



-State Level Bankers' Committee
Himachal Pradesh
Convenor: UCO BANK

Secretariat GENERAL MANAGER & CONVENOR HP SLBC UCO Bank, Himland Hotel Annexe, Shimla 171001	Teleph Fax E-Mail	0177-2623093 01772625061 contact@slbchp.com
No.GM/SLBC/2013-14/129	12.10.2013	

**All the Participants of
State Level Bankers Committee
Himachal Pradesh**

Dear Sir,

**REG: PROCEEDINGS OF THE 129TH SLBC MEETING OF
HIMACHAL PRADESH HELD ON 28.9.2013 AT
SHIMLA.**

We enclose the proceedings of 129th SLBC meeting of Himachal Pradesh held on 28.9.2013 at Shimla.

We would request you to initiate action on the points related to your Department/office/Organization immediately and send us the Action Taken Report as early as possible.

With regards,

Yours faithfully,

Encl: As above

(Dr.S.K.Nandi)
General Manager & Convenor
SLBC HP.

Copy to:

1. The Chief Secretary, Govt. of HP, HP Secretariat, Shimla
2. Dr. Alok Pande, IAS, Director, FI, MOF, DFS, New Delhi
3. The CMD's Secretariat, UCO Bank, Head Office, Kolkata
4. The EDs Secretariat-1, UCO Bank, Head Office, Kolkata
5. The ED's Secretariat-2, UCO Bank, Head Office, Kolkatas
6. The General Manager, SLBC, UCO Bank, Head Office, Kolkatas
7. The General Manager, RBI, RPCD, Shimla
8. The Chief General Manager, NABARD, Shimla.

MINUTES OF 129TH SLBC MEETING OF STATE LEVEL BANKER'S COMMITTEE- HIMACHAL PRADESH HELD ON 28.9.2013 AT HOTEL HILDAY HOME, SHIMLA (H.P.)

The meeting commenced at 11.15 AM. The list of participants is annexed. Dr. S.K. Nandi, General Manager, UCO Bank & Convenor SLBC HP welcomed the participants attending the meeting. In his welcome speech he focused stress on implementation of Direct Benefit Transfer initiatives particularly seeding of Aadhaar numbers in banks accounts of LPG customers on priority and requested the member banks to start implementation of National Rural Livelihood Mission Scheme (NRLM) in terms of RBI guidelines issued to banks. He urged the need to involve Cooperative Banks for implementation of NRLM in the State of Himachal Pradesh as their branch network is well established in rural areas.

KEY NOTE ADDRESS DELIVERED BY SH. ARUN KAUL, CHAIRMAN & MANAGING DIRECTOR, UCO BANK ON THE OCCASION OF 129TH SLBC MEETING HELD ON 28.9.2013

At the outset Sh. Arun Kaul, Chairman & Managing Director, UCO Bank extended warm welcome to Sh. Sudripta Roy, IAS State Chief Secretary, Dr. Alok Pande, IAS, Director (CP),GOI,MOF, New Delhi, Sh. Vineet Chaudhary, IAS, Addl. Chief Secretary, Govt. of Himachal Pradesh, Sh. I.S.Negi, General Manager, RBI and other participants for sparing their valuable time for attending the meeting. The text of Key note address delivered by Sh. Arun Kaul, Chairman & Managing Director, UCO Bank is reproduced hereunder:

The Financial Inclusion initiatives of Government of India aiming to enhance the access of Banking Services among the common people through various modes is a challenging agenda for the Banks and today pressure is mounting up from top to bottom for early implementation of schemes. Among others the Direct Benefit Transfer is one of the important area attaching concern for all banks including State Administration. Under DBT for LPG 11 districts has been selected in the State and scheme is likely to be operationalized within a month by which subsidy on LPG refills should be transferred in the beneficiary's bank account through Aadhaar mode.

I would like to inform the House about the recent decisions taken by the Convenor Bank to augment the DBTL in the State. There are two phases announced by GOI of which four districts namely Bilaspur, Hamirpur, Mandi & Una were being identified in first phase to operationalize DBTL w.e.f. 1.6.2013 and seven districts of the State have been selected under second phase started from 1st September, 2013. It is a matter of satisfaction that work assigned to bank for seeding of Aadhaar in the LPG consumers bank account have crossed more than 50% seeding level in all four districts

falling under first phase and the position of second phase is picking up and at present attained about 35% level upto middle September, 2013. It is expected that it will further improve and goes upto 45% by first fortnight of October, 2013. The Ministry of Finance have set a minimum target to cover atleast 60% seeding of Aadhaar in the consumer list of LPG distributors by banks so that the new scheme should be comfortably switched over in the State. I appeal my Banker friends, Oil Marketing Companies and District Administration machinery to achieve the goal in a joint campaign. I appreciate the role and responsibility shown by Department of Information & Technology of the State Government sharing the Aadhaar enrollment inter-face e-Aadhaar data amongst banks towards DBT implementation.

The expansion of banking services in all un-banked villages using various innovative Information Communication Technology (ICT) modes is a challenging task before banks. The Reserve Bank of India has intended to cover all such villages in a phased manner starting from 2013 to 2016 roadmap. I am happy that a revised roadmap of the State has been approved in the last SLBC under which number of Brick and Mortar type of outlets increased to 800 villages modifying the previous provision identified for only 116 villages. At this juncture I request my banker friends to establish Ultra Small Branches a low cost model and a better option in comparison with Business Correspondent Model capable to provide better banking services specially in hilly State. Such outlets may be converted into Small Rural Branches after attaining a required business volume. My banker friends and LDMS should cover 532 unbanked villages having population below 2000 in the State and also identify important focal points in the remote areas for establishment of USBs to give support to BC Clusters and fillip the Financial Inclusion efforts in real sense.

Friends the term Financial Inclusion having a comprehensive meaning which covers a variety of issues such as opening of Basic Saving Bank Deposit Accounts, but the objective of offering a bucket of products - Deposits, Credit, remittance, micro pension and Insurance - apart from Basic Saving Deposits Accounts to the poor and the vulnerable is yet to be achieved. In other words the Financial Inclusion has not become an option but a compulsion for banks to enlarge its future business plans. In order to intensify the Financial Inclusion efforts the RBI/NABARD has taken initiatives towards Financial Literacy drive across the country. Under this Financial Literacy & Credit Counseling Centers have been opened by banks at the district level in first phase to create awareness among the common people and these may further be extended to open FLCC centers at the Block/Village level by banks. I am happy that the State is having one functional FLCC in all the 12 districts and improving their performance. Another mile stone achievement is operationalization of Rural Self

Employment Training Institute which has been made operational in 10 districts of the State. The concern shown by Rural Development

Department for delay in the construction of RSETI buildings have to be resolved shortly by participating banks in the State. I propose that the additional cost apart from Central assistance provided to banks may be borne by designated banks otherwise the matter will not resolve and option given to banks get derailed. The Convenor Bank on the recommendation of Small Committee is finalizing tendering process for printing of Financial Literacy related material as per the directions received from RBI and will be available to all concerned by October, 2013

Friends, you are aware that Ministry of Rural Development has announced a new flagship programme namely National Rural Livelihood Mission (NRLM) replacing the old SGSY with effect from 1st September, 2013. The operational guidelines of the scheme has been circulated by RBI and except Cooperative sector banks all other banks operating in the State will implement the scheme. It is being implemented in a phased manner focusing more on rural poor for capacity building, imparting requisite skills and creating linkage with Livelihood opportunities. Bank branchwise targets have been allocated and the intensive blocks will be covered by about 77 branches of various banks. I urge upon all the concerned banks to achieve their targets fixed for 2013-14 under this scheme.

I would like to inform that as per new guidelines of GOI the assistance under Indira/Rajiv Awaas Yojana has been increased to Rs. 75000 per unit for construction of houses to BPL families from Rs.48,000 . The beneficiary under IAY/RAY may be covered under DRI scheme for lending upto Rs.20000/- from banks to meet additional requirement for completion of House. The Hon'ble Minister for Rural Development has suggested to increase the quantum of bank loan upto Rs.50,000/- under DRI. The communication received from the Ministry is listed in the Agenda.

We express our Special gratitude to Reserve Bank of India and NABARD for their pro-active support and guidance in implementation of all Financial Inclusion initiatives to link the mass section of excluded populace of the society with the formal Financial Sector.

Now I take this opportunity to place before the August House the performance highlights of the quarter ended June, 2013 .

- The total Business of the Banks as of June, 2013 has grown by 15.59% over the corresponding period last year. Deposits have recorded y-o-y growth of 15.44% and advances have y-o-y growth of 15.93% (almost double). In absolute terms, the total business

of the banks in the State has a net increase of Rs.11272 Crores as of June, 2013 over June, 2012.

