



- **SLBC - Maharashtra**

**MINUTES & ACTION POINTS OF THE 111th SLBC MEETING HELD
ON June 14, 2011 AT Mumbai**

- The 111th SLBC meeting was held on 14.06.2011 at Taj Mahal Palace & Tower, Mumbai
- The meeting was chaired by Dr. K.C.Chakrabarty, Deputy Governor, Reserve Bank of India. Shri Ratnakar Gaikwad, Chief Secretary, Govt. of Maharashtra co chaired the meeting. The list of other participants is enclosed in annexure.
- Mr. VK Gupta; General Manager; Credit Priority, Bank of Maharashtra & Convenor SLBC - Maharashtra welcomed the participants & in his welcome address he highlighted important points as under.
 - The Special SLBC meeting was convened on 08/06/2011 at Mumbai to augment flow of credit to agriculture especially crop loans during ensuing Kharif season in Maharashtra State, a Sub Committee discussed the modalities of increasing share of crop loans for Commercial Banks.
 - The achievement made by banks under Financial Inclusion during 2010-11 is not as per target and impressed upon the banks to cover all villages in State by March 2012.

Shri. A.S.Bhattacharya, Chairman & Managing Director of Bank of Maharashtra & Chairman of SLBC in his welcome address informed that Dr. K.C.Chakrabarty, Deputy Governor, Reserve Bank of India is having a passion & commitment towards rural development & Financial Inclusion. He stated that Maharashtra is a leading State in the country having 25.6% share in deposits and 26.8% share in advances of the nation in respect of scheduled commercial banks. The State has recorded CD ratio of 84% as against 74% for the nation. He mentioned that SLBC is a forum for co-operation & collaboration between banks & Govt. Dept.

Dr. K.C. Chakrabarty, emphasized the need to conduct SLBC meeting in a professional way. He pointed out that many times there is no continuity of persons attending SLBC meeting. Hence SLBC should monitor this aspect closely. He further advised the SLBC to ensure participation in SLBC meeting by higher level officials. SLBC should have upto date list of their members on the record. If any of the members is not in position to attend the meeting, he should inform it to SLBC and permission should be sought from SLBC for leave of absence. He informed that minutes of last SLBC should necessarily be incorporated in the agenda of next SLBC meeting for confirmation. SLBC should give more time for discussion on the agenda items rather than speeches.

Before starting deliberations on agenda, Mr. Sudhir Shrivatava, Principal Secretary, Finance initiated discussions on outcome of Special SLBC meeting convened to improve flow of credit to Crop Loan through Commercial Banks.

Meeting of Sub-Committee of SLBC was held on 13/06/2011 to discuss the reallocation of crop loan targets in 16 districts, where DCC banks are unable to extend adequate support for crop finance, it was decided to increase the allocation of crop loans to



Commercial Banks & Co-operative Banks in ratio of 51% & 49% respectively and worked out the modalities for increasing flow of credit. The reviewed district-wise allocation with share of Commercial Banks, Co-operative Banks & RRBs was circulated (Annexure I). The DLCC should immediately finalized the bank-wise targets.

The sub- Committee has recommended as under:

1. Commercial Banks may explore the feasibility to finance PACS (Primary Agril. Co-op. Societies), which will enable the SCBs to expedite the deployment of production credit as there is issue of availability of man power etc. It was suggested that PACS is to be allotted to either DCCs or Commercial Banks. No PACS is to be allotted for two banks.
2. Commercial Banks to reach out to farmers within command area of rural & Semi-urban branches & extend finance to all eligible farmers. In other words, no eligible farmers are denied credit for crop production.
3. Wherever manpower shortage is there, staff of PACS would be asked to help the banks in scrutinizing credit proposal of farmers.
4. Commercial Banks may explore possibility of appointing PACS as BC.
5. Commercial banks need to adopt focused approach in lending to farmers for current Kharif season.
6. NABARD to extend refinance to Commercial Banks for enabling them to extend finance to PACS at concessional rate of interest.
7. State Govt. to extend interest subvention to compensate Commercial Banks in lending to PACS at competitive rate.
8. The disbursement of Crop Loan / KCC is to be monitored from the level of individual Banks / BLCCs / DLCCs & also at SLBC level.
9. Commercial Banks has about 2500 rural branches & these bank branches have been allocated 4392 unbanked villages under Financial Inclusion. These branches shall proactively finance to farmers / rural enterprises by way of either KCC or GCC.
10. No due certificate should be obtained from DCCB / other bank before financing PACS
11. Land record / 7/12 extract should be verified to ascertain No lien of other banks on the land.



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Sr.No.	Agenda Item	Discussions Held	Action Point	To be finalized by & Timeframe
1	Confirmation of minutes of last SLBC meeting (110th)	The minutes of 110 th meeting of SLBC held on 08.03.2011 were placed as an annexure in agenda.	The minutes of last SLBC meeting were confirmed.	-N.A.-
2	Follow up of Action Points of last SLBC meeting (ATR) 1) Issues related to State Govt. (a) Waiver of Stamp duty on loans to male SHGs up to Rs. 50,000/- (b) for all types of credit facilities up to Rs. 5.00 Lakhs under priority sector to SC / ST / SF / MF / Artisans / Minority communities (c) for all loans disbursed under SGSY (d) for all crop loans against Hypothecation	<p>During discussions on the matter, it was informed by Shri. Sudhir Shrivastava, Principal Secretary, Finance that Govt. is examining the financial implications of exemption of stamp duty and decision will be taken accordingly.</p> <p>While deliberating on the pending issue of stamp duty with the Govt. of Maharashtra, Deputy Governor, RBI observed that though the issue is long pending but banks should not wait for issue to resolve and should keep concentrated on financing as the duty is to be borne by farmer's themselves. It is difficult for Govt. to loose any revenue.</p>	The Govt. may revisit the issue and decide the matter at the earliest possible and SLBC may not be required to continue issue further.	Action: Revenue Dept.



