

State Level Bankers' Committee, Puducherry
Convenor: Indian Bank

Banking Development in U.T. of Puducherry
(As of June 2011)

(Rs. in Crores)

S. No	Details/Sector	March 2008	March 2009	March 2010	March 2011	June 2011
1	Total No of Branches	126	145	162	178	178
	Of which – Rural	47	55	64	73	73
	- Semi-urban	22	28	33	34	34
	- Urban	57	62	65	71	71
2	Total Deposits	4826.00	5626.17	6439.32	7176.83	7463.69
	Of which NRI Deposits	434.91 (9.01%)	495.22 (8.80%)	557.57 (8.66%)	611.98 (8.53%)	616.05 (8.25%)
3	Total Advances	2795.02	3237.59	4027.64	4739.95	5086.59
4	CD Ratio	58%	58%	63%	66%	68%
5	Investments	115.76	144.78	159.39	139.18	146.71
6	Cr. + Inv./Deposit Ratio	60%	60%	65%	68%	70%
7	Total Priority Sector Advances	1593.40	1932.72	2417.35	2840.64	3027.03
8	% of PSA to Total Advances	57%	60%	60 %	60%	60%
9	Total Advances to Agriculture	451.47	510.15	656.36	830.98	928.20
10	% of Agri. To Total Advances	16%	18%	20.27%	20.63%	19.58%
11	Advances to Weaker Section	264.21	337.92	454.94	589.68	628.34
12	% of W.S. to Total Advances	9.45%	10.44%	11.30%	12.44%	12.35%
13	Advances to SC/ST	72.46	94.26	138.92	178.03	191.16
14	Advances to DRI	0.52	0.88	2.00	2.57	2.68
15	Advances to Minorities	67.48	90.88	189.34	268.26	286.52

**II Disbursement made under Annual Credit Plan
in UT of Puducherry**

(At a glance)

(Rs. In Crores)

Year	Particulars	Agriculture	Non farm Sector	Services	Total
2007-08	Target	140.50	93.42	167.27	401.19
	Achievement	230.44	100.30	199.17	529.91
	Achievement	164%	107%	119%	132%
2008-09	Target	299.57	138.63	256.22	694.43
	Achievement	287.14	146.63	268.10	701.87
	Achievement	96%	106%	105%	101%
2009-10	Target	300.33	166.94	297.93	765.19
	Achievement	347.77	170.17	320.79	838.73
	Achievement	116%	102%	108%	110%
2010-11	Target	301.31	186.89	316.47	804.68
	Achievement	357.94	193.40	324.03	875.37
	Achievement	119%	103%	102%	109%
2011-12 (Upto June 2011)	Target	97.49	39.13	80.04	216.66
	Achievement	107.92	43.43	72.43	223.78
	Achievement	110.70%	110.99%	90.49%	103.29%

AGENDA: 1

Confirmation of minutes of the SLBC Meeting held on 01.06.2011

The minutes of the SLBC meeting held on 01.06.2011 was communicated to all the members vide Lead Bank letter reference ZOPDY:SLBC:L04:2011-12: 0906:01 dated 09.06.2011. A copy of the minutes is enclosed as Annexure.

The minutes of the meeting may please be confirmed.

AGENDA: 2.

Review of follow up action taken on the decisions on the earlier meeting

2.1. Coverage of unbanked and under banked areas and Road Map for providing banking facility to every village.

During the SLBC held on 01.06.2011, the forum informed that in Union Territory of Puducherry the banking services have been provided to the 43 unbanked villages with more than 2000 population by the respective banks. The banks are requested to provide the latest information and communication technology (ICT) products to these villages and also to provide other products like OD, GCC, KCC, remittances, insurance etc to the account holders of the villages.

With regard to villages with population below 2000, out of the 25 villages identified as unbanked, 8 villages have since been covered with banking services. The banks of the other allotted villages are requested to inform their plan of action as the targeted date of completion is September 2011.

The latest position is placed for information of the forum.

2.2. Financial Inclusion- Awareness Campaign at the Ground Level

Indian Banks' Association on behalf of its member banks launched the national level awareness campaign "Swabimaan" on February 10, 2011 at New Delhi. A meeting of all the allotted banks in UT of Puducherry was held on 01.06.2011 in which Smt. Prabutha Vyas, Senior Vice President, IBA highlighted the various aspects of the campaign. The matter was also discussed in the SLBC meeting held on 01.06.2011. To take the initiative forward, in the core committee meeting held on 03.08.2011 it has been decided to Launch "Swabimaan" Campaign in UT of Puducherry in the next SLBC meeting and to provide the bankers implementing the Financial Inclusion program with Flex Posters for displaying in the respective villages as a part of awareness campaign.

2.3. Allotment of Land for Indian Bank Self Employment Training Institute (INDSETI).

Rural Development is a complex subject which warrants coordinated efforts by the Government, Corporates, Financial Institutions, NGOs, grass root level leaders etc., Training the youths and farmers in the rural area will enhance the livelihood opportunity for them in their locality and it will also curtail the drift of the rural population to the urban areas searching for jobs, thereby bolting the severe shortage of manpower for farm and farm related operations, in addition to enhancing agricultural production and productivity.

To mitigate the unemployment problem among the youth in rural areas, as per guidelines of Government of India, Ministry of Rural Development Indian Bank Self Employment Training Institute (INDSETI) was established in Puducherry on 28.03.2009. The same is functioning in rented premises in Puducherry. As the institute is for overall development of State as per guidelines of the scheme the land for setting up of the institute is to be provided by State Government free of cost so that the concerned bank would be building necessary infrastructure.

