

Minutes of the 156th Meeting of State Level Bankers Committee, Madhya Pradesh
- 20.02.2015

The 156th meeting of State Level Bankers Committee in Madhya Pradesh was held on 20.02.2015, in the Conference Hall of Central Bank of India, Zonal Office, Bhopal.

The meeting was co-chaired by Shri. Anthony de_Sa, Chief Secretary, Govt. of Madhya Pradesh, along with Shri.B.K. Divakara, Executive Director, Central Bank of India. List of participants is attached in Annexure II.

At the outset, Shri. Umesh Kumar Singh, Convenor, State Level Bankers' Committee, and Field General Manager, Central Bank of India welcomed all the dignitaries and member Banks on behalf of SLBC. He congratulated the Govt. of Madhya Pradesh for earning the "Krishi Karman Award" for the third consecutive year, and also for the selection of two progressive farmers from the State for this award. He informed the House about the introduction of on-line data collection for SLBC through web portal and requested banks to provide accurate data for best results.

Thereafter, Shri. B.K. Divakara was requested to address the House.

Shri. B.K. Divakara acknowledged the participation of distinguished officials from the State Administration, senior level officials of the Banks and other members present in the meeting. He flagged the following important issues concerning development in the State of Madhya Pradesh:

1. The huge gap between sanctions & disbursements in sponsored loan cases.
2. The loss in banks interest due to removal of charge by Revenue Department without seeking NOC - from the respective lender Bank. Adoption of Karnataka Model of creation of charge on-line.
3. Revisiting RRC mechanism based on case studies and support by administrative machinery in reduction of bank NPA.
4. Under PMJDY, addressing the challenges of RuPay Card issuance and activation, Pass Book issuance and Aadhar seeding in PMJDY accounts

Other details & highlights of his speech are enclosed at Annexure-I

He then requested Shri Umesh Kumar Singh to take forward the proceedings.

Shri. Umesh Kumar Singh, Convenor SLBC, requested to the Chief Secretary, Govt. of Madhya Pradesh to address the House.

The Chief Secretary acknowledged the role of the banks in taking the State to the present level in Agriculture production, but emphasized the equally important

manufacturing and services sector for development of the State and expectations of the Govt. in providing employment to the youth. The progress of the Agriculture sector needed to be translated into enhancing the development of these two by setting up of agro based industries and services. The Self Employment Programs of the Govt. of Madhya Pradesh had not registered the required achievement in terms of disbursement. The Departments and Banks were required to take the timely course correction in the remaining period of the financial year. He directed the respective Departments to sponsor at least 1.5 times cases of the targets given to banks and banks were advised to sanction at least 1.25 times cases of the targets to ensure achievement in terms of disbursement against given targets.

Banks were requested not to return cases beyond the target number, as the cases would roll over for the next Financial Year and disbursements under these cases would count in the achievement in the next FY. He conveyed the top most priority of the State at the highest level for these self employment schemes.

While on the subject of Pradhan Mantri Jan Dhan Yojna, he expressed his satisfaction at the implementation in the State, but requested to maintain the tempo for addressing the challenges, faced as on date for activation of RuPay Cards, Aadhar Seeding and settling of Insurance Claims etc. The Chief Secretary requested SBI and BOI to examine claims and ensure early settlement of these cases to gain faith of the public in the scheme.

As requested by banks, the Chief Secretary assured the banks to explore the Karnataka Model of creation of Charge online on Agriculture Land.

Shri. Umesh Kumar Singh thanked the Chief Secretary. Thereafter the issues under the Agenda were taken up for discussion with presentation.

Minutes of the 155th SLBC meeting held on 16.10.2014 and Special SLBC meeting held on 24.12.2014 were adopted by the House as no observations/remarks were received.

