid Pandemic”.

Apprising the house on the economic front, he said to reassess the evolving inflation-growth dynamics and the impact of the developments after the monetary policy review during June 6 to June 8,2022, the latest meeting of the Monetary Policy Committee (MPC) was held during August 3 and 5, 2022. It was decided to increase the policy repo rate under the liquidity adjustment facility (LAF) by 50 basis points to 5.40 per cent with immediate effect bringing the Repo Rate to Pre COVID Regime.

Consequently, the standing deposit facility (SDF) rate stands adjusted to 5.15 per cent, the marginal standing facility (MSF) rate & the Bank Rate to 5.65 per cent. While focusing on withdrawal of accommodation and supporting growth to ensure that inflation remains within the target going forward. The Projection of Growth for 2022-23 has been retained at 7.2 percent, the same as in June,2022 MPC.

While concluding, he thanked the State Government and its various departments, RBI and NABARD for their excellent support, guidance and co-operation rendered to the banking sector in the State over the years and assured full cooperation from banking fraternity towards strengthening and uplifting the socio-economic conditions of the people of the State.

**Sh. M.K. Mall**, **Regional Director, Reserve Bank of India** welcomed all the dignitaries, officers from banking fraternity and State govt. departments. To begin with, he appreciated the role played by SLBC, being an apex level forum, in the development of Punjab state for the past so many years. He apprised the house that during the last SLBC Meeting chaired by the worthy Union Minister of state for Finance, all the major issues were discussed in detail. It was noted by the Union Minister that State is doing well in all the parameters put up for the rural development.

Speaking about the progress of the state, he said that the state has performed well and achieved the targets in most of the parameters for the Q.E. June 2022 as well, for which he congratulated all the stakeholders.

Highlighting the importance of Financial awareness, he said the Reserve Bank is very serious about Financial Literacy for which campaign is being run in mission mode by RBI through banks as well as Financial Literacy Centers. As per RBI mandate, each and every district must have at least one FLC through which they can spearhead the Financial Literacy Mission. However, 6 districts of Punjab are still not having FLCs. The LDMs of concerned districts were requested to put concerted efforts to fulfill the mandate and ensure that FLCs are operationalized.

Further, Sh. Mall said that there is a huge network of Banking Correspondents, being the extended arms of Banks and supplementing the role of Brick & Mortar branches for financial inclusion. But there is a large number of BCs who are inactive. All the member banks to see why the BCs are not operating and replacement should be done wherever required. Also the Minimum Skilling Certification of BCs should also be ensured by the banks.

Another important forum started in 2017 & specifically targeted for age group of 18-60 years, for creating Financial Literacy & awareness is Centre for Financial Literacy(CFLs). As many as 1700 Financial Literacy Camps have been conducted by CFLs in FY 2022-23 up to Q.E. June 2022. He requested all the member banks to extend required cooperation to CFLs.

Sh. Mall further told that that for systematic learning, the Financial Literacy should start at early stage in schools & colleges and apprised the house that Financial Literacy Curriculum has already been included for 10th Class. Efforts are being made to include the same for other classes as well and all the regulators are focusing on this.

Stressing upon the accuracy and sanctity of SLBC data, which forms the basis for reviewing the performance of banks, he said all the member banks to make use of SLBC data portal for submission of data. All member banks to ensure that there is no manual intervention for the upcoming SLBC meeting.

To conclude with, Sh. Mall said, the SLBC Forum should be representation of all the stakeholders including the Payment Banks for the real impact of the meeting and should be attended by the Senior Functionaries/State Heads of banks only.

**Chief Guest Shri Ajoy Kumar Sinha, IAS, Principal Secretary Finance, Government of Punjab**in his keynote address extended a hearty welcome to all dignitaries on the Dias and the senior officials from banking fraternity. He congratulated all the member banks for achieving the targets and said same pace of growth is expected in future as well.

Sh. Sinha said “Punjab is a unique place in the ways the people work here which creates a win-win situation for everyone. However, the major area of concern is CD Ratio where the national goal of 60% has not been achieved. Specially the six districts i.e. Hoshiarpur, Jalandhar, Kapurthala, SBS Nagar, Pathankot and Rupnagar having CD Ratio below 40% is a matter of concern for the state and needs a serious relook, as to where we are lagging behind”. So he requested all the member banks to impress upon the branch officials for more focused approach for expanding the credit.