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	The Sub-Committee meeting of DLCC of Chandrapur & Gadchiroli districts to continue to review the performance for improving CD ratio & confirm to SLBC on quarterly basis since the CD ratio is less than 40%	Forum was informed about Chandrapur & Gadchiroli districts having CD ratio less than 40%. It was further informed that sub-Committee meetings were held at both these districts.	The Sub-Committee meeting of DLCC of these two districts to continue to review the performance of these two districts for improving CD ratio & confirm to SLBC on quarterly basis.	Action: LDMs of Chandrapur & Gadchiroli district
	2). LDM of Bhandara district to undertake analytical review of disbursement as the progress under priority sector ACP 2010-11 was poor. LDM to apprise the SLBC for steps initiated for increasing priority sector lending after undertaking the study.	Forum was informed about the formation of Sub-Committee meeting & meeting held on 08/03/2011, sub – Committee suggested suitable strategies for increasing agril. lending	The Sub-Committee meetings are to be continued to review the performance of Bhandara district under ACP 2011-12 and progress is to be informed to SLBC.	Action: LDMs of Bhandara district
	LDMs to form a Sub-Committee at district level for increasing agril. lending especially crop loans / KCC in their respective district	Forum was informed that such Sub-Committees were formed in 8 districts & in remaining districts the matter is under progress.	Sub-Committees are to be formed in remaining districts on priority basis and progress is to be reported to SLBC on monthly basis	Action: LDMs of all districts
	The concerned Govt. Dept. would speed up the steps for interlinking of sub Registrar offices in the city / town with a specified timeframe	The issue of interlinking of Sub-Registrar offices in the city / town is pending with State Govt since 94th SLBC held on 14.12.2006. The matter was discussed during this SLBC meeting.	It was informed by the Principal Secretary, Finance that the matter is being looked into.	Action: State Govt.
	Issuance of uniform guidelines to Dist. Magistrates on role of local administration under sec.14 of SARFAESI Act, 2002 to ensure disposal of requests from banks / FI	The matter is pending with Govt. since 107th SLBC held on 04.05.2010	It was informed by Shri. Sudhir Shrivastava, Principal Secretary, Finance that the issue is under consideration & instructions will be issued soon.	Action: State Govt. Timeframe: 30/06/2011



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	<p>LDMs to speed up the process of identification and allocation of villages having population 100 plus. This is based on extending banking services to villages having population 1000 plus & <2000</p>	<p>a) The matter is pending since 110th SLBC. The exercise was to be completed up to 30th April 2011. The issue was discussed threadbare and the urgency was brought to the notice of forum by IBA & Director, Financial services, Govt of India. Hence the forum decided for completion of exercise by the LDMs with in 3 days (i.e. up to 17/06/2011) under any circumstances.</p>	<p>LDMs agreed to complete the exercise up to 18/06/2011</p>	<p>Action: LDMs Time frame: 18.06.2011</p>
	<p>8) BOM & BOI to complete survey of Mhulchera & Korchi centers within 3 weeks and to obtain DLCCs approval if necessary for opening of these branches by March 2011 in Gadchiroli district</p>	<p>Forum was informed about the opening of branches at Mulchera & Korchi on 29.03.2011 & 18.03.2011 by Bank of Maharashtra & Bank of India respectively. During the discussions under Financial Inclusion, it was brought to the notice of the forum that though the branches are opened by nationalized banks as per the request of Govt. NREGA payments are not routed through these branches</p>	<p>Govt. to look in to the matter and give priority for routing of NREGA / Social Security payments through respective bank branches,</p>	<p>Action: Govt. Dept. (Social Security / EGS Dept)</p>
	<p>4) Nomination of Secretary, Finance as Nodal Officer for monitoring the FIP & channelising NREGA / EBT / Social Security payments. It was informed by Smt. I.A.Kundan, Joint Secretary, Planning Dept. that the matter is under progress and order will be issued soon</p>	<p>The issue is pending since 109th SLBC held on 23.12.2010. Principal Secretary, Govt. of Maharashtra assured to look in to the matter</p>	<p>Notification will be issued soon by Govt. of Maharashtra</p>	<p>Action: Finance Dept. GOM</p>