After discussion on the issues on the Agenda, action points emerged are mentioned here under:

SR	ISSUES	DECISION/ACTION POINTS
1.	Confirmation of minutes of Special SLBC meeting dated 24.12.2014.	<ul style="list-style-type: none"> Minutes were confirmed.
2.	Progress under ACP 2014-15	<ul style="list-style-type: none"> Achievement of ACP in Agriculture segment in the FY 2014-15 was lower in comparison to the %achievement in the corresponding period of the previous FY. All banks to ensure cent percent achievement of ACP targets for FY 2014-

		<p>15 by the end of March 2015.</p> <ul style="list-style-type: none"> • SBI with 36% achievement was requested for an improvement.
3.	Pradhan Mantri Jan Dhan Yojna	<ul style="list-style-type: none"> • It was noted that about 1225000 residents are having accounts in Post Offices. Now they have opened accounts in Banks under PMJDY scheme. To facilitate DBT/DBTL, the mandate has to be changed from account with Post Office to accounts with Banks. Since DBT is controlled through account numbers feeded in SAMAGRA data base, Banks are requested to share the account data with SAMAGRA. SAMAGRA(NIC) was requested to provide format in which they need the data and banks will ensure submission of data within a week to SAMAGRA Mission. • Banks are required to speed up issuance of RuPay Card. Especially banks with less than 75% need to gear up their system. • Punjab National Bank clarified that the policy decision for issuance of cards in Hindi has been taken by the management and the gap will be met with soon. • All banks to resolve the issues in activation of RuPay Cards. • The stipulations laid down for making available the Overdraft facility of Rs.5000/- were brought to the notice of all concerned, as it is a part of the second phase of PMJDY. • Extending Micro Insurance products and Micro Pension is included in the phase-II for which trainings were already being conducted. The weekly Core Committee regularly monitor and review the progress. • It was agreed that the visit of BM to BCA, where there is no transaction for 5 consecutive days. All banks must ensure that BCA are activated. Number of days can even be reduced. • Information related with Developing Next Generation Economic Citizenship Education, IBA led program was shared

		<p>with the forum.</p> <ul style="list-style-type: none"> The Govt. has also emphasized the Trainers Training Program. It plans to prepare Super Trainers, Teachers and Bank Staff and the target group at FLCs, schools etc.
4.	Mukhya Mantri Gramin Awas Mission	<ul style="list-style-type: none"> The achievement under this scheme, as compared to previous year was lower. As pointed out by the Department, State Bank of India, Central Madhya Pradesh Gramin Bank, Bank of Maharashtra, Bank of Baroda, Madhyanchal Gramin Bank etc. have not done the cases as per their targets. These Banks were advised to speed up their efforts to achieve targets. MPPRDA reported that targets are being reduced by SBI at branch level. Representative from SBI confirmed that there are no instructions from LHO for reduction in targets and assured to reiterate instructions to branches. CMPGB and MGB were advised to dispose off cases by holding camps. Four districts were also applauded by the house for completion of targets. They are : 1.Mandsaur 2. Chhindwara 3. Panna 4. Khandwa.
5.	Mukhya Mantri Yuva Udhayami Yojna ,(MMYUY). Mukhya Mantri Swarozgar Yojna,(MMSY). Mukhya Mantri Aarthik Kalyan Yojna,(MMAKY).	<ul style="list-style-type: none"> Sanctions under MMYUY were 100%, but disbursement was only 37%. The disbursement by State Bank of India was only 8%. Being a major bank, the total achievement of the scheme also reflected less. While reporting the scale of achievement under the schemes the department was instructed to report 1. Total Sanctioned amount and 2. Actual amount disbursed. SBI along with other banks were also advised to ensure 100% disbursement under the scheme by 15th March,2015 Bank of Baroda informed the House that due to issues with the CGTMSE, the Credit Guarantee cover is not available to them. Therefore, cases were not sanctioned at present. It was advised