He further said that the per capita Milk Production of Punjab is highest in the country and it is a very progressive business. So to achieve the targets and meet the national pace, the focus should be on extending KCC card facility to farmers engaged in Dairy & Animal Husbandry without any impediment.

Sh. Sinha further told that the state has done remarkably well over the past few years in Agriculture Infrastructure creation. He appreciated the efforts done by NABARD for the same by way of extending credit to the state. He further added that during the current year also, the state is poised for a great jump as compared to last year. All the scheduled commercial banks were requested to extend credit facility under Agriculture Infrastructure Fund scheme. Sh. Sinha also stressed upon the digitization of banking products in the state.

Impressing upon another important segment of Govt. sponsored schemes, he said that in schemes like PMSVANidhi, the state has not even achieved 50% of targets despite the small ticket sized while the states like Utter Pradesh, Andhra Pradesh, Telangana have almost surpassed their targets. He emphasized that these schemes may be small sized applications but their impact on livelihood of people is great. He requested all banks in the state to achieve the targets in the ensuing quarter.

**Shri H.K. Sablania, General Manager, NABARD, Chandigarh** in his address welcomed all the dignitaries and distinguished guests. Beginning with the performance under Rural Infrastructure Fund, he said NABARD has been supporting the state govt. and has done really well in the last 2 years. In the current year also, NABARD has planned to sanction at least Rs.1200 Cr from RIDF and likely to disburse Rs.850 Cr for the rural infrastructure.

Speaking on the issues of Crop Loans & Term Loan under Agriculture sector, he said despite organization of KCC Saturation programmes at various levels and issuing new KCC Cards, the growth has almost been stagnant for last 2-3 years and overall achievement is 88%. He apprised the house that to improve the GLC flow under agriculture, the Govt. of India has announced 1.5% interest subvention. The banks may increase the finance and can derive the benefit of subvention to pass onto the beneficiaries, especially the Co-operative & Punjab Gramin Bank to increase the achievement for the next quarter.

Further, the achievement under Term loan in the last quarter was only 50% and there has been a decreasing trend for the last 3-4 years. So the focus is on increasing the targets under term loans. With regards to JLG Financing in the State, he emphasised that banks should focus on this scheme and NABARD was ready to provide required trainings to the banks.

Sh. Sablania also stressed on financing under KCC to Animal Husbandry and Fisheries. He said that the state has a great potential in this category. Further, GOI launched central scheme for Farmer Produce Organisations and till now 111 FPOs have been formed in the state. He requested all the member banks to visit the FPOs for finding potential areas for financing and NABARD was ready to provide all kind of assistance for the same. Also he requested all the banks to come forward and take advantage of grant assistance provided by NABARD under Financial Inclusion Fund for FLCs and various other programmes on financial awareness.

Talking about the issue of Utilisation Certificates, he requested the banks for timely submission of the Utilization Certificates to NABARD in respect of all Govt. Sponsored Schemes where Capital Subsidy have been availed by the banks from NABARD.

Special Invitee, **Sh. A. David Brainard**, The National Chairman, SC/ST Chamber of Commerce & Industry, in his address to the house said that to achieve the Govt. of India’s objective of eradicating poverty and raising the standard of living of people by creation of jobs & thereby increasing their income, there is a need for more focused credit flow for SC/ST as per RBI guidelines. The Govt. of Punjab is giving lot of Capital & Interest incentives for the SC/ST. So he requested that each bank should have an SC/ST cell to monitor QoQ/YoY Credit flow and the same should also be included for deliberations at DCC/DLRC level meetings so that with the enhanced credit flow, this strata of society can contribute towards the development of nation.

The Agenda Items were discussed as under: -

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| **Agenda Item No. 1** | **Confirmation of minutes of 160th meeting of State Level Bankers' Committee (Punjab)** |

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

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

As on 07.08.22, total of 124485 applications were uploaded on the portal, out of which Banks have sanctioned 50522 applications and 43765 applications have been disbursed. Further, 56573 applications have been returned/rejected by banks citing various reasons and 17390 applications are yet to be picked up by Banks for sanction/ disbursement.

All the banks were requested to sanction/disburse all the pending applications and LDMs to take up the issue at BLBC Level to clear the pendency.

**DGM, SLBC** requested the Bank heads to instruct all the branches to Login on daily basis for disposing of the pending applications.

**Madam Garima Singh**, IRS, Secretary Finance cum Director, Institution Finance & Banking expressed concern over high rejection rate of almost 45% under the scheme and asked the banks to analyze & furnish reasons for the same.