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<p><u>Focus on flow of credit to Agriculture especially crop loans during current Kharif season in Maharashtra State</u></p>	<p>The special SLBC meeting was convened on 08.06.2011 at Mumbai to ensure adequate flow of credit to agriculture especially to crop loans in more particular during current Kharif season in Maharashtra State.</p> <p>The meeting was presided over by Shri. Prithviraj Chavan, Hon'ble Chief Minister of Maharashtra State.</p> <p>As suggested by Special SLBC a meeting of Sub Committee comprising of Principal Secretary, Agriculture, Govt. of Maharashtra, Commisioner of Agriculture, Pune General Managers of Lead banks & LDMS of 16 districts was held on 11.06.2011 to finalize the modalities for improving the crop loan disbursement during Kharif season.</p> <p>As per the modalities suggested by the Sub- Committee, crop loans, a meeting of Task Force was held on 13.06.2011 at Mumbai and finalized the modalities and reallocation of targets amongst the SCBs and Co-op. banks.</p>	<p>Banks to adopt focused attention to ensure adequate & timely financing for crops and to achieve the targets of crop loan disbursement in the state.</p> <p>The State Govt. of Maharashtra to help through their local administration for obtaining no due certificate from existing banks / Co-op. bank/society and also to obtain land record, 7/12 extract etc. required for crop loan proposal.</p>	<p>Action: All Commercial Banks / RRBs to extend crop loans to all eligible farmers in State.</p>
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		<p>As per the plan and targets finalized by task force on 13.06.2011 for SCBs & Co-op. Banks for crop loans to be given during current Kharif season, total crop loans of Rs. 21,863.46 crore (revised targets) are projected for 33 districts of Maharashtra State.</p> <p>Shri. Sudhir Shrivastava, principal Secretary, Finance informed district wise & agency wise revised targets to the forum. The forum approved the same.</p> <p>Threadbare discussions were held during the meeting on strategy to achieve revised targets by scheduled Commercial banks. Considering the limited manpower resources of SCBs, it was suggested by Principal Secretary, Agriculture, Govt. of Maharashtra that SCBs may finance to PACS for onlending to the farmers. Since PACS are already financed by District Central co-op. banks, it was opined by Dr. Chakrabarty, Deputy Governor, RBI that PACS cannot act as agent simultaneously for both the entities for SCBs & Co-op. banks. It will create problems for recovery of dues of SCBs. Instead, ceding of PACS to SCBs was suggested by him. Govt. of Maharashtra pleaded that at this stage ceding of PACS to SCBs will be difficult</p>	<p>Govt. of Maharashtra to help through local administration for submission of no dues certificates for existing borrowers of Coop. Banks & Societies, land records such as 7/12 extracts without any banks charge / no lien be also submitted.</p>	
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		<p>at this stage since DCCBs have financed more than ` 5000 crore through these PACS. However banks can extend credit to individual farmers as they have been doing the same as at present.</p> <p>After due discussions it was decided that SCBs should go for financing to individuals as per the existing practice, if ceding of PACS is not possible. However for financing to PACS jointly by SCBs & DCCBs is left to individual bank's own decision considering their comfort level. However in such cases keeping separate record by PACS both for SCB & Co-op. Bank is advisable.</p>		
4	Review of progress under Financial Inclusion	<p>The forum discussed the progress on implementation of FIP and observed that 1692 villages are covered as of March 2011 as against target of 2742 villages for 2010-11 as per FIP of State. The progress in terms of percentage to total villages works out to 62%</p> <p>Since 2600 villages are to be covered during 2011-12, quarterly plan for 2011-12 for covering these villages which was assigned by SLBC was discussed. Considering the achievement of 800 villages covered during last quarter of March 2011,</p>	All member banks were requested to cover all 4292 villages having population over 2000 by March 2012 & implement the project as per the quarterly target fixed by SLBC.	Action: All Member Banks Timeframe:: 31/03/2012



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		forum felt that quarterly targets assigned by SLBC are reasonable and can be achieved without any difficulty.		
		Forum noted bank wise performance for the quarter ended march 2011. While reviewing the performance of various banks, Shri. Alok Pande, Director, Financial Services, Gol observed that except Union Bank of India, Bank of Maharashtra, Bank of India & Indian Bank, the performance of other banks needs to be improved.		
	Submission of Progress reports on FIP for monthly / Quarterly by Banks	<p>It was also observed by the forum that submission of month wise rollout plan is one time exercise while on monthly basis progress report is to be submitted by member banks to SLBC in prescribed format already provided by SLBC.</p> <p>Similarly member banks are not observing time schedule of submission of quarterly report – district wise/ bank wise by Lead banks in state to SLBC (only 9 banks submitted reports).</p> <p>As banks are not submitting the reports in time, SLBC is finding it difficult to appraise the GOI / RBI / forum of the progress regarding FIP.</p>	To ensure timely submission of monthly (GOI format) as well as quarterly reports (RBI format) on FI in prescribed format maximum by 10th day of succeeding month/quarter.	Action: All Member Banks Timeframe: Before 5 th of succeeding month / Quarter



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	<p>In view of the above, H.O.s of Member banks/LDMs were requested to take note of the same and ensure timely submission of returns/information to SLBC.</p> <p>While deliberating on Financial Inclusion, Dr. K.C.Chakrabarty advised the bankers that after opening of No-frill accounts, the facility of temporary over draft, remittance and entrepreneurial credit in the form of KCC / GCC should be provided to the No Frill account holders as per the requirement.</p>		
Chennelising payment of MNREGA / EBT/ Social Security Benefits	<p>The issue of channelising the payment of MNREGA was discussed threadbare. It was pointed out by Shri. V. Giriraj, Principal Secretary, EGS that as per provisions of Act only nationalized banks & post offices can act as agent for NREGA payment and urgent steps are necessary at banks level to appoint business correspondent & more especially in tribal areas on priority basis. Chairman of SLBC brought to the notice of the forum that though the branches are opened by nationalized banks as per the request of Govt., NREGA / Social Security payments are not routed through these branches. On behalf of SLBC he informed that by the time BC model stabilizes, Govt. should start routing NREGA payments through brick</p>	<p>Govt. & banks to select 4-5 districts initially for routing payments of NREGA / Social Security payments through BC model keeping in view "one district multiple banks model as already approved by SLBC"</p>	<p>Action: State Govt. & Banks</p>



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		<p>& mortar branches of Scheduled commercial banks.</p> <p>Deputy Governor, RBI suggested that 4-5 districts should be selected initially for payment of NAREGA payments through BC model as pilot. General Manager, Bank of Maharashtra & Convenor of SLBC informed that the BoM has opened 2500 accounts of MNERGA beneficiaries at Jawhar block in Thane district. The LDM, Satara informed that 5000 accounts are opened in Satara district. It was observed by the forum that such work is also going on in Latur district. Forum pointed out that these are the areas where Govt. should extend their support to banks by routing NREGA / Social Security payments through BC model / brick & mortar branches.</p>		
Swabhiman – Financial Inclusion Awareness Campaign		<p>SLBC Convenor banks have been advised by Govt. of India to hold meetings to chalk out common publicity / awareness campaign in the State for the member banks.</p> <p>Considering the necessary infrastructure available at individual bank, it was decided by the forum that Village level Awareness Campaign on Swabhiman be arranged by individual banks in a cost effective way especially using local resources / materials for</p>	Individual banks to undertake Village awareness Financial Inclusion Campaign under Swabhiman at its own.	Action: All member banks