		<p>that as per RBI guidelines, banks may consider cases upto " 10 lakh without collateral security." Once the CGTMSE cover is available other cases with higher value can be considered.</p> <ul style="list-style-type: none"> • It was decided that all Department will hold disbursement camps in the State. • In few pockets, it was seen that the accounts were adjusted as soon as the subsidy amount was credited. Banks also affirmed that FIR was lodged against the beneficiaries. In such cases the Department was advised to ensure immediate action against such persons.. • Under Mukhya Mantri Aarthik Kalyan Yojna, Schemes of Urban Development Department were not incorporated. The Deptt. was advised to rectify the same. The House was also informed that identification of beneficiaries was posing to be a problem due to frequent movement of beneficiaries and an unstable income, but Deptt. assured for achievement of targets.
6.	Prime Ministers Employment Generation Program (PMEGP)	<ul style="list-style-type: none"> • Achievement under the Program was measured in terms of Margin Money disbursement only. KVIC, KVIB and Industries Department assured for 100% target achievement. • Concerned departments were advised to channelize cases after evaluation of better benefit to the beneficiary under different schemes. • Deptt. of Industries assured for carrying out the exercise. • The House was informed that this year the program will not be extended beyond 31st March, 2015. Therefore banks need to dispose off the cases timely and claim the subsidy within stipulated time. • Banks expressed their difficulty of the stipulation of EDP Training before disbursement, proving to be a hurdle in disbursement of cases. KVIC will examine and get relaxation for the same.
7.	National Rural Livelihood	<ul style="list-style-type: none"> • Disbursement under the scheme as on

	Mission	<p>date was 50%.</p> <ul style="list-style-type: none"> • Department pointed out the feed-back received from the field functionaries of CMPGB, that they have been directed to stop lending in view of high NPA. However, chairman, CMPGB has informed the forum about not having issued any such instructions. To remove further doubts, he was advised to issue a circular to this effect immediately. • The bank was advised to address the NPA portfolio separately and advised to accept beneficial cases. • Common application forms and loan documents devised by the Govt.of India was approved and adopted by the House for opening of Savings Account and Loan to SHGs. The House resolved that the same will be implemented from 01.04.2015.
8.	National Urban Livelihood Mission	<ul style="list-style-type: none"> • Low achievement under the scheme was a matter of concern. • Banks were requested to ensure achievement under the scheme.
9.	Custom Hiring Centers	<ul style="list-style-type: none"> • Banks requested for list of pending cases branch wise for targeted follow up.
10.	Higher Education Loan Scheme	<ul style="list-style-type: none"> • The season for Education Loan being over, applications appearing on the HELAMS portal needs redressal by concerned banks.
11.	NPA in Banks	<ul style="list-style-type: none"> • As decided in the Special SLBC meeting held on 24.12.2014, Central Bank of India had forwarded a list of 165 RRC filed cases to respective Tehsildar, Collector and DIF. The Deptt, also took up with the district level authorities, but recovery in the accounts was still very meager.
12.	Pending Payments of RSETI institutes with Panchayat & Rural Dev Deptt.	<ul style="list-style-type: none"> • NRLM was advised to resolve the matter with respective banks.
13	Revised targets under Joint Liability Groups by NABARD	<ul style="list-style-type: none"> • The revised bank wise targets of 30000 JLG formation and credit linkage was circulated by the convenor bank. Each Semi Urban and Rural branch has been allocated the Target of formation and lending to at least 10 Joint Liability

		Groups by the end of this Financial Year. Banks were advised to achieve the targets.
14	Review of the progress of Government sponsored schemes.	<ul style="list-style-type: none"> • PS, Finance mentioned that the Credit camps must be organized at Block level during first fortnight of March 2015, so that pending cases are sanctioned and disbursed. • All Departments were advised to ensure submission of weekly report to DIF in the prescribed format. • It was also mentioned that DIF is developing an online software for cases submitted by the Departments, cases sanctioned/returned by the banks and cases disbursed by the banks. This software would be available from 1st April, 2015.

At the end of the meeting Shri Umesh Kumar Singh thanked the Chief Secretary Govt. of Madhya Pradesh and all other Govt. dignitaries from Govt. Departments and banks for their valuable suggestions and input.

(Umesh Kumar Singh)
Convenor/Field General Manager