- Priority Sector Advances constitute about 70% of the total advances denoting the high flow of credit to the preferred sectors in the hilly State. It is a matter of satisfaction that Banks have achieved all the important national parameters set by RBI except DRI advances. Banks are continuously urging to increase the quantum of loan under DRI advances to match the stipulated target. I urge the RBI to convey the feelings of the banks at appropriate level for increasing the DRI advances by Banks.
- The CD Ratio (CDR) of Banks in the State was 65.16% for the period ended June, 2013. In the districtwise review of CD Ratio, 8 districts are maintaining critically low CD Ratio below 40% and needs comprehensive review of position in district/State level review meetings. The sub-committee of DLCC constituted for the purpose in each district, is to review the position regularly in their review meetings and to draw monetorable action plan for reviewing progress at regular intervals. The issue will be deliberated in detail in the regular agenda.
- The achievement in fresh disbursement under the Annual Credit Plan (ACP 2013-14) during the quarter ended June, 2013 is 121% of the quarterly targets witnessing the highest achievement to the tune of Rs.1166 Crores reported under Non Priority Sector Advances. However, Banks have to take a note to achieve the shortfall in other sectors in the remaining quarters
- Banks penetration in the State is well set up by having branch network of 1678 branches as of June, 2013 with more than 80% branches are located in rural areas. Banks have added 12 new branches during the quarter ended June, 2013. State has per
- branch population coverage of 4086 which is good indicator of availability of banking services and one of the best averages in the country. Banking Sector has further strengthened the alternate delivery channels of providing banking services by adding 159 new ATM during the quarter ended June, 2013 and the total numbers of ATMs increased to 1020 as of June, 2013 in the State. I also request my banker friends to take initiative for installation of Small Coin Dispensers at various prominent places to meet out the general demand of coin shortage.

I urge my banker friends to intensify distribution of Rupay Credit Card to all KCC holders and take necessary campaign for using of IT based products of the banks to improve the customer service. Pressure is mounting up from Ministry of Finance to online the land records and creation of charge on landed property in line with Karnataka Bhoomi Project. I request the State Revenue/IT Department to join hands with banks for early implementation of the scheme in our State.

The position of NPA recovery as of June, 2013 is not encouraging and a matter of concern for all of us. The 10.45% decline in recovery as of June, 2013 over the position of March, 2013 is not tolerable. On the other hand increasing trend of NPAs of banks reached at a level of 6.11% as of June, 2013 is not a favourable indicator and required joint action to arrest the tendency at the earliest so that banks have a better recovery environment for recycling of their funds. The large number of pendency appearing in Certificate Recovery Cases is an another debatable area. I request the State Government to help the banks at this juncture. He urged the State Government that if recovery does not comes it will be difficult for banks to increase CD Ratio. He also pointed out the position of low Education loans provided by banks in the State as the issue has been raised in the last FM meeting with banks and requested the member banks to push up the Education Loans to all eligible students approaching the banks.

IMPORTANT POINTS RAISED BY SH. ALOK PANDE, IAS, DIRECTOR, DEPARTMENT OF FINANCIAL SERVICES, MOF, GOI NEW DELHI ON THE OCCASION OF 129TH SLBC MEETING HELD ON 28.9.2013

- He appreciated the Banks and other nodal agencies involved in Direct Benefit Transfer Scheme by achieving good results. There is a need to streamline the seeding of Aadhaar in the LPG consumers bank account in district Shimla which can be resolved by joint efforts of all stake holders in the State. He further informed that around Rs. 405 Crores of subsidy has already been transferred under the scheme. He urged the banks to intensify the publicity at the branch level so that common people may know about the importance of seeding of Aadhaar.
- Regarding extension of banking services under Financial Inclusion he requested the banks to give importance on unbanked area for opening of new bank branch or installation of ATMs to spread the benefits in unrepresented area of the State. He pointed out that Banks can improve their CASA and other business opportunities in the unbanked areas having availability of unexploited potentials.
- Dr.Pande said that implementation of Bhoomi Integrated Project is very important and facilitate both farmers and bankers to boost up hassle free credit.

- Dr. Pande urged the Banks to give more Rupay Credit Cards to all KCC holders and stressed to accelerate the process for providing more Education Loans in terms of targets allocated by Govt. of India for the State.
- Banks has to ensure installation of one ATM with each branch in terms of budget announcement of Govt. of India.
- Regarding implementation of NRLM Dr.Pande disclosed that Govt. of India has identified 150 intensive districts of which Shimla and Mandi districts of the State has come under first phase where SHGs would be provided credit at the rate of 7% and 3% further incentive is available on prompt recovery of loan amount. This incentive is available only in intensive districts initially selected. MORD is likely to issue new guidelines in this regard.
- Dr,Pande shown concern on the decreasing trend of recovery particularly pertains to Cooperative sector banks in the State.
- Dr.Pande informed that SJSRY scheme has been renamed as National Urban Livelihood Mission for banks to participate.
- Dr. Pande suggested to hold a separate meeting of LDMs in second half to apprise about the decision taken in the SLBC meeting and prepare action points for effective implementation by concerned quarters. This practice is adopted in some of the SLBCs to have a direct interaction with LDMs.

HIGHLIGHT OF CONCLUDING REMARKS GIVEN BY SH. SUDRIPTA ROY, IAS, CHIEF SECRETARY TO THE GOVERNMENT OF HIMACHAL PRADESH ON THE OCCASION OF 129TH SLBC MEETING HELD ON 28.9.2013

Sh.Sudripta Roy, IAS, Chief Secretary to the Govt. of HP welcome Sh. Arun Kaul, Chairman & Managing Director, UCO Bank to this meeting after a prolong gap, He also welcome all the participants sitting on the Dias. The presence of Dr. Alok Pande, Director from Ministry of Finance, will guide the forum on recent developments taken by GOI on Financial Inclusion.

Today we are meeting after the Monsoon session of HP Legislative Assembly. During the intervening period Govt. of Himachal Pradesh has announced implementation of "Rajiv Gandhi Ann Yojana" from 20th September, 2013 and become the fifth State to implement National Food Security Act and this is a landmark national programme for providing grains and other food material to the BPL families.

Another attempt has been made to provide Skilled Development Allowance for educated unemployed youth as per budget commitments announced by the State Government to provide Rs.1000/- per month to each eligible candidates and Rs.1500/- to youths having 50% disability. The scheme is slightly modified and minimum educational level is brought to 10th pass and age criteria has also been reduced. More and more people are coming under the coverage. The scheme is implemented by Directorate of Labour and Employment through various Employment Exchanges located in the State. We have allotted one Crore rupees for this purpose.

We have a bumper apple crop but transportation of apple crop is affected in District Kinnaur due to heavy rains damaging the road connectivity. We shall need

the support of Bankers and Transport Sector. The CD Ratio in Kinnour has gone up suddenly because of increase of funds for rehabilitation and re-construction work. The issue raised by Hon'ble Union Rural Development Minister to increase the financial limit under DRI from Rs.20000/- to Rs. 50000/- for all beneficiaries selected under Indira/Rajiv Awaas Yojana which is the major requirement in the disaster hit area.

My Banker friends are well aware about the recent financial crisis took place adversely affecting the GDP which has come down to less than 5% (2012-13) witnessed a major fall in a decade. This is a sign of turnaround which is taking place but the problem pursue. Now every body is looking on Agriculture development to increase the purchasing power of rural people. Despite global fluctuation the economy of the State is moving ahead and bankers are sharing the responsibility given under Priority Sector lending. He hopes that the manufacturing sector will not revive during the coming 5-6 months. Agro Sector is one where the Bankers can look into for financial assistance in primary sector.

I am happy that the State has attained a milestone on enrollment of Aadhaar to facilitate Direct Benefit Transfer Scheme of Government of India, At present 11 districts of the State have been selected under DBTL and all nodal agencies involved in this process are doing well to achieve the goal. Every concerned Department have to ensure fulfillment of its assignments as communicated by Ministry of Finance. I urge upon the LPG Distributors and Oil Marketing Companies to provide Aadhaar number and Bank accounts detail to respective LDMS for seeding of Aadhaar in the Customer accounts in a smooth manner so that after the grace period of three months the scheme is fully operationalized in the State. It is a worthwhile to inform that Department of Information Technology of State Govt. is extending a unique support to Banks/OMCs to use the Aadhaar Inter face data for obtaining e-Aadhaar numbers which should intensify the seeding of Aadhaar numbers. The coverage of DBT transactions has been so far completed in 18517 accounts involving release of benefits to the tune of about Rs.12.95 Crores in the State. I am happy that Jogindera Central Coop. Bank has successfully completed computerization and interested to participate in DBT work in line with other banks in the State. It is a good effort to extend the ICT based banking services in rural areas I would like early implementation of MNREGA Software for releasing of online wages in all districts. The Department of Rural Development to take care of it. Similarly Social Security Pension Scheme implemented by Department of Social Justice and Empowerment should be made under DBT using Aadhaar platform. Till such time the DBT is effective the convenience system for the common people I would insist is the facility available with post offices to be utilized.

I am happy that a revised roadmap to cover all unbanked villages for extension of banking services has been prepared in accordance with the guidelines provided by RBI. Now total 16640 unbanked villages are identified for covering in four year period 2013-16. Out of these Banks has proposed to open Ultra Small Branches in 800 villages. So far it is reported that 895 number of such villages are covered through BC model in the State. I which we should follow the roadmap in letter and spirit and suggested the bankers that every family should have a bank account as most of the benefits are linked to the bank accounts.

As regards the targets fixed under Educational Loans the Chief Secretary said that that the students are migrating to neighbouring states where more and more educational facilities are available and the students require educational loan from the city where they are doing the courses. He advised that Banks should not insist to set a Education Loan targets because it is actually a demand driven loan.