**Shri Ajoy Kumar Sinha**, IAS, Chief Guest said that it was discussed with the LDMs &Senior Officers of Banks to dedicate one day in a week towards this loan as per directions of GOI. Further, as all the pendencies are confined to bigger areas like Ludhiana, Jalandhar & Amritsar, the ULBs were advised to organize camps, call people physically, check the deficiencies in documents if any and process the applications. So all the banks to give emphasis on the scheme as the same is monitored by the Honorable Prime Minister himself. This scheme covers only 2.5% of total population of the state, hence the same needs to be addressed on priority.

He advised the Local Govt. Dept. to organize camps at municipal corporation level in coordination with ULBs with due publicity and instruct the district officials to get in touch with banker counterparts.

**Sh. M.K. Mall,** RD, RBI also expressed his concern over high rejection rate under the scheme and said the major disbursal is given by Public Sector banks. So the Pvt. Sector banks to take the issue seriously as their participation is very less. He then enquired from the Nodal Officers of major Private Banks i.e. Axis Bank, ICICI, YES Bank, Indusind Bank with almost zero sanctioned cases & the reason for the poor performance. All the banks who have minimal sanctioning/disbursal were advised to ensure that each & every application is seriously seen and no application is kept pending just for the sake of rejecting it. He further requested all the Zonal heads to check the functioning of all branches and make sincere efforts to improve performance since the amount of loan is small whereas it is of great help for the targeted beneficiaries.

Baldeep Singh, Technical Director, Local Govt. informed that the disbursal in Second Tranche loans is only 17% which should be 100% since all the formalities are already completed by the beneficiaries. Bankers should come up with the issues if any and all kind of support is always available from Local Govt. Further, DAY NULM Ministry has also been requested to convene a meeting for the banks to resolve issues & doubts.

Addressing to the concern raised by the Local Govt. representative, **Shri Ajoy Kumar Sinha**, IAS, said that there is no reason for holding back the second tranche applications by the banks.

**Action: All Banks/LDMs& ULBs**

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

Out of Total 205377 net eligible borrowers, Banks in the State have sanctioned credit facilities to 180253 borrowers which comes to 87.77%. However, disbursement has been made in 143493 accounts, which comes to 79.61% of sanctioned accounts. Banks were asked to disburse the facility to all eligible borrowers.

**Action: All Banks**

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

Only 10 Banks have reported financing under the scheme with 300 total number of applications received as on 30.06.2022 and an outstanding amount of Rs.45 crores. All banks were requested to identify eligible borrowers and ensure to offer the facility to all.

The data of Federal Bank was found apparently incorrect. The bank was asked to provide explanation for the same. Also many major banks also reported the data as NIL. The banks were requested to check and rectify the same.

**Action: All Banks**

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| **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** |

Under the campaign, a total of 40052 applications have been received so far for KCC to Animal Husbandry & Dairy out of which 29408 have been sanctioned, 8688 applications have been rejected and 1706 applications are pending with banks. Out of total pending applications, 1069 applications are pending for more than 15 days.

Further, for KCC to Fisheries, out of total 327 applications received, only 35 applications have been sanctioned and 107 applications are pending which is a matter of concern. The Lead District Managers were requested to expeditiously dispose of the pending applications.

**Madam Garima Singh**, IRS, Secretary Finance observed that there is no participation by Pvt. Banks at all which is a serious concern. Banks were asked to furnish the reasons for the same.

**Shri H.K. Sablania,** General Manager, NABARD enquired from Pb. State Coop. Bank the reasons for 157 pending applications and asked to clear the same at the earliest.

**Sh. M.K. Mall,** Regional Director, Reserve Bank of India appreciated Punjab & Sind Bank for doing well under the campaign. Sharing the success story, it was informed by P& Sind Bank representative that monitoring of all branches is being done by concerned Nodal Officers on daily basis under the scheme. Worthy RD Sir requested all the banks to emulate the strategy followed by the Punjab & Sind bank as lot of potential is there under the scheme. He then enquired from the Nodal Officers of Pvt. Banks, the reasons for non- performance and asked them to come prepared with the data & also ensure accuracy of the same. Referring to the success story shared by LDM Hoshiarpur, he requested Zonal Heads of banks to ensure that such stories are percolated at all levels to field functionaries.