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		publicity / advertising etc. instead of engaging an outside agency for such campaign by Lead Banks / SLBC.		
FIP – a) Extending banking services to villages having population 1000 plus & < 2000.	a) Review of State specific FIP – extending banking services to villages having population 1000 plus – Maharashtra State was undertaken. LDMs were already advised by SLBC to identify such unbanked villages from their district & allocate to various banks in the State. This exercise was to be completed up to April. 2011. Since only 8 districts have completed this exercise forum expressed displeasure and suggested to take urgent steps for identification of villages. It was decided that concerned General Managers of Lead Banks should ensure submission of the lists from their Lead districts within 3 days i.e. upto 18.06.2011, so that SLBC can present the final position for all 33 districts to IBA	a) LDMs to speed up the process of identification and allocation of villages having population 1000 plus and inform to SLBC by 18.06.2011 and SLBC to inform IBA immediately	Action: LDMs Timeframe: 18.06.2011 Action: SLBC Timeframe: 20.06.2011	
b) Extending banking services to villages having population <1000	b)LDMs to finalise allocation on unbanked villages having population < 1000 in honeycomb fashion with in a month	b) LDMs to finalise allocation of unbanked villages having population < 1000 in honey Comb fashion with in a month	Action: LDMs Time frame:15.07.2011 Action: SLBC TimeFrame:18.07.2011	



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	Setting up of FLCCs	<p>SLBC endorsed the views of Steering Committee and observed that FLCCs are integral part of Financial Inclusion & need to draw a plan of Action for setting up of additional FLCCs in the State to spread financial literacy & smooth implementation of Financial Inclusion for inclusive growth</p> <p>Forum noted the progress in establishment of 12 FLCCs so far.</p> <p>It was decided that time frame should followed by respective Lead Banks in establishing the FLCCs in their respective lead districts.</p>	All Lead Banks were requested to ensure setting up FLCCs within time frame.	Action: All Lead Banks Time Frame:30.09.2011
	Request of the CITI Bank for approval for distance criterion with respect to Business Correspondent arrangement in Mumbai for CITI bank N.A. India	The representative from CITI Bank appraised the forum on the issue. It was observed by the forum that BC is operating in Metropolitan city within the radius of 5 KMs distance from the base branch for extending banking services, which is within the stipulated norms of RBI. Hence no permission is required from SLBC.	As long as the operational area of BC is within 5 Kms distance from base branch there is no necessity of relaxation of norms.	Action: CITI Bank to note the guidelines
	Incentive given by Govt. of Madhya Pradesh – Issue referred by Syndicate Bank	The representative from Syndicate Bank appraised the forum on the issue of incentives given by Madhya Pradesh to compensate the capital cost partly to participating bank for providing banking services in identified villages under Financial Inclusion. Similarly Karnataka State is giving 1.50% commission to	Syndicate Bank, Convenor Bank for SLBC Karnataka is to forward a copy of Govt. communication in respect of payment 1.50% communication to banks towards NAREGA Payment to SLBC Maharashtra.	Action: Syndicate Bank Time Frame: 30.06.2011



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		<p>Banks for NAREGA Payments.</p> <p>The matter was discussed in the forum, to explore the possibility of giving similar incentives by Govt. of Maharashtra. Principal Secretary, Planning assured to examine the matter to explore the possibility of giving such incentives by the State Govt.</p>		<p>Action: Govt. of Maharashtra</p>
5	<p>Setting up of RSETI centres in Maharashtra</p>	<p>The forum noted the progress in setting up of R-SETIs centres in 29 districts by different banks. Shri. Sudhir Thakare, Secretary, RDD informed that in 10 districts land is provided by Govt. In remaining 7-8 districts, land will be provided within a month.</p> <p>While deliberating on the issue of functioning of R-SETIs by banks, it was suggested by Deputy Governor that SLBC should regularly monitor the progress about the training imparted to number of entrepreneurs and accounts opened by them with banks. Shri. Alok Pande , Director of F.I. expressed the view that ultimate aim of setting up of R-SETIs is to provide finance to the said beneficiaries to make the proposition viable.</p> <p>IDBI bank informed that R-SETI will be set up by them with in a month</p>	<p>Govt. of Maharashtra to provide land in 8 districts with in a month</p> <p>SLBC to Monitor the progress for number of entrepreneurs to whom traing is imparted.</p> <p>IDBI to open R-SETI up to 15.07.2011</p>	<p>Action: GoM Time frame: up to 15.07/2011</p> <p>Action: SLBC</p> <p>Action: IDBI</p>