Today we are reviewing the financial results of first quarter ended June, 2013 of the current fiscal 2013-14. Under Annual Credit Plan minimum target to the tune of 20% of the Annual Target has been fixed of which Banks have disbursed fresh credit to the tune of Rs.2783 Crores registering 120% achievement of quarterly target. I request Banker Friends and nodal departments to deliberate sectoral mis-match on achievement of targets and formulate a suitable action points to accelerate the growth in the remaining quarters.

I am happy to know that National Rural Livelihood Mission (NRLM) Centrally sponsored scheme has been launched in our State with effect from 1st July, 2013 and Credit Mobilization Targets for the current fiscal has been allocated to all banks. I urge the Department of Rural Development to chalk out a detailed step by step action plan for banks so that financing of Self Help Groups should be taken to achieve the target.

As of June, 2013 Banks in the State have retained the status for achieving five national parameters out of six - Priority Sector Advances (70%), Advances to Agriculture (18%), Advances to Weaker Section (19%), CD Ratio (65%) and Advances to Women (7%). The CD Ratio of the State is improving in a slow process because the Industries are having their Unit in Himachal and generally their Headquarters are located in metropolitan cities or big cities from where they are availing the credit facilities. Our economic activity is going our our manufacturing is going on, we are generating money but money is not being credited to the banks in our State.

Deposits of the Banks recorded 15% year to year annual growth and reached at a level of Rs.58698 Crores however, advances of the Banks has witnessed 16% annual growth and reached at a level of Rs.24884 Crores as of June, 2013 in comparison with the position of June, 2012. There is a quantum jump in investment made by Banks in State Govt. Securities/Bonds reached at a level of Rs. 3349 Crores with an year to year increase of Rs.2052 Crores reported as of June, 2013. During the period under review 12 new branches were opened by banks and total number of branches as of June, 2013 gone upto 1678 out of which 1337 are located in rural areas. The State having a strong network of 1678 bank branches besides 1020 ATMs in service. I appeal my Banker friends to install Coin Dispensers at prominent places to meet out the growing demand of small coins.

The normal agenda for the meeting (item wise) as follows, taken up by Sh. U. C. Sharma, Deputy General Manager, UCO Bank (Convenor Bank) for deliberation in the House.

AGENDA ITEM NO.1

Confirmation of Minutes of the last 128th meeting held on 15.7.2013

The forum unanimously adopted the minutes of the 128th meeting of SLBC HP held on 15.7.2013 which was forwarded to the members vide Convenor's Bank letter No.CHC/SLBC/128M/2013-14/2067 dated 24.7.2013.

AGENDA ITEM NO.2

Action Taken Report (ATR) on the action points emerged during the 129th HP SLBC meeting held on 28.9.2013

Action Point No.	Action Point Emerged	Action To Be Taken By	Action Taken up to Date
1	Implementation of EBT for distribution of Social Security Pension by banks in Pilot District Bilaspur through BC model and selection of more schemes under 32 Centrally sponsored schemes of Govt. of India.	Convener-SLBC/all Participating Banks/ Director SC, OBC & Minorities	<p>The Convenor Bank informed the successful attempt made for distribution of National Social Assistance to 13526 beneficiaries using Central Plan Monitoring System (CPSMS) under which subsidy can be transferred in the bank account through NPCI, Aadhaar platform as well as by bulk RTGS in case Aadhaar is not available. It has also informed that the scheme is one of the 32 Centrally sponsored schemes of GOI selected under DBT.</p> <p>Director SOMA informed that there are about 13223 number of eligible beneficiaries to be covered under NSA. So far only 3251 are given benefit through DBT. He informed that presently the financial assistance is given through Post Offices at the doorstep and old age beneficiaries are not interested to avail the facilities other than door step facility of Post Offices. The penetration of branch outlets in the rural areas is not easily approachable to meet the requirement through engagement of BCs by Banks. Some of the MPs/MLAs, NGOs and Gram Panchayats are insisting the Department to continue with traditional system for distribution of social security pension through postal services in the State. Director SOMA informed that e-kalyan software required a few modification before operationalization</p>

			<p>and a small committee is constituted for the purpose in the State. Department of IT/NIC are already putting their efforts in this regard.</p> <p>The Chairman advised the Department of Social Justice not to insist for Aadhaar based payment system and adopt a flexible mode suitable to pensioners in line with the recent directions passed by Supreme Court on DBT. He also advised to implement the DBT in the phased manner in tune with the infrastructure support.</p> <p>Sh. J.C.Chauhan, Spl.Secretary RDD that e-FMS (Scheme for Electronic Benefit Transfer for MGNREGA beneficiaries) has been rolled out in the first phase covering four districts viz. Hamirpur, Bilaspur, Mandi & Una and district Solan is selected for the second phase. However, Deptt. is intended to implement the MGNREGA wages in the entire State through electronically RECS on T+1 basis. Under the scheme bank has to ensure transfer of wages within 15 days otherwise penal interest has to be paid on delays. He also requested HP State Coop. Bank and HP Gram Bank to resolve their branch level operational problems at the earliest.</p>																								
2	Holding of sub committee meetings of DCC constituted for the purpose of improvement in CD Ratio above 40% minimum level prescribed by RBI and preparation of special plan thereof.	Convenor Bank/ LDMS of 8 districts	<p>The position of District-wise Credit Deposit Ratio (CDR) as of June, 2013 based on the Deposit and Advances data reported by Banks is as under:</p> <table border="1"> <tr> <td>Bilaspur</td> <td>(28.27%)</td> <td>L&S</td> <td>(29.30%)</td> </tr> <tr> <td>Chamba</td> <td>(38.91%)</td> <td>Mandi</td> <td>(29.32%)</td> </tr> <tr> <td>Hamirpur</td> <td>(21.33%)</td> <td>Shimla</td> <td>(38.34%)</td> </tr> <tr> <td>Kangra</td> <td>(31.09%)</td> <td>Sirmour</td> <td>(77.67%)</td> </tr> <tr> <td>Kinnour</td> <td>(178.17%),</td> <td>Solan</td> <td>(91.37%)</td> </tr> <tr> <td>Kullu</td> <td>(50.22%)</td> <td>Una</td> <td>(35.48%).</td> </tr> </table> <p>LDM, Una described the various reasons responsible for low CD Ratio in the district. The Convenor SLBC advised the LDMS to hold regular sub committee of DCCs constituted to bring improvement in CD Ratio in terms of RBI guidelines. LDM Una mentioned that due to withdrawal of Industrial package by Central Govt. new units are not coming up as a result</p>	Bilaspur	(28.27%)	L&S	(29.30%)	Chamba	(38.91%)	Mandi	(29.32%)	Hamirpur	(21.33%)	Shimla	(38.34%)	Kangra	(31.09%)	Sirmour	(77.67%)	Kinnour	(178.17%),	Solan	(91.37%)	Kullu	(50.22%)	Una	(35.48%).
Bilaspur	(28.27%)	L&S	(29.30%)																								
Chamba	(38.91%)	Mandi	(29.32%)																								
Hamirpur	(21.33%)	Shimla	(38.34%)																								
Kangra	(31.09%)	Sirmour	(77.67%)																								
Kinnour	(178.17%),	Solan	(91.37%)																								
Kullu	(50.22%)	Una	(35.48%).																								

			there is a less demand for Investment Credit contributed by high saving growth due to large number of people are employed in Defence services besides PACs are revolving their own funds in Agriculture Sectors.
4	Sub committee of SLBC on SHG Bank linkage in HP	Convenor Bank/ Banks	Issue shifted for detailed discussion in Main Agenda.
5	On-line access of Land Records to Banks	IT Deptt /Finance/ Revenue Deptt/ NABARD Convenor Bank	<p>The Convenor Bank informed about the developments took place for collection of information from SLBC Karnataka where the Bhoomi Bank Integrated Model is successfully operationalized. The response from Revenue Department, Govt. of Karnataka to supply necessary software Gazettee Notification and procedure for enrollment etc. is awaited.</p> <p>As per the decision taken in the last SLBC to hold a One Day Workshop on Bhoomi Bank Integrated Model with the help of DIT and other stakeholders, the Deputy Director DIT informed that they are ready to hold the proposed workshop at any convenient date decided by SLBC in consultation with Banks. It has decided to organize the workshop after Durga Pooja Holidays.</p> <p>The Chief Secretary advised the Director Institutional Finance to take up the matter with State Revenue Department whether any notification is required for amending the present law and examine the possibility to adopt proposed model in Himachal Pradesh in line with Karnataka model. He desired that a note from the Finance/Revenue Department may be prepared for taking a decision from the Government side. We should also take necessary precaution to maintain the sensitivity of the data which should not be tempered by any one given access to create the charge on landed property.</p>

AGENDA ITEM NO.3

3.1 Review of Progress under Extension of Banking Services in the State under RBI roadmap 2013-16.

The Convenor Bank informed that as per the decision taken in the last SLBC number of un-habited villages has been excluded from the list of villages identified under RBI roadmap and the number of Brick & Mortar/USB branches has been increased to 800 in place of 162 identified earlier. The revised roadmap for the State of Himachal Pradesh is given below:

Total number of villages in HP as per 2011 census	=	20320
Out of above no. of uninhabited villages	=	2623
No. of existing rural branches	=	1057
Total unbanked villages under the roadmap 2013-16	=	16640

a) Villages proposed for B&M/USB	=	800
b) Villages proposed for BC Model	=	15840

Prime role and responsibility of LDMs

There is an urgent tasks before LDMs to revise bankwise list of villages by excluding uninhabited villges numbering 2623 situated in various districts of the State. They should identify the strategic locations for opening of 800 Brick and Mortar/USB type of banking outlets and prepare the revised roadmap in XEL sheet strictly on the format devised for the purpose (specimen format is enclosed at the end of the minutes). The LDMs are requested to complete this exercise by October, 2013 and send information to all Controlling Heads in soft copy for taking necessary action at their end. The information received from LDMs will be loaded in SLBC website in due course.