Taking into consideration the suggestion given by LDM Hoshiarpur, **Shri Ajoy Kumar Sinha**, IAS, Chief Guest asked SLBC to recommend for reward & recognition, Top 3 Performer Banks with good achievement percentage under the scheme. Due recognition will be given by the State Govt. on 26th January to those banks.

**Action: Action: Banks/ LDMs**

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

Banks have received 341 applications under the scheme and have sanctioned 234 of them and 107 are under process. The state is lagging behind in Agriculture Infrastructure creation. Banks to ensure timely processing and sanction of the proposals received by them.

**Sh. M.K. Mall,** **Regional Director, RBI** raised the concern that funds amounting to Rs.4713Cr have been allocated to the state, however less than one third is utilised. Also a large number of proposals are pending with the banks. He requested all the banks to go through those applications and take their decision.

He further said that there are some banks which are doing really well under the scheme especially PNB, Punjab & Sind Bank and HDFC and other banks can learn from their strategies.

Expressing dissatisfaction over the performance of most of the Pvt. Sector Banks**, Madam Garima Singh**, **IRS**, Secretary Finance said that a Proactive approach is required at the level of the banks to create awareness as the credit is not really taking off under the scheme. Also banks reflecting zero performance need to check the correctness of the data reported. Further, in future all the data reported by the banks for SLBC meeting should invariably be signed by the respective Zonal Heads so that no such issue of data inaccuracy surfaces during the discussions in meeting. In the absence of signed/authenticated data from any bank, the same should not be considered for SLBC meeting.

**Shri H.K. Sablania,** General Manager, NABARD said it is the duty of the banks to guide the customers for taking benefit of interest subvention under the scheme.

A suggestion came up during the discussion from Sh. Charanjit Singh, RSETI Director that during the DCC/DLRC meetings, there should be representatives from RBI & NABARD to increase awareness regarding the scheme.

DGM, SLBC asked the banks to ensure “One Branch One Loan” under the NOBOL campaign which will create huge infrastructure in the state.

To create more awareness regarding the scheme and discuss the progress of the state, a detailed presentation on AIF was also given by Madam Ravdeep Kaur, KPMG.

**Action: Banks, NABARD & Horticulture Dept.**

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

Banks have received 683 applications under the scheme. 266 of them have been sanctioned as on 22.07.2022 and 302 applications are still pending with banks.

**Sh. Rajnish Tuli, GM, Punjab Agro** informed that the PMFME scheme for enhancing the competence of Micro Food Enterprises has picked up well in the state, however around 300 applications are still pending with banks. Further, out of total pending applications, there are 75 such applications for which branches have not logged in yet and they are pending for more than 2 months which is a matter of great concern. Also the banks are taking a lot of time in clearing the pendency.

He further apprised that 35% capital subsidy is available in the scheme and maximum amount is Rs.10 Lakhs. Under the group category i.e. FPOs, SHGs & Co-ops., the upper limit for subsidy is Rs.3 Crores. Some of the banks are doing very well and have very low rejection rate, Canara Bank being one such bank. Thus, there is a need to make more concerted efforts by the banks to clear the pendency & rope in more applications by taking proactive actions.

**Sh. M.K. Mall, RD, RBI** advised all the banks to Login regularly, sanction the applications and give input for non-sanction able applications. The banks should ask for support wherever required and not just sit on the applications.

**Action: LDMs &Banks**

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

During the period under review overall CD Ratio of Commercial Banks in the State of Punjab has been decreased from 59.43% as at June 2021 to 58.54% as at June 2022 thereby showing decrease of 0.89 PPs. The same has decreased by 0.99 PPs on QoQ basis during the quarter ended June 2022.

The major decline is in the Jana Small Finance Bank (-23.98%), Indian Bank (-15.25%) & Axis Bank (-14.74).

Concerned Banks were to submit reason of such decline and take steps for improvement**.**

**Action: All Banks& LDMs**

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

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

**Sh. M.K. Mall, RD, RBI** said that the CD ratio of 6 districts i.e. Hoshiarpur, Jalandhar, Kapurthala, SBS Nagar, Pathankot and Rupnagar being less than 40% is a serious concern. He asked the concerned LDMs to throw light on the issues faced, come up with special schemes and future strategies to achieve the targets of CD ratio as per monitor able action plan of respective district. The CD Ratio of these districts can be improved with focused approach only. He said that the monitor able action plan should be discussed at DCC Level and assured that all kind of support from RBI, NABARD & State Govt.