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		<p>The forum endorsed the views of the Sub-Committee meeting held on 24.05.2011 as under:</p> <ul style="list-style-type: none">i) Govt. has agreed to follow up with Project Directors, DRDA to sponsor sufficient number of candidates to training programmes of BPL families.ii) In the event of non sponsoring sufficient number of BPL families, Govt. to bear / reimburse at least to extent of cost incurred for minimum number of participants.iii) In respect of revision in cost of training for BPL families, SLBC to collect the necessary inputs from R-SETIs of different states or banks & put up to SLBC for consideration once in two years.	<p>DRDA to sponsor sufficient no. of candidates to training programmes of BPL families.</p> <p>RD Dept. to examine & reimburse cost of minimum number of participants belonging to BPL families.</p> <p>SLBC to collect necessary inputs from R-SETIs of different states / Banks as cost of training</p>	<p>Action: DRDA</p> <p>Action: RDD Govt. of Maharashtra</p> <p>Action: SLBC</p>
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6	Review of performance of ACP 2010-11	<p>Performance under ACP 2010 –11 as of 31.03.2011 was discussed and noted by forum as under:</p> <p>Achievement (Provisional) under priority sector as 82% & under total plan as 99% for the quarter ended March 2011. The forum expressed the views to increase priority sector lending to achieve the yearly targets.</p>	Member Banks were requested to achieve yearly targets under Annual Credit Plan under different sectors and concentrate more on financing of crops and ensure timely and adequate credit to farmers.	Action: All Banks																								
	Annual Credit Plan 2011-12 (Provisional)	<p>The forum noted the allocations made under various sector under Annual Credit Plan 2011-12 as under:</p> <table border="1" data-bbox="674 688 1178 1235"> <thead> <tr> <th>Sr.No.</th> <th>Agency / Sector</th> <th>Targets 2011-12 (Rs. In Crore)</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>Agril. & Allied Activities</td> <td>33699.72</td> </tr> <tr> <td>2</td> <td>Of which Crop Loan</td> <td>22499.33</td> </tr> <tr> <td>3</td> <td>NFS</td> <td>6770.33</td> </tr> <tr> <td>4</td> <td>Other Priority</td> <td>14148.22</td> </tr> <tr> <td>5</td> <td>Total Priority Sector (A)</td> <td>54618.27</td> </tr> <tr> <td>6</td> <td>Non Priority (B)</td> <td>10381.16</td> </tr> <tr> <td>7</td> <td>Grand Total (A+B)</td> <td>64999.43</td> </tr> </tbody> </table> <p>Member Banks were requested to achieve targets under ACP 2011-12 under various sectors.</p>	Sr.No.	Agency / Sector	Targets 2011-12 (Rs. In Crore)	1	Agril. & Allied Activities	33699.72	2	Of which Crop Loan	22499.33	3	NFS	6770.33	4	Other Priority	14148.22	5	Total Priority Sector (A)	54618.27	6	Non Priority (B)	10381.16	7	Grand Total (A+B)	64999.43	Banks to achieve target under ACP 2011-12	Action: All Banks
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		<p>Regarding monitoring of ACP 2011-12, it was observed by the forum that achievement under crop loans and investment credit under agriculture should be monitored critically on monthly basis by SLBC and banks should submit the information to SLBC up to 7th of every month.</p> <p>Dr. K.C. Chakrabarty advised SLBC to devise suitable format for collection of information from banks as per the requirement for monitoring purpose.</p>	<p>Banks to submit the information on crop loans & investment credit on monthly basis to SLBC up to 7th of every month.</p>	<p>Action: All Banks & SLBC</p> <p>Action: SLBC</p>
		<p>It was decided that Sub-committee meeting for increasing agril. lending should be continued at district level.</p>	<p>LDM to hold Sub-Committee meetings on lending to agriculture regularly.</p>	<p>Action: LDMs</p>
7	<p>Review of performance under Govt. Sponsored Schemes</p>			
	<p>SGSY</p>	<p>Review of performance under Govt. Sponsored Schemes was taken as per agenda & progress was noted.</p> <p>During the discussions following action points emerged.</p> <p>Shri. Thakare, Secretary, RDD, Govt. of Maharashtra informed that credit subsidy ratio for Maharashtra though improved to 2.30 from 1.90, is still low as compared to other states.</p>	<p>Banks to improve credit subsidy ratio</p>	<p>Action: All Member Banks</p> <p>Action: Member Banks</p>



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		He further informed that there are 23 branches, where lending under SGSY is Zero. It was decided by the forum that list of such branches should be furnished to SLBC so as to take up the matter with the controlling offices of these bank branches.		
	Prime Ministers' Employment Generation Programme	CEO, KVIB informed that the guidelines issued by RBI regarding collateral free loans to MSMEs are not being followed by the nationalised banks. Banks are insisting on collateral securities from the borrowers against the loans to be provided below Rs. 10.00 lakhs of the project cost under PMEGP scheme. Banks may take recourse of coverage under CGTMSE available with them. The SBH representative brought to the notice of forum that in PMEGP, cases improper end use are increasing which is cause of concern for bankers.	All member banks to follow RBI guidelines and no collateral security is to be insisted upto Rs. 10.00 lakh for loans to MSMEs under PMEGP	Action: Member banks
8	Executive Summary of the Study Report on Verification of Borrowers & End Use of Funds under Government Sponsored Schemes NIRD Study Report	RBI copy of the executive summary of the study report on verification of borrowers & end use of funds under Govt. Sponsored Schemes was placed before the house in 110 th SLBC meeting. RBI has asked for follow up action points taken by the banks. While deliberating on the issue of subsidy, Dr. Chakrabarty, Deputy Governor, RBI advised the SLBC to review the aspect of recovery under	The issue is noted by all the banks & implementing agencies SLBC to review the progress for recovery under Govt. sponsored schemes on half yearly basis.	NA Action: Member Banks & SLBC



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		Govt. sponsored schemes on half yearly / yearly basis. Chairman of SLBC accepted the suggestion for doing the exercise on half yearly basis.		
9	Review of Implementation of Interest subsidy scheme for Urban Poor (ISHUP)	During discussions it was informed to the forum by Shri. Gautam Chaterjee, Principal Secretary, Housing that they have suggested appointment of HUDCO as State Nodal agency. Necessary notification for Nodal agency will be issued soon.	Housing Dept., Govt. of Maharashtra to issue necessary notification in this regard..	Action: Secretary Housing Dept., Govt. of Maharashtra Time frame: 30.6.2011
11	Implementation of Rajiv Gandhi Niwara Yojana No. II & release of pending subsidy.	The issue of pending subsidy to be released under Rajiv Gandhi Gramin Niwara Yojana was discussed wherein the forum requested Under Secretary, Housing to release the interest subsidy immediately. Representative from Housing Dept agreed to act accordingly and informed that in some cases subsidy is released.	Under Secretary, Housing, Govt. of Maharashtra informed that the scrutiny is going on & decision will be communicated within 8 days. Chairman SLBC requested State Govt. to release the pending claims immediately	Action: The Secretary Housing Dept., Govt. of Maharashtra
12	Waiver Scheme for loans disbursed under Annasaheb Patil Arthik Vikas Mahamandal Ltd. Mumbai.	On the lines of MPBCDC further modalities regarding reimbursement be finanlised by Annasaheb Arthik Vikas Mahamandal Ltd. Mumbai	Annasaheb Arthik Vikas Mahamandal Ltd. Mumbai to decide the modalities for reimbursement.	Action: APAVM Ltd