(Action LDM - compliance by October, 2013)

Progress under RBI roadmap 2013-16 as of June, 2013.

The Convenor Bank informed that as per the feed back received from the banks total 895 unbanked villages has been covered for extension of banking services upto June, 2013 out of which five villages were covered by opening of new bank branches and 883 villages were covered by BC model and remaining seven villages were reported covered through other modes in the State of Himachal Pradesh. The contribution of UCO Bank, PNB and SBI is significant covering 494, 284 and 81 unbanked villages respectively.

Sh. I. S. Negi, GM, RBI, shown concern over slow pace of progress achieved under the roadmap and advised to accelerate the process for identification of villages where banks are intended to open USBs. He urged the LDMs to complete the exercise at the earliest and information about allocation of such villages should be sent to all Controlling Heads of banks for taking necessary action. He also apprised that RBI top management is regularly monitoring the progress under Financial Inclusion. He also observed that there are over congestion of bank branches in urban and focal villages and

banks are not coming forward to open rural branches in the unbanked remote areas where there is vast potential for business development and people are deprived of the banking facilities for a long time. He advised the banks to take a note while opening of new bank branches ensuring that atleast 25% of their new branches should be opened in rural areas in the state. The GM RBI stated that only two ATMs are installed by banks in Lahaul & Spiti district and there is a need to install more ATM by banks to meet the growing demand of tourists visiting historical places. He also advised the banks to install new ATM machine in the rural areas to give better interrupted services to common people. The General Manager RBI stated that the progress under FIP - desegregation has to be monitored from CMD Secretariat/Board level to Regional level which should be streamlined in terms of RBI guidelines.

Member banks are requested to submit quarterly progress report in the prescribed format Annexure-B for reporting the progress under RBI roadmap to Convenor Bank within 10 days after the close of quarter so as to report the consolidated position to RBI, Shimla.

Dr.Alok Pande Director, DFS, New Delhi suggested to hold a joint meeting of Banks and District Administration for the purpose of selection of villages having forward and backward linkage for opening of USB/New rural branch in the districts under RBI roadmap prepared for 2013-16. In addition operationalization of BC model in selected villages may also be communicated to all concerned. The representative from DIT informed that so far more than 50 Lok Mitra Kendras has been entrusted with BC work by banks mostly in district Hamirpur. Now more banks are coming forward to avail the services of LMKs in the State.

(Action: Banks- Immediate submission of Quarterly report for September, 2013)

Review of Progress under Direct Benefit Transfer (DBT)

The Convenor Bank informed that about 18517 DBT transactions amounting to Rs.12.95 Crores has successfully completed in the State where subsidies has been routed in the beneficiary bank account using Aadhaar platform. The DIT has reported delay in reconciliation of accounts with banks and UIDIA under DBT particularly non reconciliation of accounts with SBOP & BOB. Both the Banks are requested to resolve the issue at their earliest.

(Action: SBOP/BOB)

Schemewise DBT transactions completed in HP.

Scheme-wise Total	DBT Transactions	Amount	Sponsor bank
SVUCY	806	8060000.00	State Bank of Patiala
JSY	4	2800	Punjab National Bank
IGMSY	4436	5998220.00	Union Bank
Post Matric OBC	1587	12421274.00	State Bank of Patiala
Post Matric SC	3333	61817708.00	State Bank of Patiala

Post Matric ST	320	18362318.00	State Bank of Patiala
Pre Matric Minority	726	1819935.00	Bank of Baroda
Top Class Education	26	1573341.00	State Bank of India
Dr. Ambedkar Scholarship Scheme	636	6360000.00	State Bank of Patiala
MARIT CUM MINE	21	539333	UCO Bank
NSAP	6251	11875500	UCO Bank
POST MATRIC MINORITY	13	58965	UCO Bank
Unclean Occupation	358	662300	Bank of Baroda
Total	18517	129551694.00	

Review of progress under DBTL in Himachal Pradesh:

As per the MOF communication dated 17.5.2013, four districts of the State namely Bilaspur, Mandi, Hamirpur and Mandi are selected for implementation of DBTL in first phase starting from 1.6.2013. Subsequently seven more districts of the State namely, Kangra, Chamba, Kullu, Solan, Sirmour, Shimla and L&S are selected for DBTL w.e.f. 1.9.2013. A pressure is mounting up upon banks for quick seeding of Aadhaar in the LPG consumers bank account within three months grace period for successful implementation of scheme.

The Convenor Bank informed that a high level meeting was held on 21.9.2013 under the Chairmanship of Executive Director, UCO Bank which was attended by high level participation from banks DIT, LDMs and LPG Distributors. The DIT has offered the availability of interface data of Aadhar enrollment to banks to utilize for the purpose of seeding in the SB accounts maintained with various banks. The Department also agreed to provide separate User ID and Password to banks to access the online data. It has unanimously decided to feed the Aadhaar in all SB accounts at the branch level to become a 100% compliance to cover any future DBT transactions in the state. The LDMs has reported the instances of non cooperation by LPG Distributors towards collection of Bank Aadhaar seeding forms causing slow seeding of Aadhaar by bank branches.

Deputy Director, DIT informed that so far training to use interface Aadhar data has been given to seven banks of which UCO Bank has started the work. Similarly four LPG distributors in Shimla town has been given training for the use of software.

Sh. Vineet Chaudhary, Addl. Chief Secretary informed about the Video Conferencing with all Deputy Commissioners in the State where LPG Distributors were also be invited. A clear cut instructions has been conveyed to operationlize the Scheme with mutual consent. It was disclosed that the flight of seeding of Aadhaar numbers in the beneficiary's bank account had adversely effected on the announcement made by Hon'ble Supreme Court of India. The Chief Secretary advised all the stakeholders involved in DBTL to comply in letter and spirit on the verdict given by the Court. Our moto should be not to put inconvenience to any one on LPG distribution. The Convenor Bank sought the Cooperation from District

Administration, Shimla to boost up seeding of Aadhaar in the bank accounts on receipt of information from LPG distributors. It has been decided to hold weekly review meeting with District Administration on each Monday.

The Controlling Heads of Banks are requested to issue instructions to all branches to give utmost priority for seeding of Aadhaar in the bank accounts of LPG customers within three days on receipt of information from Distt. Coordinator/LDM. There should be no delay after receiving the seeding data at the branch level. In case of any prolonged pendency the matter should be reviewed by personal intervention from higher office.

(Action: Controlling Heads of Banks/LDMs)

PROGRESS UNDER DBTL as of 24.9.2013 as per data supplied by UIDAI.

District Name	No. of Distributors	Active LPG Consumers	LPG Aadhaar Seeding as on 24th Sept, 2013	% LPG Aadhaar Seeding as on 24th Sept, 2013	Bank Aadhaar Seeding as on 24th Sept, 2013	% Bank Aadhaar Seeding as on 24th Sept, 2013	Aadhaar Generated
Bilaspur	5	56391	38554	68%	30122	53%	98
Hamirpur	5	95048	69936	73%	50962	53%	106
Mandi	14	157011	100715	64%	72384	46%	96
Una	8	95308	70198	73%	57065	60%	100
Chamba	7	37511	18228	47%	9811	25%	84
Kangra	30	292844	82817	28%	40485	14%	89
Kullu	7	76557	39171	51%	28474	37%	85
Shimla	23	197014	29952	15%	15518	8%	76
Sirmaur	10	61073	18707	30%	10247	17%	76
Solan	18	123389	58749	47%	34212	28%	78
L&S	2	6452	NA	NA	NA	NA	73
Kinnaur	1	27221	234	7%	31	1%	67
Total	130	1225819	527261	43.01	349311	28.50	

Roll out issues of last SLBC meeting:

4.1 Establishment of new Clearing Houses facility by Banks in the State of Himachal Pradesh

The Convenor Bank informed that as per the decision taken in the 128th SLBC meeting, the House has consented to establish Clearing House Facilities in 19 locations having 5 or more branches operating and advised the concerned banks to expedite establishment of non formal Clearing Houses which facilitate bilateral exchange/counter presentation of instruments for Debit to Customer account and thereafter settlement of funds among themselves through various means in accordance with the liberalized guidelines dated 11.5.2012 issued by RBI. So far UCO Bank has submitted the proposal to RBI and decision is awaited.