**Madam Garima Singh**, **IRS**, Secretary Finance enquired from LDM Pathankot, the reasons for 7% decline in CD Ratio and said that target oriented approach is required for visible results.

DGM, SLBC requested all the Bank Heads to particularly focus in these six districts.

**Action: Concerned LDMs/Banks**

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

The state has surpassed the targets under Priority Sector Advances and achievement to Net Bank Credit as on 30.06.2022 is 55.43%, well above the target of 40%. Under agriculture, the state has achieved 24.61% against the target of 18%, however the achievement of national goal under small & marginal farmers is 8.90% against the target of 10%. The achievement of Export Credit under priority sector is also only 0.30% against the target of 2%.

**Sh. M.K. Mall, Regional Director, RBI** expressed concern regarding non achievement of targets for small & marginal farmers and said any kind of technical issue being faced can be apprised to the house so that same can be resolved.

**Action: All Banks**

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

During the period under review, Priority Sector Advances in Punjab has been increased by Rs. 19270 Crores, from Rs.147013 crores as at June 2021 to Rs.166283 crores as at June 2022 thus showing a growth of 13.11%, however the same has declined in case of Public Sector Banks, which needs special attention in the upcoming quarter.

**Action: All Banks**

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

The Agriculture Advances in the State during the period under review witnessed an increase of Rs. 6189 crores from Rs. 69492 crores as at June 2021 to Rs.75681 crores as at June 2022 thus showing increase of 8.90%.

**Madam Garima Singh**, **IRS**, Secretary Finance & **Sh. M.K. Mall, RD, RBI** raised the concern regarding discrepancy in the Agriculture data submitted by the banks and asked to reconcile the same**.**

**Action: All Banks**

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

The overall percentage of cards issued as on 30.06.2022 is only 66%. Banks were requested to issue Debit cards to all remaining KCC holders.

**Madam Garima Singh**, **IRS**, Secretary Finance said that there should not be declining trend in issuance of cards and needs to be curbed.

**Action: All Banks**

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

The overall achievement of KCC accounts seeded with Aadhar as on 30.06.2022 is 79.64%. The banks were requested to seed all accounts with Aadhar so that the benefits of DBT can be availed by the farmers.

**Action: All Banks**

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

**Shri H.K. Sablania,** General Manager, NABARD informed that there is no considerable improvement under the scheme despite organization of workshops by NABARD for skill development. Punjab being an agrarian economy, the LDMs were asked to share feedback for the issues faced. Also LDMs were requested to increase awareness regarding the scheme by having deliberations at DCC Level.

As the scheme is specifically for Agriculture Graduates only, NABARD was requested to provide list of Agriculture Graduates for target oriented approach.

**Action: All LDMs & NABARD**

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

**Shri H.K. Sablania,** General Manager, NABARD apprised the house that the major problem being faced under the scheme is lack of awareness in bankers. He asked the LDMs, Lead banks & DDMs to visit some of the successful FPOs first and have interaction with them, then encourage & guide the other FPOs as well with the success stories.

He said that the mobilization of farmers is a major issue in Punjab and the FPOs are also discouraged by some of the financing agencies. Thus, success stories may encourage others to follow. Further, help & guidance is also being taken from Universities for mobilizing purpose.

**Madam Garima Singh**, **IRS**, Secretary Finance said that since the scheme has not really taken off in Punjab, NABARD can share experiences of other successful states and the same can be replicated in our state as well. The issue be analysed viz-a-viz state. Further, the banks can come forward with suggestions/issues if any for improvement as this area can be really impactful.

**The Chairman**, Punjab Gramin Bank informed that many FPOs have been formed with 100 number of members and efforts are being done to scale up the number of members to 300 with the help of Innovative farming.

Sharing the success story of Kerala State, **Sh. J.S. Samra**, Senior Advisor CRRID suggested that to promote the FPOs, the scale is very important for the viability purpose and there is a need for item based, highly marketable product.

Taking into consideration the suggestion**, Sh. M.K. Mall, Regional Director, RBI** said that studies of some successful states can be done andwith comparative analysis, it can be seen where our state is lagging behind. Accordingly, it can be diagnosed to take input/support from Banks, State Govt. for improvement.

**Action: All Banks, LDMs & NABARD**

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| **Item No. 15** | **Digitization of Land Records – Creation of Online charge by Banks** |

**Sh. M.K. Mall**, Regional Director, RBI said that Digitization of Land Records needs to be done and the access should be provided to Bankers so that all the appraisal activities and lending to the farmers can easily be done. He then asked the banks to come up with suggestions.