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14	Stimulus Package to MSME, housing & Auto sector	<p>SLBC has been advised by RBI to monitor progress in credit flow to new MSME and performance in Micro and Small enterprises vis-à-vis mandatory targets including sub targets as fixed by Govt. of India. SLBC has also been advised to monitor the progress in rehabilitation of potential viable sick MSE units However the information was received from very few banks</p> <p>During the discussions, it was pointed out that for loans sanctioned to housing sector below Rs. 5.00 lakh, concerted efforts are necessary from banks as this segment constitute strata from lower income group and Govt. scheme like RGGNY II.</p>	<p>Member Banks to furnish the information to SLBC urgently for the quarter ended March 2011 so as to undertake regular review of credit flow to Micro and small enterprises</p> <p>Banks to make special efforts for housing loans where sanctioned amount is less than 5.00 lakh</p>	<p>Action ;Member Banks Time frame: 30.6.2011</p> <p>Action: Member Banks</p>
15	Effective monitoring credit flow to various sectors of Economy	As advised by Govt. of India, the SLBC forum has reviewed & place before time frame credit flow to various sector of economy as a part of monitoring	Noted by forum	
16	Credit Flow to Minority Communities	The forum observed that % achievement of credit flow to minority communities is 6.29% of the priority sector lending as against the stipulation of RBI of 15%. It was decided to follow the decision of Special SLBC meeting held on 08.06.2011 to increase the advances to minority communities up to 10% by 31.03.2012	All member banks to draw suitable strategies and ensure the level of lending of 10% of priority sector lending to minority communities by 31.03.2012	Action: All Member Banks in the State
17	Issues suggested by Gol, State Govt, RBI, NABARD, Banks.			



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	<p>i) Opening of students' accounts for various scholarships</p> <p>ii) Kisan Credit Cards (KCC) to all eligible farmers – Promotion of Joint Liability groups (JLGs) / Self Help Groups (SHGs)</p>	<p>While deliberating on the issue Dr. K.C.Chakrabarty, Deputy Governor, RBI suggested that Campaign should be undertaken by banks for opening students' accounts and for this purpose, tie up arrangement should be made with the schools. He further advised the bankers to view this segment from future business potentials</p> <p>Member Banks noted the guidelines issued by Govt. of India for formulation of Action plan for promotion of JLGs / SHGs – KCC linkage programme.</p>	<p>All member banks to ensure opening of "No Frills" accounts for students from minority communities or other disadvantaged groups.</p> <p>Member Banks to formulate Action Plan for promotion of JLGs / SHGs – KCC.</p>	<p>Action : All Member Banks</p> <p>Action: Member Banks</p>															
TA 4	<p>Implementation of Govt. of Maharashtra Debt Waiver & Debt Relief Scheme 2009 & interest subvention scheme of the State.</p>	<p>This issue of penalty recovered by the Dept. from following banks was discussed during special SLBC meeting held on 08.06.2011.</p> <table border="1" data-bbox="674 950 1184 1260"> <thead> <tr> <th>S.No.</th> <th>Bank</th> <th>Amount of Claim Rs.</th> </tr> </thead> <tbody> <tr> <td>1</td> <td>State Bank of India</td> <td>2,68,46,420</td> </tr> <tr> <td>2</td> <td>Bank of Maharashtra</td> <td>1,18,21,295</td> </tr> <tr> <td>3</td> <td>Indian Bank</td> <td>25,351</td> </tr> <tr> <td>4</td> <td>Ratnakar Bank Ltd</td> <td>45,013</td> </tr> </tbody> </table> <p>The Minister informed that a sympathetic view will taken shortly.</p>	S.No.	Bank	Amount of Claim Rs.	1	State Bank of India	2,68,46,420	2	Bank of Maharashtra	1,18,21,295	3	Indian Bank	25,351	4	Ratnakar Bank Ltd	45,013	<p>A Sub Committee consisting of representatives of Lead Bank in State & Secretary Co-op. Dept. to work out the modalities of setting the issues.</p> <p>Coop. Department, Govt. of Maharashtra is requested to settle the claims immediately.</p>	<p>Action: SLBC & State Govt. Time frame: 15.7.2011</p>
S.No.	Bank	Amount of Claim Rs.																	
1	State Bank of India	2,68,46,420																	
2	Bank of Maharashtra	1,18,21,295																	
3	Indian Bank	25,351																	
4	Ratnakar Bank Ltd	45,013																	



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While summing up the proceedings, Shri. Ratnakar Gaikwad, Chief Secretary, Maharashtra State highlighted following points.

- 1) 35% of our population is below poverty line.
- 2) He narrated the good experience of Itapally branch in Gadchiroli district, where recovery was 100% due to Branch Managers own initiatives.
- 3) He appealed to the bankers to sanction viable cases without making any delay.
- 4) There is a need to have attitudinal change in the mind of bankers as poor people are honest.
- 5) Present period is crucial for Govt. on the backdrop of weak position of some of the DCCBs and there should not be delay in getting crop finance from banks. As such proactive role of banks is expected in this endeavour.
- 6) On behalf of Govt. of Maharashtra, he assured full support from district functionaries to reach out the farmers.

In concluding remark, Dr. K.C.Chakrabarty Deputy Governor, Reserve Bank of India informed as under:

- 1) SLBC meetings should be conducted like business meetings in professional manner.
- 2) SLBC meetings should be issue based
- 3) Bankers can do good job in development of economy
- 4) Support of banks & Govt. is very essential for development of the country.
- 5) This is a challenging time in view of the crop loan financing in Maharashtra State. Bankers must rise to the occasion and extend timely and adequate finance to the farmers.