Remaining Member banks are requested to expedite the matter for submission of proposal for operationalization of non formal Clearing House facilities in 19 locations as per allocation given below.

S.No.	District	Block	Place having 5 or more branches	Clearing House proposed to establish by bank
1	Bilaspur	Ghumarwin	Ghumarwin	SBOP
2	Chamba	Dalhousie	Dalhousie	PNB
3	Hamirpur	Nadaun	Nadaun	CBI
4	Kangra	Nagrota	Nagrota Bagwan	SBOP
5		Nurpur	Nurpur	PNB
6		Dehra	Baijnath	SBI
7	Kullu	Kullu	Bhuntar	PNB
8	Mandi	Chauntra	Jogindernagar	PNB
9		Karsog	Karsog	SBOP
10		Sarkaghat	Sarkaghat	SBOP
11	Shimla	Rohru	Rohru	SBI
12		Theog	Theog	UCO
13	Sirmour	Rajgarh	Rajgarh	BOB
14		Nahan	Kala Amb	UCO
15	Solan	Dharmpur	Parwanoo	PNB
16		Nalagarh	Nalagarh	SBI
17		Nalagarh	Baddi	SBI
18	Una	Gagret	Gagret	PNB
19		Bangana	Bangana	CBI

(Action: concerned bank)

4.2 Installation and Managed Services of Cash Dispensers (CDs) in the State of Himachal Pradesh.

The Convenor informed that during the review period Banks have established 5 ATMs out of 22 locations identified for the purpose. Now there are only 17 centers which are to be covered by banks as per detail given below:

LIST OF NON ATM CENTRES HAVING STATE TREASURY BUSINESS WITH BANKS IN HP

District	S.No.	Stationery/ Treasury	Latest position of ATMs
Shimla	1	Tikkar	ATM to be installed by UCO Bank (Order placed)
	2	Kupvi	ATM to be installed by UCO Bank (work in process)
	3	Dodra-Kwar	ATM to be installed by HPSCB
Mandi	4	Thunag	ATM to be installed by HGB (order placed)
	5	Bali-Chowki	ATM to be installed by HGB (order placed)
	6	Nihri	ATM to be installed by HGB
	7	Baroh	ATM to be installed by KCCB
	8	Rakkar	ATM to be installed by HGB
	9	Kasba Kotla	ATM to be installed by KCCB
Sirmour	10	Shillai	ATM to be installed by UCO Bank (Work in process)
	11	Kamrau	ATM to be installed by HPSCB
Chamba	12	Salooni	ATM to be installed by SBI
	13	Bhalai	ATM to be installed by HPGB
L & Spiti	14	Udaypur	ATM to be installed by SBI/KCCB
Kinnaur	15	Nichar	ATM to be installed by SBI
	16	Moorang	ATM to be installed by SBI
	17	Krishangarh	ATM to be installed by UCO Bank (Order Placed)

The total number of operational ATMs have gone upto 1020 as of June, 2013. Many Banks have reported having issued work order to M/s AGS Pvt. Ltd. for establishment of more ATMs in the State.

(Action: Concerend Banks)

4.3 Equitable Mortgage - Noting of Charge on Land Revenue Record

The issue is roll out issue of the 128th SLBC raised by SBI requesting the State Govt. for restoration of the facility of noting of lien based on equitable mortgage which has discontinued by the State Revenue Deptt. w.e.f. 1.1.2013.

The decision from State Revenue Department to reconsider the request of Bankers for restoring the previous facilities of noting the lien on equitable mortgage is awaited.

The representative from Revenue Deptt. is requested to expedite the matter so that the outcome may be discussed in the next meeting.

(Action Reveue Department)

AGENDA ITEM NO.-5

5.1 Review of Performance under Annual Credit Plan 2013-14 - Disbursement as of June, 2013 in the State of Himachal Pradesh.

The Convenor Bank informed that 20% Financial targets under ACP 2013-14 is being fixed for the first quarter ended June, 2013 and Banks has surpassed the same by 120%. The Powerpoint presentation on the achievement of ACP for the quarter ended June, 2013 was displayed as under:

POSITION AS OF JUNE, 2013 AT A GLANCE (Amount in Crores)

S.No	Sector	Annual Target 2013-14	Targets June, 2013	Achievement, June, 2013		%age Ach. Over qtl tgts
				Fresh Units	Amount	
1	Agriculture	4065.44	813.09	81545	717.96	88.30
2	MSE	3157.08	631.42	13016	507.42	80.36
3	Other Priority Sector	2619.92	523.98	6644	391.55	74.73
A	Total Priority Sector	9842.44	1968.49	101205	1616.93	82.14
4	Non Priority Sector	1705.44	341.09	17426	1166.49	341.99
B	Grand Total (A +B)	11547.88	2309.58	118631	2783.42	120.52

GROUND LEVEL DISBURSEMENT UNDER ACP 2013-14 AS OF JUNE, 2013.

(Amount in Crores)

No.	Sector-wise performance	Agency wise Institutional Credit provided by Banks				
		PSBs	RRBs	Coop. Banks	Private Banks	TOTAL
1	AGRICULTURE SECTOR					
A	Annual Target 2013-14	2609.47	340.54	1004.5	110.91	4065.44
B	Tgt. June, 2013	521.89	68.11	200.90	22.18	813.09
C	Ach. June, 2013	433.58	58.21	200.29	25.88	717.96
D	%age of qtrly Achs	83.08	85.47	99.69	116.67	88.30
2	MSE SECTOR					
A	Annual Target 2013-14	2194.77	194.26	651.78	116.28	3157.09
B	Tgt. June, 2013	438.95	38.85	130.36	23.26	631.42
C	Ach. June, 2013	307.34	34.5	121.22	44.36	507.42
D	%age of qtry Achs	70.02	88.80	92.99	190.75	80.36
3	OTHER PRIORITY SECTOR (Housing, Education, Consumption, Micro Fin. etc.)					
A	Annual Target 2013-14	1725.23	147.26	650.01	97.51	2620.01
B	Tgt. June, 2013	345.05	29.45	130.00	19.50	524.00
C	Ach. June, 2013	198.1	23.06	149.41	20.97	391.54
D	%age of qtry Achs	57.41	78.30	114.93	107.53	74.72
4	NON PRIORITY SECTOR					

A	Annual Target 2013-14	1171.30	85.80	369.13	79.22	1705.45
B	Tgt. June, 2013	234.26	17.16	73.83	15.84	341.09
C	Ach. June, 2013	411.34	17.51	667.61	70.03	1166.49
D	%age of qtry Achs	175.59	102.04	904.30	442.00	341.99
5	TOTAL FOR ALL SECTORS (1To 4)					
A	Annual Target 2013-14	7700.77	767.86	2675.44	403.92	11547.99
B	Tgt. June, 2013	1540.15	153.57	535.09	80.78	2309.60
C	Ach. June, 2013	1350.36	133.28	1138.53	161.24	2783.41
D	%age of qtry Achs	87.68	86.79	212.77	199.59	120.51

GROUND LEVEL DISBURSMENT OF CROP LOAN AS OF JUNE, 2013

1	CROP LOAN					
		PSB	RRB	Coop.	Pvt	Total
A	Annual Target 2013-14	1486.02	204.26	573.85	55.47	2319.60
B	Tgt. June, 2013	297.20	40.85	114.77	11.09	463.92
C	Ach. June, 2013	285.37	37.36	138.46	17.54	478.73
D	%age of qtry Achs	96.02	91.45	120.64	158.10	103.19

Member banks are requested to achieve the shortfalls in the remaining quarters to ensure 100% implementation of ACP targets.

(Action: Banks)

AGENDA ITEM NO.6

REVIEW OF STATISTICAL BANKING DATA AS OF JUNE, 2013

6.1 COMPARATIVE BANKING KEY INDICATORS AS OF JUNE, 2013

The Convenor Bank through Power Point presentation showed the various banking statistical data as of June, 2013 for review as under:

S. No	Item	30.6.2011	30.6.2012	30.6.2013	(Amount in Crores)	
					Variation & %age of growth over JUNE, 12	
1	Deposit PPD				ABSOLUTE	%AGE
	Rural	22752.34	29452.07	35401.80	5949.73	20.20
	Urban/SU	19100.73	21394.32	23296.56	1902.24	8.89
	Total	41853.07	50846.39	58698.36	7851.97	15.44
2	Advances (O/S)					
	Rural	9788.61	11320.79	13263.06	1942.27	17.16
	Urban/SU	8704.2	10143.99	11621.35	1477.36	14.56
	Total	18492.81	21464.78	24884.41	3419.63	15.93
3	Investment made by Banks in State Govt. Securities/Bonds.					
		357.7	1297.03	3349.17	2052.14	158.22
4	CD RATIO as per Thorat Committee					
		66.7	62.86	65.16	2.30	3.66
5	Priority Sector Advances (O/S) of which under:					
	I) Agriculture	3832.45	4657.68	4485.08	-172.60	-3.71
	ii) MSE	5821.68	7717.6	8385.83	668.23	8.66
	iii) OPS	3375.64	3006.88	4491.10	1484.22	49.36
6	Weaker Section Adv.					
		3547.32	4270.33	4761.98	491.65	11.51
7	DRI Advances					
		10.73	8.7	11.18	2.48	28.51
8	Non Priority Sec. Adv.					
		5451.69	6082.62	7522.4	1439.78	23.67
9	No. of Branches					
		1500	1570	1678	108	6.88
10	Advances to Women					
		1300.82	1767.83	1773.79	5.96	0.34
11	Credit to Minorities					
		434.52	550.31	617.05	66.74	12.13
12	Advances to SCs					
		1712.56	2752.23	2404.48	-347.75	-12.64
13	Advances to STs					
		565.73	1593.6	806.88	-786.72	-49.37
14	Advances under Govt.sponsored programme					
		880.22	1059.07	906.10	-152.97	-14.44