It was informed by the banks that the access to the records is there for public at large, however the charge cannot be created.

**Sh. M.K. Mall** said that the issue should be discussed in Agriculture Sub Committee as well and the outcome be put forth before SLBC Forum later on.

Apprising about the successful process of Digitization & Creation of Online charge in other states like Gujrat & Madhya Pradesh, **Shri H.K. Sablania,** General Manager, NABARD requested the state Govt. to have the same system in Punjab as well since it will certainly prove an accelerating tool to give wings to the credit off-take.

**Madam Garima Singh**, **IRS**, Secretary Finance said that a meeting with the Revenue Dept. can be held for the same.

**Action: Revenue Department**

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| **Item No. 18** | **Prime Minister Employment Generation Programme (PMEGP)** |

Banks have achieved 24% of their allocated targets under the scheme. Most of the private banks have not participated in the scheme despite allocation of targets to them. All the Banks were requested to dispose of the pending applications with them and also claim pending margin money Immediately.

The representative from Dept. of Industries informed that camps are being organized in all the districts at various levels and assured that maximum targets for the upcoming quarter will be achieved.

**DGM, SLBC** apprised the house that it was informed by the Industries Dept. during the Sub Committee meeting that they are coming up with two different schemes under the programme for which district level campaign will be launched as the scheme is really good for employment generation.

**Action: All Banks & Industries Dept.**

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| **Item No. 20** | **Annual Credit Plan 2022-23 Achievements up to 30.06.2022** |

ACP achievement of the Banks during F.Y 2022-23 for the Q.E June 2022 is 92%, Banks have achieved 74% in agriculture, 162% in MSME and 61% 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.

**Action: All Banks& LDMs**

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| **Item No. 21** | **Pradhan Mantri Suraksha Bima Yojana (PMSBY) and Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY).** |

The overall performance of State as on 30.06.2022 is 133% in PMSBY and 121% in PMJJBY. The state has shown tremendous growth under the Govt. of India’s saturation drive.

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

**Action: All Banks**

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| **Item No. 23** | **Atal Pension Yojana (APY)** |

The performance of State under the scheme is not satisfactory and overall achievement as on 30.06.2022 is only 15%.

**Madam Garima Singh**, **IRS**, Secretary Finance expressed concern that the position is not satisfactory and asked the bottom performing banks to furnish reasons for zero performance.

**Action: Concerned Banks& LDMs**

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| **Item No. 28.1** | **EXPANDING AND DEEPENING THE DIGITAL PAYMENT ECO-SYSTEM IN IDENTIFIED DISTRICTS-KAPURTHALA, SAS NAGAR(MOHALI) & MALERKOTLA** |

The overall Digital coverage as on 30.06.2022 for Kapurthala, SAS Nagar(MOHALI) & Malerkotla districts in Savings accounts is 87%, 89% & 66% respectively. Further, for Current Accounts, the achievement is 75%, 67% and 41% only.

As the timeline for the 100% digitalization in Kapurthala and SAS Nagar is already lapsed, both the districts were requested to complete the 100% digitalization as per RBI Guidelines.

Further, the performance of Malerkotla district was found to be very low. It was assured by LDM Malerkotla that the performance will be improved in the next quarter.

**Action: Concerned LDMs**

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| **Item No. 29.1** | **Pending Loan Applications of RSETI trained candidates** |

As on 30.06.2022, as many as 1155 Loan Applications of RSETI trained candidates are pending with the banks. It was further informed by the **RSETI Director Sh. Charanjit Singh** that around 3000 such applications are pending as on date. The objective should be to dispose of the applications within 15 days and not keep the same pending. All the LDMs were also requested to put pressure for NIL pendency.

The matter was viewed seriously by **Sh. M.K. Mall**, **RD, RBI** and all the concerned banks were advised to take decision on pending applications in time bound manner & dispose of the applications without any further delay.

**Sh. Charanjit Singh** further apprised the house that the Ministry of Rural Development has changed the guidelines for grading of RSETIs and any RSETI with less than 70% achievement will be assigned Zero number. Thus, he requested all the member banks for providing requisite Cooperation. Also each district should have one RSETI and the LDMs of the distt. without RSETI were requested to follow up for setting up of the same in their District.

A suggestion was given by AGM, SBI to have portal for real time monitoring of RSETI’s performance for which Director RSETI was requested to take up the matter with MORD.