Shri. M.G.Sanghvi, Executive Director, Bank of Maharashtra assured on behalf of bankers to do their best in Financial Inclusion and crop loan financing. Meeting concluded with vote of thanks by him.



List of the Participants
111th SLBC Meeting held on 14.06.2011 at Mumbai

Sr. No	Name of the Participants	Designation / Institution
1	Dr. K.C. Chakrabarty.	Deputy Governor, Reserve Bank of India.
1	Shri. A.S. Bhattacharya	Chairman & Managing Director, Bank of Maharashtra & Chairman, SLBC - Maharashtra
2	Shri M.G. Sanghvi	Executive Director, Bank Of Maharashtra
Govt. of India		
1	Shri. Alok Pande	Director, Financial Services. Ministry of Finance, Govt. of India
Reserve Bank of India		
1	Shri. Srinivasan	Chief General Manager, C.O.
2	Shri. J.B.Bhoria	Regional Director, M.S. & Goa, Reserve Bank of India
3	Smt. Phulan Kumar	Regional Director, Reserve Bank of India, Nagpur
4	Shri. P.K. Das	GM, Reserve Bank of India
5	Shri. H.N. Dhanurkar	AGM, Reserve Bank of India
NABARD		
1	Shri. B.R. Padukone	General Manager, NABARD
State / Central Govt. & Corporations		
1	Shri. Ratnakar Gaikwad	Chief Secretary, Govt. of Maharashtra.
2	Sri. Sudhir Shrivastav	Principal Secretary, Finance dept. Govt. of Maharashtra
3	Shri. Sitaram Kunte	Principal Secretary, Planning Dept. Govt. of Maharashtra
4	Sri. Sudhir Kumar Goel	Principal Secretary, Agriculture, Govt. of Maharashtra
5	Sri. V.Giriraj	Principal Secretary, Water Conservation & EGS, Govt. of Maharashtra
6	Gautam Chatterjee	Principal Secretary, Housing Dept, Govt. of Maharashtra
7	Shri. Sudhir Thakre	Secretary, RDD, Govt. of Maharashtra
8	Shri. Madhukar Chaudhary	Commissioner of Co-operation & Registrar of Co-op Societies M.S. Pune
9	Shri. Prabhakar Deshmukh	Commissioner of Agriculture Govt. of Maharashtra
10	Shri. S.B. Patil	Joint Secretary, Co-op Department
11	Shri. P.P. Badgeri	Under Secretary, Housing Dept. GOM



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12	Shri. S.S.Dhapate	Under Secretary, Housing Dept. GOM
13	Shri. M.K. Kendre	Under Secretary, U.S. P Dept. GOM
14	Shri. S E A Hashmi	Secretary, Minority Commission, Maharashtra State
15	Shri. Tukaram Mundhe	CEO, KVIB
16	Shri. B.S. Manwar	DGM, MPBCDC, Mumbai.
17	Shri. S.K.Faruqui	CEO, Annasaheb Patil Arthik Vikas Mahamandal
18	Shri. P.R. Brahmane	Director KVIC, State Director Maharashtra
19	Shri. C.P. Singh	Development Officer, Khadi & Village Industries Commission
20	Shri. B.M. Shelar	Manager, Sant Rohidas Charma Udyog Vikas Mahamandal
21	Shri. B.T. Umesh	Dy. Chief Projects, HUDCO
22	Shri. S.A. Kedare	Asstt. Director (E.I), MSEM
23	Shri. Mangesh S Shinde	GM, Maharashtra State OBC Finance & Development Corporation Ltd.
24	Shri. M.T.Wakode	Divisional Office, Khadi & Village Industries Commission
25	Shri. M.T. Wakode	Director KVIC, Nagpur
26	Shri. D.K. Megur	DGM, LASDC
27	Dr. Subhash Mane	Administrator, State LDB
28	Shri. Dinesh L Oulkar	Additional Commissioner
29	Shri. S.R. Shinde	Managing Director, LASDC
30	Shri. T.P. Hirlekar	Officer, GOM
31	Shri. L.S.Magar	Deputy General Manager, LASDC
32	Shri. Abasaheb Haral	Project Co-ordinator, Maharashtra State Horticulture& Medicinal Plants Board.
33	Shri. B.M. Shelar	Manager LIDCOM
34	Shri. S. Jha	National Coordinator, NAFIL
35	Shri. Dhananjay Doiphode	Dy. Registrar, RCS Office
36	Shri. Nitin Gosavi	Rev. Dept. Joint IGR, Pune
37	Shri. Karol M Salim	KVIC
38	Shri. B.K. Shrivastav	KVIC
39	Shri. C.P. Singh	Development Officer, KVIC
40	Shri. Anil C. Kadwadkar	Superintendent S.O. KVIC Maharashtra
Scheduled Commercial / Apex Banks		
1	Shri. N.Seshadri	Executive Director, Bank of India
2	Shri. Paresh Sukthankar	Executive Director, HDFC Bank
3	Shri. Vishwavir Ahuja	Managing Director & CEO, Ratnakar Bank
4	Shri. Pramod Karnad	Managing Director, MSC Bank
5	Shri. Atanu Sen	Chief General Manager, State Bank of India