**POSITION OF NATIONAL PARAMETERS AS OF JUNE, 2013 IN
HIMACHAL PRADESH**

Sr No.	Sector	%age of advances as on 30.6.2011	%age of advances as on 30.6.2012	%age of advances as on 30.6.2013	National Parameter
1	Priority sector advances	70.46%	71.66%	69.77%	40%
2.	Agriculture advances	20.72%	21.70%	18.02%	18%
3.	MSME Advances(PSC)	44.68%	50.17%	48.30%	
4.	Other Priority Sectors(PSC)	25.91%	19.55%	25.87%	
5.	Advances to weaker sections	19.18%	19.89%	19.14%	10%
6.	DRI advances	0.08%	0.06%	0.04%	1%
7	Advances to women	7.03%	8.24%	7.13%	5%
8	C.D. Ratio	66.70%	62.86%*	65.16%	60%
9	Advances to S/Cs (PSC)	13.14%	24.39%	13.85%	
10	Advances to S/Ts (PSC)	4.34%	10.36%	4.65%	
11	Advances to Minorities(PSC)	3.33%	3.58%	3.55%	

Credit Deposit Ratio of the State of HP as of JUNE, 2013 = 65.16%

Components taken for calculation of Credit Deposit Ratio (CDR) as per Thorat Committee

Recommendations as of June, 2013

(Amount in Crores)

i)	Advances from Banks (within State)	-	24884.41
ii)	Advances from Banks (outside the State)	-	8479.54
iii)	RIDF (Bal. outstanding as of June, 2013)	-	1534.18
iv)	Investment made by Banks in Govt loans/Bonds Securities.	-	3349.17
	TOTAL (Credit Component)	-	Rs.38247.30

6.3 BRANCH NET WORK

During the period under review, 8 banks have reported the opening of 12 new branches in the State. The position of new branches opened during quarter ended June, 2013 is as under:

NEW BRANCH OPENED DURING THE QUARTER JUNE, 2013					
		Rural	Semi Urban	Urban	Total
1	Oreintal Bank of Comm	1	1	0	2
2	Punjab National Bank	1	0	0	1
3	UCO Bank	1	0	0	1
4	Axis Bank	0	1	0	1
5	HDFC	1	0	0	1
6	YES Bank	0	2	1	3
7	HP State Coop Bank	1	0	1	2
8	KCCB	1	0	0	1
	Grand Total	6	4	2	12

The branch expansion campaign in the State has gradually increasing and the position of branch net work in the State as of June, 2013 is as under:

Branch network	Position March, 2013	New Br. Opened during June, 2013	Position June, 2013
Rural	1331	6	1337
Semi Urban	250	4	254
Urban	85	2	87
Total	1666	12	1678

The position of banking outreach in Himachal Pradesh:

S.No.	Position	Status as of June, 2013
1	Total number of branches	1678
2	Total number of rural branches	1337
3	Total number of Semi Urban branches	254
4	Total number of Urban branches	87
5	Total CBS branches	1618
6	Total Non CBS Branches (LDB 49, KCC 11)	60
7	ATMs installed by Banks	1020
8	Branches dealing in foreign business	36
9	Branches having currency chest	54
10	Branches dealing Treasury Business	89
11	Branches having Clearing Houses	30
12	Branches having Extension counters	34
13	Branches specified SME	48
14	Branches specified USB	42
15	Branches having BC model	216
16	Branches having Business facilitator	251

Member Banks are requested to improve the achievement under National Parameters laid down by RBI especially under DRI advances.

(ACTION: ALL BANKS)

6.4 PRIORITY SECTOR ADVANCES IN HP AS OF JUNE, 2013.

Sr. No.	Particulars	A/cs	Amount in crores
A	Agriculture Loans	436826	4485.08
	of which Crop loan	291734	2692.56
	Term Loan	145092	1792.52
B	Total MSE Loans	160393	8385.33
	of which Micro Mnf.	19153	1500.25
	Small manf	4561	1624.23
	Micro Services	108362	2741.93
	Small Services	28317	2519.42
C	Total Other Priority Sector	167970	4506.63
	of which Housing loan	68917	2838.02
	Education Loan	16332	352.20
	Consumption/ Demand loan	18270	1031.26
	Micro Finance	64451	285.15
	Total PS (A+B+C)	717755	17362.01

6.5 INSTALLATION OF COIN DISPENSERS BY BANKS

The Convenor Bank informed that RBI is providing 50% cost of Coin Dispensers installed by Banks for public convenience. The Regional Director, RBI during this last visit to Shimla have assured the banks for supply of sufficient quantity of small coins to Banks required for distribution to public. It was also suggested that a dedicated counter may be opened in large branches where soiled notes can also be exchanged to public.

The member banks are requested to initiate necessary action in this regard.

(Action : Banks)

AGENDA ITEM NO -7

Review of Performance under Centrally Sponsored Schemes:

7.1 IMPLEMENTATION OF NATIONAL RURAL LIVELIHOOD MISSION (NRLM) AAJEEVIKA BY BANKS IN HIMACHAL PRADESH

The Convenor Bank informed that the Reserve Bank of India vide their circular RPCD.GSSD.CO No. 81/09.01.03 2012-13 dated 27.6.2013 has issued detailed guidelines to banks for implementation of NRLM. The scheme is to be implemented by all scheduled Commercial Banks including RRBs except Cooperative Banks and credit mobilization target fixed for the year 2013-14 has been allocated to banks in HP.

Sh. J.C.Chauhan, Spl. Secretary cum Director Rural Development informed that concurrence of State Government for implementation of NRLM has been accepted by the Central Government on 16th September, 2013 and the State is now become **AAJEEVIKA** compliant state for implementation of the scheme with immediate effect.

Sh. Rajiv Sharma, CEO, HP NRLM apprised the House about the silent features of the scheme and highlighted the recent decision taken on lowering down the rate of interest by the Central Government applicable to SHG finance by banks under NRLM concentrated on women based SHGs covered under infinity rather than activity based financing. The scheme do not provide any capital subsidy and replaced by interest subvention. The scheme is being implemented in a phased manner initially five blocks (covering five districts) has been selected as intensive blocks where PIP based promotional activities will be carried out and remaining 73 blocks of the State is covered through normal financing. Now there may be no any confusion about selection of two districts identified in the initial stage. All the 78 blocks of the State become Intensive Blocks in a phased manner. It has clarified that interest @7% will be charged in ten districts except Shimla and Mandi where 3% additional subvention will be allowed on regular repayments. It has decided that latest guidelines issued by Ministry of Rural Development/RBI should be obtained and circulated amongst the banks for charging of interest on Women SHGs under NRLM within central budgetary allocation and funds available with State Rural Development Department so that uniform interest being applied by banks .

It was informed that under NRLM Women SHGs may be given repeated dosages of bank credit, the credit mobilization target for the year 2013-14 of the State has been fixed for Rs. 100 Crores and these targets wee allocated to various banks by the Convenor Bank. The Department of Rural Development requested the banks to achieve the current year target within a available period of six months. The interest subvention amount will be made available to banks through e-FMS from the Department. At the instance of a request raised by Hp State Coop. Bank it has decided to sought a clarification from RBI about participation of Cooperative Banks under NRLM in the State. The Director Rural Development Department requested major banks to provide a feed back on SHG enrolled by them (both credit linked

and non credit linked) so far only SBI has submitted the requisite information and the same has loaded in the National portal.

The Deputy General Manager, NABARD, Shimla informed instances has been reported by their DDMs about taking up of different amount of stamp charges/stamp papers for financing of Women SHGs The Convenor Bank to take a note and circulate the common guideline for all banks about charging of uniform stamp duty in connection with Women SHG financing in district Sirmour and Mandi.