**Action: Concerned Banks & LDMs**

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| **Item No. 30** | **Issues of Unique Identification Authority of India (UIDAI)** |

The representative from UIDAI, Sh. Sanjeev Mahajan apprised the house regarding recent developments wherein UIDAI has reduced Aadhar authentication charges for banks from Rs.20/- to Rs.3/-. This will enable banks to do online authentication of Aadhar.

Further, the state has achieved 100% Aadhar enrollment for age group of 18 years & above, however the major challenge is of enrollment of children up to 5 years where the achievement is only 45%. He requested all the banks for enrolling children of age group of below 5 years.

**Action: All Banks**

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| **Item No.31** | **Scale of Finance in Agriculture Advances** |

The recommendations of the committee formed for re-examining the issue of Over Financing in Agriculture were placed before the house.

**Shri H.K. Sablania,** General Manager, NABARD raised the concern regarding over financing which is incorrect ethically also and asked the banks that how the same can be avoided as many a times, the over financing leads to cases of suicide by the farmers.

**Madam Garima Singh**, **IRS**, Secretary Finance suggested that the committee should come up with specific recommendations and more actionable points to reach on a conclusion.

**Action**: **RBI Chair, NABARD, Revenue Dept. & SLBC**

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| **Item No. 34** | **Delay in taking possession of assets by Chief Metropolitan Magistrates/District Magistrates under section 14 of SARFAESI Act, 2002** |

Department of Institutional Finance & Banking has already requested all the District Magistrates in the State of Punjab to accord due priority to the pending cases.

**Madam Garima Singh**, **IRS**, Secretary Finance said the state is ready to intervene whenever required. She asked the affected Banks & SLBC to come separately for a meeting to discuss the issues so that the same can be resolved.