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6	Shri. N.C. Khulbe	GM, Bank of India
7	Shri. A.P.Ghugal	GM, Bank of India
8	Shri. A T M Philip Joseph	GM, Indian Bank
9	Shri. C.D. Kalkar	GM, Bank of Baroda
10	Shri. V.Krishnaswamy	GM, Indian Overseas Bank
11	Shri. M.C. Jacob	GM, State Bank of Hyderabad
12	Shri. Mangesh S. Shinde	GM, Overseas Bank of Commerce
13	Shri. G. Ramanathan	GM, Syndicate Bank
14	Shri. A. Khandul	GM, IDBI
15	Shri. Umesh Jain	GM, IDBI
16	Shri. D.VSS Prasad	DGM ,State Bank of India
17	Shri. D. Bapanna	DGM, Central Bank of India
18	Shri. V.M. Potda	DGM, Union Bank of India
19	Shri. Ajoy Naqib	DGM, State Bank of Hyderabad
20	Shri. S.K. Bahal	DGM, PNB
21	Shri. R.A. Gupta	DGM, Dena Bank
22	Shri. C. Sathish Ballal	DGM, Vijaya Bank
23	Shri. B. Venikat Ramana	DGM, UCO Bank
24	Shri. M.S. Mahabaleshwara Bhat	DGM, Karnataka Bank
25	Shri. Varghese K I	DGM, Federal Bank
26	Shri. Iqbal Singh Bhatia	Zonal Manager, Punjab & Sind Bank
27	Shri. Mukesh Rajani	Zonal Manager, ICICI Bank
28	Shri. C.H. Gaushal	AGM, State Bank of India
29	Shri. Eknath Patil	AGM, Union Bank of India
30	Shri. P.L. Alagappan	AGM, Union Bank of India
31	Shri. S. Ganesan	AGM, Punjab National Bank
32	Shri. K. Balasubramanan	AGM, Syndicate Bank
33	Shri. Kanwar Adarsh Salaria	AGM, Oriental Bank of Commerce
34	Shri. S.Y. Tayde	AGM, Oriental Bank of Commerce
35	Shri. Vilas H Joshi	AGM, IDBI
36	Shri. Ranjan Karode	Chief Manager, ICICI Bank
37	Shri. L.R. Bhise	Chief Manager, Bank of India
38	Shri. M. Shridhar	Chief Manger, Corporation Bank
39	Shri. Milind Deshpande	Regional Manager, National Housing Bank
40	Shri. Mahesh Mani	Sr. Vice President, City Bank
41	Shri. Aseem Gandhi	Business Head, RatnakarBank
42	Shri. Jaspal Singh Bhatia	Area Head, ING Vysya Bank
43	Shri. Pankaj Arora	Asstt. Vice President , HDFC Bank
44	Shri. J. Venkatraman	Asstt. Vice President , Axis Bank
45	Shri. Sreenivasa Prasad Pisupati	Deputy Vice President, Axis Bank
46	Shri. Arjun Ambat	Deputy Chief Officer, UCO Bank
47	Shri. P.B. Rama Prasad	Sr. Manager, United Bank of India



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48	Shri. Venkatesh H. T	Manager, Vijaya Bank
49	Shri. Kumar Manvendra	Manager, Indian Bank
50	Shri. V.R. Bhalerao	Manager (Tech), MSCARD
51	Shri. Sumit Chadha	Director, City Bank
Lead District Managers		
1	Shri. A.R. Ghate	LDM, Aurangabad
2	Shri. M.P. Parwate.	LDM, Akola
3	Shri V.D. Shinde	LDM, Ahmednagar
4	Shri. A.B. Shastry	LDM, Amravati
5	Shri. P.R. Ramdasi	LDM, Beed
6	Shri. S.S. Bansod	LDM, Bhandara
7	Shri., Y.K. Mishra	LDM, Buldhana
8	Shri. V.P. Virulkar	LDM, Chandrapur
9	Shri. R.P. Bhadane	LDM, Dhule
10	Shri. M.A. Bagwan	LDM, Jalna.
11	Shri. B.G. Tayade	LDM, Gadchiroli
12	Shri. V.S. Lakhote	LDM, Gondia
13	Shri. M.P. Mendhewar	LDM, Hingoli
14	Shri. A.R. Savardekar	LDM, Kolhapur
15	Shri. A.P. Kulkarni.	LDM, Latur
16	Shri Vilas Purohit	LDM, Nagpur
17	Shri. H.A. Mazire	LDM, Nasik
18	Shri. S.V. Vivrekar	LDM, Nandurbar
19	Shri. V.R. Turke	LDM, Nanded
20	Shri. A.A. Mali	LDM, Pune
21	Shri. Anil C. Gote	LDM, Parbhani
22	Shri. S.S. Kadam	LDM, Raigad
23	Shri. H.S. Potdar	LDM, Sangli
24	Shri. S.M. Nanal	LDM, Satara
25	Shri. M.G. Korwar	LDM, Solapur
26	Shri.S.G. Onkar	LDM, Singhudurg
27	Shri. S.R. Barapatre	LDM, Washim
28	Shri. V.N. Dongre	LDM, Thane
Regional Rural Banks		
1	Shri. Ashok Magdum	Chairman, Maharashtra Gramin Bank.
2	Shri. G.C. Nagar	GM, Vidarbha Kshyetriya Gramin Bank
3	Shri. R. Narayanan	GM, Wainganga Krishna Gramin Bank
Non Govt. Organisation		
1	Smt. Jayshree Vyas	Executive Director, Indian School of Microfinance for Women & Managing Director of Sewa Bank
2	Shri. Shubhankar Jha	National Coordinator for Financial Literacy , Indian School of Microfinance



Convenor - SLBC Maharashtra

Convenor Bank – Bank of Maharashtra		
1	Shri. A.S. Banerjee	Chief General Manger
2	Shri. V.R. Gupta	General Manager & Convenor, SLBC
3	Shri. B. Piparaiya	General Manager
4	Shri. V.E.Dalvi	General Manager
5	Shri. M.V.Dhobale	General Manager
6	Shri. S. D. Arya	General Manager
7	Shri. V.Y.Chhapekar	General Manager
8	Shri. R. Parthasarathy	General Manager
9	Shri Phillip D'silva	DGM & Member Secretary, SLBC
10	Shri. K.B.Rao	DGM, Mumbai.
11	Shri. S.R. Junankar	Sr. Manager, LBS / RRB Cell
12	Shri A. D. Chavan	Sr. Manager, LBS / RRB Cell
13	Shri D.B. Deshmukh	Sr. Manager, LBS / RRB Cell