Sh. Robin George, Project Director, HP, NRLM has given a power point presentation which is reproduced as under for the information of the member banks:

(Action : RDD/Convenor Bank/Banks)

National Rural Livelihood Mission (NRLM/ Aajeevika)-Bank Linkage

- NRLM is the flagship program of Govt. of India for promoting poverty reduction through financial support to the affinity based Women SHGs and their institutions rather than activity based groups as were envisaged under erstwhile SGSY programme.
- Besides taking up sustainable livelihoods by the individual members within the SHGs, NRLM compliant groups can also avail bank credit for meeting social needs and high cost debt swapping.
- Eligibility lending criteria only mentions about the requirement of practice of Panchsutra (*i.e. Regular meetings; Regular savings; Regular inter-lending; Timely repayment; and Up-to-date books of accounts;*) by the SHGs.
- NRLM focuses only on the SHG credit linkage (No Individual beneficiaries).
- Under the scheme capital subsidy has been replaced by the Interest Subvention as per following;
 - In 10 Districts NRLM compliant women SHGs are eligible for interest subvention to the extent of difference between the lending rates and 7% for the loan upto Rs. 3 lakhs, per annum.
 - In districts of Mandi & Shimla, banks will lend to all the women SHGs @7% upto an aggregated loan amount of Rs. 3Lahks, per annum however these SHGs will also get an additional interest subvention of % on prompt payment, reducing the effective rate of interest to 4%.
 -
- Government of India has approved the Annual Action Plan of the State which targets 100 Crores credit linkage for women SHGs in the State, for which provision of Interest Subvention has been made.
- Besides this the State Rural livelihood Mission is in the process of engaging Thematic Experts at the State, District and also Area Coordinators at the Block level under the scheme who would provide hand holding support to the SHGs and their Federations.
- NRLM provides for availment of loans under Cash Credit component for the beneficiaries.
- In respect of Loans sanctioned under SGSY during 2012-13 for which subsidy is released, NRLM provides that banks may disburse the loan before 30th June 2013 or return the subsidy amount, if the loan is not disbursed.
- The loans sanctioned by banks on or after April 1st, 2013 will be covered under the ambit of NRLM.

- In case of part disbursement of loans, the Banks may disburse the full amount by availing the balance subsidy amount under SGSY.
 - No collaterals up to a loan of Rs. 10.00 Lacs under the scheme.
 - Interest subvention scheme is not applicable for the outstanding loans sanctioned under SGSY, where capital subsidy is already released.
 - SRLM has placed a Financial inclusion expert at the State level for developing partnership with Banks.
-
- For the selection of beneficiaries under the scheme the Participatory Identification of Poor (PIP) process would be adopted instead of using the BPL list as was done in SGSY.
 - In order to ensure that Interest Subvention for the eligible SHGs is released on time NABARD and all Banks are required to share monthly report/ data on the SHG bank linkage with SRLM.
 - For NRLM SHGs registration under any Societies Act, State cooperative Act or a partnership firm is not mandatory.
-
- Non-wilful defaulters should not be debarred from receiving the loan.
 - Under the scheme all the banks are required to establish NRLM cells at Regional/Zonal office to periodically monitor and review the flow of credit to the SHGs besides ensuring that data collected from their branches is available in consolidated form to the NRLM units at each level.
 - NRLM provides for the participation of SHG / Federations in the DCC/ BLBC meetings as their members.
-
- Ambitious target of Rs.100 Crores under NRLM is to be achieved by the State with the active cooperation of Banks, NABARD Line Departments and also NGOs by 31st March, 2014.
 - At the District/ Field level sensitization of all stakeholders including bankers is required.
 - Periodical monitoring and review mechanism at the District/ Block level is required to be established as per guidelines.
-
- For creating the Data base of SHGs promoted by all the Line Departments/ NABARD active cooperation of all the concerned is solicited.
 - NABARD can share with the SRLM details of good NGOs working in the field of SHG bank linkage.
 - RSETIs needs to revamp their skill up gradation capacities and also bank linkage of the trainees, so as to achieve their yearly targets.

The House also reviewed the progress under PMEGP, Indira/Rajiv Awaas Yojana and SJSRY through Power Point presentation.

AGENDA ITEM NO -8

8.1 REVIEW OF RECOVERY PERFORMANCE OF BANKS IN HIMACHAL PRADESH.

BROAD SECTOR WISE RECOVERY POSITION as of JUNE, 2013
(Amt. in lacs)

S.N	Sector	Demand	Recovery	Overdue	%age of Recovery
1	Agriculture	71584	55191	16393	77.10
2	MSE	61178	43597	17581	71.26
3	Housing	23459	16998	6461	72.46
4	Education	2756	1871	885	67.89
5	OPS	22542	14579	7963	64.67
A	Total Priority	181519	132236	49283	72.85
1	Medium Enterprise	1143	1107	36	96.85
2	Other Non Priority	64122	52066	12056	81.20
B	TOTAL-Non Priority	65265	53173	12092	81.47
	Grand Total (A+B)	246874	185410	61464	75.13

8.2 Recovery Position under Govt. Sponsored Programmes: (Amt. in lacs)

S.	Sector	Demand	Recovery	Overdue	%age of Recovery
1	SGSY	2384	1878	506	78.78
2	PMRY	1581	605	976	38.27
3	PMEGP	2294	1534	760	66.87
4	SJSRY	163	88	75	53.99
5	SLRS	46	18	28	39.13
6	REGP	832	477	355	57.33
7	RURAL HOUSING	390	305	85	78.21
8	OTHERS	4377	2432	1945	55.56
	TOTAL	12067	7337	4730	60.80

8.3 Position of Certificate cases under HP Public Money Recovery Act, 2000 as of June, 2013

'Amt in Rs lacs'

S.NO	Particulars	No.	Amt.
1	Previous Pending recovery cases as of March,2013	3494	3677.50
2	Fresh cases filed during the quarter	824	1714.46
3	Cases disposed off during the quarter	53	94.13
4	Cases pending as of June, 2013 Out of item 4 cases pending	4265	5294.83
5	A - up to period of one year	264	473.21
6	B - Beyond one year	4001	4821.62

8.4 Non Performing Assets (NPAs) of Banks as of June, 2013 in HP

(Amount in Crores)

	Particulars	Position as of June, 2013
1	Total Advances as on 30.6.2013	24884.41
2	Total NPA as on 30.6.2013	1519.57
3	%age of NPA as on 30.6.2013 of Total Advs	6.11

Sector-wise position of NPA

	Sector	Amount in Crores	%age of NPA
1	Agriculture	372.90	24.54
2	MSME	360.92	23.75
3	OPS	458.55	30.18
4	NPS	327.20	21.53
	TOTAL NPA	1519.57	100.00

The House reviewed the recovery performance of Banks for the review period ended June, 2013 through Power Point presentation and shown concern about high NPAs maintained at 6.11% of the total advances.

AGENDA ITEM NO -9

Review of Progress under Non-sponsored Programmes

The Convenor Bank through Power Point presentation highlighted the progress achieved under non sponsored schemes like KCC, Issuance of Rupay Credit Card to KCC Holders, financing of SHGs, performance under Education Loans, Housing Loans and other misc. schemes mentioned below:

9.1 KISAN CREDIT CARDS:

KCC Issued during qtr. Cumulative position

Position as of June, 2013	18025	548187
Position as of March, 2013	15523	568356

Progress under Rupay Credit Card as of June, 2013

Bank	Rupay Card issued	Bank	Rupay Card issued.
BOI	614	CBI	3946
IB	209	OBC	213
PSB	157	PNB	24888
SYB	18	UCO	10508
VB	30	SBI	1469
SBOP	6448	Total	48500

9.2 SELF HELP GROUPS

	March, 2013	June, 2013
No. of SHGs formed	66106	66725
No. of SHGs credit linked	64451	64776
Balance outstanding	285.15 Crs	294.14 Crs

9.3 Review of performance under Education Loan 2013-14

	As of March, 2013	As of June, 2013
No. of Education Loans sanctioned	17971	17554
Balance outstanding	Rs.361.96 Crs	Rs.372.98 Crs
Targets to be ach. by March, 2014	22637	Rs.426.89Crs.

9.4 Progress under Housing Finance 2013-14

	As of March, 2013	As of June, 2013
No. of Housing Loans sanctioned	86580	88058
Balance outstanding	Rs.3297.66 Crs	Rs.3322.68 Crs

9.5 Progress under Other Misc.schemes 2013-14

SN o	Scheme	Ach. During June, 2013 quarter		Cumulative position at the end of June, 2013	
		No.	Amount in lacs	No.	Amount in lacs
1	All type of Credit Cards (GCC/SCC/ACC)	1062	458.37	54276	6495.40
2	Joint Liability Group(JLGs)	33	37.27	847	731.64
3	Basic SB Deposit Accounts	62096	944.52	1146540	61901.79
4	Migrate Labour a/cs opened	618	11.10	2393	65.70
5	Street Vendor a/cs opened	173	5.64	737	12.20
6	Weaver Credit Card	28	12.08	135	70.19

Dr. Alok Pande, Director, DFS,GOI, MOF, New Delhi observed that the pace of issuing Rupay Credit Card is slow and needs to be geared up ensuring that every KCC holder must be given Rupay Credit Card. Dr.Pande also highlighted the loan scheme for vocational training programme introduced by the Ministry last year aiming to promote skill development with maximum bank finance upto Rs.1.50 lacs. The scheme is yet to take off by sincere efforts from Banks.

(Action : Banks)

∞∞∞∞∞∞XXXX∞∞∞∞∞∞

AGENDA ITEM NO -10

Misc. & Fresh Issues.

10.1 Review of performance under FLCCs during the quarter ended June, 2013.

Power Point review of FLCCs/RSETIs has carried out. The Statistical data for the performance achieved during the June, quarter, 2013 is given below for information of all.