**Action: Concerned Banks & SLBC**

### Thereafter the meeting ended with Vote of thanks proposed by Sh. Arun Kumar, General Manager, Union Bank of India.

**Annexure - I**

**List of Participants**

**161st Meeting of SLBC (Punjab)**

**Held on 18.08.2022 at 11.00 A.M**

***held at Hotel Mountview Chandigarh***

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| **S. No.** | **Name of participant**  **(Shri/Smt)** | **Designation/Bank/Department** | |
| 1 | Ajoy Kumar Sinha, I.A.S | Principal Secretary Finance, Government of Punjab | |
| 2 | M K Mall | Regional Director, RBI | |
| 3 | Garima Singh, I.R.S | Secretary, Finance cum Director,  Institutional Finance & Banking  Government of Punjab | |
| 4 | H.K. Sablania | General Manager, NABARD | |
| 5 | A. David Brainard, National Chairman | SC/ST Chamber of Commerce & Industry | |
|  | **Reserve Bank of India** | | |
| 6 | Pronobesh Barua, DGM | RBI | |
| 7 | Vikram Dhanda, AGM | RBI | |
|  | **Punjab National Bank** |  | |
| 8 | V Sundaresan, CGM | 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 | Ramesh Kumar, Chief Manager | Punjab National Bank | |
| 13 | Kamal Taneja, Senior Manager | Punjab National Bank | |
|  | **State Government Departments/Boards/Corporations(Shri/Madam)** | | |
| 14 | Sanjeev Aggarwal, Deputy Director | Department of Institutional Finance & Banking | |
| 15 | Kamal Goyal | Department of Institutional Finance & Banking | |
| 16 | G.S. Oberoi | Department of Institutional Finance & Banking | |
| 17 | Piyush Bhargav, DGM | SIDBI | |
| 18 | Aashutosh Sardana, DGM | NABARD | |
| 19 | Rajneesh Tuli, GM | Punjab Agro | |
| 20 | J.S. Samra, Senior Advisor, | Renewable Energy Programme , CRRID | |
| 21 | Sanjeev Mahajan, Director | UIDAI | |
| 22 | Dr. Raminderpal Singh, Assistant Director | Animal Husbandry(Punjab) | |
| 23 | Dr.Karan Goyal, Veterinary Doctor | Animal Husbandry(Punjab) | |
| 24 | Ramandeep Singh, Assistant Director | Department of Industries (Punjab) | |
| 25 | Vinod Kaura, Dy. Director | Dairy Development Department(Punjab) | |
| 26 | Amardeep Singh, Sr. Fisheries Officer | Department of Fisheries(Punjab) | |
| 27 | Charanjit Singh, Director | RSETI | |
| 28 | Baldeep Singh, Technical Director | Local Govt. Deptt. | |
| 29 | Vishal Sharma, SLTC | SUDA/NULM | |
| 30 | Navneet Kaur, Dy. Registrar | Registrar Coops. Pb | |
| 31 | A.K. Singh, Deputy Director | National Housing Bank | |
| 32 | A Roy David, Vice President | SC -ST Chamber of Commerce | |
|  | **Banks (Shri/Madam)** |  | |
| 33 | Sumit Phakka ,GM | STATE BANK OF INDIA | |
| 34 | Anil Dewani, DGM | STATE BANK OF INDIA | |
| 35 | Parveen Nagpal, AGM | STATE BANK OF INDIA | |
| 36 | Dev Raj Barnwal, Regional Head | BANK OF BARODA | |
| 37 | B K Singh, ZM | BANK OF INDIA | |
| 38 | Amit Goyal, ZM | BANK OF MAHARASHTRA | |
| 39 | Salina Goyal ,GM | CANARA BANK | |
| 40 | S K Arora, Div. Manager | CANARA BANK | |
| 41 | Manmeet Vyas, ZM | UCO BANK | |
| 42 | Ashni Kumar, DGM | PUNJAB & SIND BANK | |
| 43 | J Sandhu, DGM | INDIAN BANK | |
| 44 | D K Puri, AGM | INDIAN OVERSEAS BANK | |
| 45 | Kritika Senior Manager | INDIAN OVERSEAS BANK | |
| 46 | Rajnish Sharma, DGM | CENTRAL BANK OF INDIA | |
| 47 | Arun Kumar , GM | UNION BANK OF INDIA | |
| 48 | Sumit Jain, AGM | PB. STATE COOPERATIVE BANK | |
| 49 | Sanjeev Kumar Dubey, Chairman | PB. GRAMIN BANK | |
| 50 | Harvinder Kapoor, Regional Head GSP | HDFC BANK | |
| 51 | Lalit Batra, RRH | HDFC BANK | |
| 52 | Prabhjeet Singh Purba , Zonal Coordinator | ICICI BANK | |
| 53 | Sanjeev Verma ,VP | AXIS BANK | |
| 54 | Charu Bakshi, AVP | AXIS BANK | |
| 55 | Amarjeet, DGM | IDBI BANK | |
| 56 | Gagandeep Kaur Walia ,DVP | INDUSIND BANK | |
| 57 | Umesh Sharma, Sr. Executive | J & K BANK LTD. | |
| 58 | Varun Sharma, AVP | KOTAK MAHINDRA BANK | |
| 59 | Kashif Tripathi, AVP | BANDHAN BANK | |
| 60 | Ankush Sachdeva, Sr. Manager | RBL BANK | |
| 61 | Vishal Singla , SVP | AU SMALL FINANCE BANK | |
| 62 | Amit Gupta, AVP | AU SMALL FINANCE BANK | |
| 63 | Pooja Pahuja, Chief Manager | IDFC FIRST BANK | |
|  | **Lead District Manager(Shri/Madam)** | | |
| 64 | Pritam Singh | | Amritsar |
| 65 | Mohinder Pal Garg | | Barnala |
| 66 | Manju Galhotra | | Bathinda |
| 67 | Gurvinder Singh | | Faridkot |
| 68 | Jaswant Singh | | Fatehgarh Sahib |
| 69 | Ram Kumar | | Fazilka |
| 70 | Charandeep Singh | | Ferozepur |
| 71 | Kewal Kako | | Gurdaspur |
| 72 | Tarsem Singh | | Hoshiarpur |
| 73 | Jai Bhushan Bharmouria | | Jalandhar |
| 74 | P P Siroha | | Kapurthala |
| 75 | Sanjay Gupta | | Ludhiana |
| 76 | Kamal Garg | | Mansa |
| 77 | Savita Jaiswal | | Moga |
| 78 | Gurcharan Singh | | Sri Muktsar Sahib |
| 79 | Lalit Kumar Mehra | | Pathankot |
| 80 | Davinder Kumar | | Patiala |
| 81 | Amish Nath Ojha | | Rupnagar |
| 82 | Upkar Singh | | SAS Nagar |
| 83 | Harmesh Lal | | SBS Nagar |
| 84 | Nirmal Roy | | Tarn Taran |
| 85 | Parwinder Kumar Chopra | | Malerkotla |