S.No	District	Date if functioning	Sponsoring bank	Number of persons availed indoor services	Number of outdoor activities undertaken	No. of persons participated in outdoor activities.
1	Bilaspur	28.10.10	UCO	191	48	280
2	Chamba	25.3.11	SBI	87	3	66
3	Hamirpur	19.9.10	PNB	335	16	940
4	Kangra	1.9.10	PNB	1346	24	2493
5	Kinnour	17.9.10	PNB	170	3	187
6	Kullu	31.8.10	PNB	66	7	192
7	L&S	17.10.11	SBI	5	0	0
8	Mandi	1.9.10	PNB	36	24	3593
9	Shimla	14.9.11	UCO	125	3	174
10	Sirmour	10.8.11	UCO	111	2	52
11	Solan	31.8.11	UCO	205	0	0
12	Una	27.3.10	PNB	51	9	823
	Total			2728	139	8800

10.2. Review of performance under RSETI

The progress data received from Directors of RSETIs reveals that total 455 batches were so far conducted benefiting 11666 number of trainees by 10 RSETIs functioning in the State upto June, 2013. The segment wise performance as of June, 2013 is as under;

Sector	No. of batches	No. of trainees
Agriculture EDPs	102	2755
Skill EDPs	46	964
General EDPs	8	252
Process EDPs	145	3606
Production EDPs	154	4089
TOTAL	455	11666

10.3 Representation of HP Green Grower Kisan Union:

Sh.Vineet Chawdhry, Addl. Chief Secretary, Govt. of HP informed that a representation from the Kisan Union addressed to Hon'ble Chief Minister of HP mentioning about financing of poly houses under Horticulture Technology Mission in which 50% subsidy component was given to farmers. Subsequently the subsidy portion has increased to 80% under DDU Kisan Bagwan Samridhi Yojana. In the

earlier scheme the rate of interest was charged on higher side and Kisan Union is insisting to offer OTS to settle their overdues/NPAs. Due to delayed receipt of request the issue was not listed in the agenda and Convenor Banks has been advised to collect requisite information from concerned banks and place the latest position in the next meeting.

(Action: Convenor Bank)

THE MEETING ENDED WITH A VOTE OF THANKS TO THE CHAIR.

129th STATE LEVEL BANKERS COMMITTEE MEETING OF HIMACHAL PRADESH HELD ON 28TH SEPT, 2013 AT REGENCY HALL HOTEL HOLIDAY HOME SHIMLA.

List of Participants

- I. Chief Guest **SH.SUDRIPTA ROY, IAS**
Chief Secretary to the Govt. of HP
- II. Chairman **SH.ARUN KAUL**
CHAIRMAN & MANAGING DIRECTOR,
UCO Bank
- III MOF **SH. ALOK PANDE, IAS**
Director, Deptt. of Financial Services,
MOF, GoI New Delhi.
- III **Government of Himachal Pradesh & Related Agencies:**

SARVASHRI:

1	Vineet Chawdhary, IAS	Addl. Chief Secretary- IPH/IT, Govt. of HP, Shimla
2	Amandeep Gasrg, IAS	Spl. Secy. Finance, Govt. of HP, Shimla
3	J. C. Chauhan, IAS	Spl. Secy-cum-Director(RD), Govt. of HP, Shimla
4	R. R. Patyal	Dy. Director Industries, Govt. of HP, Shimla
5	S.C.Negi, IAS	Director, SOMA, Deptt. of SJ&E, Govt. of HP, Shimla
6	Dr.C.P.Sharma	Joint Director, Urban Dev, Govt. of HP, Shimla
7	Dr. J.C.Rana	Director Agriculture, Govt. of HP, Shimla
8	Deva Singh Negi	Director Land Records, , Govt. of HP, Shimla
9	Robin George	PD, NRLM, Govt. of HP, Shimla
10	Dr.I.D.Gupta	Jt. Director, Horticulture, Govt. of HP, Shimla
11	K.S.Dhaulta	Joint Registrar, Deptt. of Coop. HP Govt. Shimla
12	Anil Semwal	Dy. Director, IT, Govt. of HP, Shimla
13	Amit Singh	UDIAI Consultant, Deptt., of IT, Shimla
14	Rajeev Sharma	CEO, NRLM, HP Govt. Shimla
15	S.C.Kapur	Thematic Expert, NLRLM, Govt. of HP, Shimla
16	Sushma Watts	Jt.Director, Women & Child Dev. Govt. of HP, Shimla
17	Ranjit Singh	Res, Civil Supplies, HP Govt. Shimla
18	Rajiv Kumar	Asst. Director, MSME, DI, Solan
19	Gopal Prasad	State Director, KVIC, Shimla
20	Sanjeev Justa	Nodal Officer, KVIC, Shimla
21	Anil Goma	I&PR, HP Govt. of HP, Shimla

IV RESERVE BANK OF INDIA, NABARD, NHB, SIDBI**SARVASHRI:**

1	I.S.Negi	GM, RBI, Shimla
2	G. Nagabhushanam	DGM, NBARD, Shimla
3	T. C.Verma	AGM. RBI, Shimla.
4	Ravi Rawal	Manager, RBI, Shimla
5	Naveen Kumar	Asst.Advisor, RBI, Chandigarh
6	Deepak Khalus	Asst, Manager, NABARD, Shimla

V LEAD DISTRICT MANAGERS:**SARVASHRI**

1	K.C.Sharma	LDM- Bilaspur
2	L.R.Thakur	LDM-Chamba
3	P.K.Agarwal	LDM-Hamirpur
4	Jai Prakash Panwar	LDM-Kinnour
5	R.S.Rohil	LDM - Kangra
6	P.K.Walia	LDM - kullu
7	Amar Singh Thakur	LDM-Mandi
8	Rakesh Verma	LDM-Sirmaur
9	Kartar Singh	LDM- Shimla
10	K.K.Verma	LDM-Solan (O)
11	B.S.Saini	LDM-Una
12	D.S.Warpa	LDM- L&S

VI COMMERCIAL BANKS:**SARVASHRI**

1	Dr.S.K.Nandi	General Manager & Convenor, SLBC. UCO Bank,
2	Vinay Kumar	General Manager (Field),PNB, Shimla
3	U.C.Sharma	DGM, UCO Bank, Zonal Office, Shimla
4	K.L.Garg	General Manager, IDBI Bank, Chandigarh.
5	R.K.Arora	DGM, SBOP, Shimla
6	V.K.Goyal	DGM, PNB, Circle Office, Shimla
7	V.K.Mahendru	DGM, CBI, Shimla
8	M.K.Bedi	DGM, Dena Bank, Chandigarh
9	Biswajit Bandyopadhyay	DGM & Chief RM, United Bank of India, Chandigarh
10	V.P.Sharma	RM, SBI, Shimla
11	Pardeep Chauhan	Dy.Regional Mangaer, CBI, Shimla
12	Manjeet Singh	AGM, SBOP, Shimla
13	K.L.Sharma	ZM, Bank of India, Chandigarh.
14	T.N.Sharma	AGM, UCO Bank, ZO, Dharmshala
15	Markandey Yadav	Chief Manager, UBI, Shimla
16	Rajni Kant	DM, Canara Bank, Chandigarh.

17	S.S.Negi	Sr.Manager, OBC, Shimla
18	S.S.Kharbanda	Chief Manager, P&SB, Shimla.
19	Surjit Singh	Chief Manager, Bank of Baroda, Shimla
20	Mukesh Kumar	Chief Manger, Allahabad Bank, shimlas
21	Prem Lal	Sr.Manager, IOB, Shimla
22	P.M.Swarup	Chief Manager, IOB, Shimla
23	Manju Gupta	AVP, J&K Bank,
24	Balram	Manager, Syndicate Bank, Shimla
25	SC Singh	AM, Vijay Bank, Shimla
26	Chander MJohan	Manager, AFD, Bank of India
27	Asheesh Negi	Br.Manager, Andhra Bank, Shimla
28	A.P.Bansal	Chief Manager, SLBC, ZO, Shimla
29	M.J.Amla	Senior Manager, SLBC, UCO Bank,ZO, Shimla
30	O.P.Panta	Senior Manager, P&D, UCO Bank, ZO, Shimla
31	Ravi Thakur	Sr. Manager, Recovery, UCO Bank, ZO, Shimla
32	C.L.Sharma	Sr.Manager, GAD, UCO Bank, ZO, Shimla
33	Deepak Sharma	Manager, UCO Bank, Solan
34	M.L.Sharma	Manager, PS, UCO Bank, Shimla
35	Jasbir S Rajput	Officer, SLBC, UCO Bank, ZO, Shimla
36	A.K.Ghatak	Officer, UCO Bank, ZO, Shimla
37	Devinder Kalsi	Officer, ZITC, UCO Bank, ZO, Shimla
38	Gurdeep	Officer, OL, UCO Bank, ZO, Shimla

VII COOPERATIVE & REGIONAL RURAL BANKS:

SARVASHRI

1	S.S.Negi	GM, HP State Coop. Bank, Shimla
2	H.S.Bhully	AGM, KCCB, Dharmshala
3	Dr. D. R. Sharma	MD, JCCB, Solan
4	S.K.Sharma	Chairman, HPGB, Mandi
5	R.N.Jamalta	Manager, Loan LDB, Shimla

VII PRIVATE BANKS:

SARVASHRI

1	Arun Sapra	ICICI Bank, Shimla
---	------------	--------------------