The matter has been taken up by Lead Bank with concerned departments of the State Government and was also discussed in various SLBC meetings including the meeting held on 01.06.2011. Subsequently, Lead Bank has written a letter dated 07.07.2011 to Department of Revenue and Disaster Management, Government of Puducherry on the subject matter and also had personal discussion with the authorities concerned. The forum requests the Department of Revenue to expedite the matter and inform the present status.

2.4. Proposed Waiver of Loans given in UT of Puducherry to Fishermen after Tsunami under Rajiv Gandhi Tsunami Rehabilitation package

Government of Puducherry, Department of Fisheries and Fishermen Welfare has informed that the Government of Puducherry has proposed to waive the different loans given to fishermen after TSUNAMI and has requested banks to submit the statements regarding loans issued by various banks under the Rajiv Gandhi Tsunami Rehabilitation Package for TSUNAMI affected fisherman. SLBC in its meeting held on 30.06.2010 requested the Government to consider waiver of all loans given to Tsunami affected fishermen. The particulars called for were submitted by the banks to the Government during July 2010.

As fishermen of nearby Tamil Nadu areas have been benefitted by waiver and the loans have become NPA the banks have requested the Government of Puducherry to expedite the scheme. The matter was also discussed in the subsequent SLBC and Core committee meetings. In the SLBC meeting held on 01.06.2011 also the same was discussed. Further, Lead Bank vide letter dated 18.07.2011 has taken up the matter with Department of Fisheries and Fishermen Welfare. The SLBC requested the department to inform the present status.

2.5. Functioning of Revenue Recovery Cell and make suitable amendments to Revenue Recovery Act.

During the previous SLBC meetings, the members had deliberated regarding the utility and effectiveness of Revenue Recovery Cell and the administration has been requested to make suitable amendments in the Puducherry Revenue Recovery Act 1970 to give adequate powers to improve the recovery of outstanding overdues under PMRY. At present the cell is not functioning due to non availability of staff and also the amendments in the Revenue Recovery Act 1970 is yet to be made. District Industries Centre is requested to inform the latest position. The matter is placed for deliberation of the forum.

2.6. Ground Level Credit-2011-12-Agriculture- Allocation of agency wise targets.

As per the deliberations made in the SLBC meeting held on 01.06.2011, Convenor SLBC has taken up the matter with NABARD for confirming the allocation Rs.452 crore , originally made in the ACP 2011-12, in view of available potential under agriculture sector in UT of Puducherry. NABARD, Chennai vide their letter dt: 11.07.2011 has informed that the targets are fixed by Government of India based on budget announcement and hence the target stands revised to Rs.612 crore as per their earlier letter dated 12.05.2011.

The matter is placed for discussion of the forum.

2.7. Study by Bankers regarding Agricultural Jewel Loan.

In the SLBC meeting held on 01.06.2011, during the discussion on higher allocation of target to agriculture, Secretary (Finance) Government of Puducherry requested the bankers to conduct a study regarding Agricultural Jewel Loan so as to ascertain real agriculturists are benefitted by the same. Based on the above Lead Bank has requested controlling offices of the concerned banks and district co-ordinators to do the needful in this regard and submit a report for consolidation and presenting in SLBC meeting. On receipt of reports from the banks the findings would be placed for the discussion of the members.

2.8. Study by line departments regarding Government Sponsored Schemes.

Based on the study report by NIRD in various parts of the country regarding end-use of funds by beneficiaries of Government Sponsored Schemes and creation of assets Lead Bank has requested the concerned line departments of SGSY, SJSRY, PMEGP viz. DRDA, PUDA, PKVIB and DIC were requested to do the needful in this regard in UT of Puducherry. The concerned departments are requested to inform the latest position regarding the same.

AGENDA: 3 – New Issues

3.1. Financial Inclusion Campaign – Resolution of issues regarding allocation of villages under Electronic Benefit Transfer (EBT) scheme and roadmap for providing banking services in villages with population above 2000 under Financial Inclusion Plan (FIP)

Reserve Bank of India, vide their letter No.RBCD.CO.LBS.No.74/02.19.010/2010-11 dated 30.05.2011 has informed that, it has been brought to their notice that in some States the State Governments are implementing the ICT based Electronic Benefit Transfer (EBT) for routing social security benefits (MNREGA , NOAPS, etc) to beneficiaries through the banking channel using the 'one district one bank model'

In addition to this, as per the recommendations of the High Level Committee to review the Lead Bank Scheme, un-banked villages having population of more than 2000 have been allocated to various banks for providing of banking services by opening of banking outlets in these villages by March 2012.

In some of the States/ Districts, the above process has resulted into overlapping of same villages to various banks. In this regard, RBI has clarified that the intention of allotting un-banked villages to various banks was to ensure that these villages are provided with atleast one banking outlet for extending banking facilities and does not deny the opportunity for any other bank to operate in these areas and extend banking services based on available business potential.

Copy of the letter is placed for information of forum and settlement of issues if any.

3.2 Aadhaar and Financial Inclusion

Assistant Director General, Planning Commission, Unique Identification Authority of India (UIDAI), Government of India vide their letter No. F.No.G-14011/22/2010-UIDAI (Vol-II)/1247 dated 05.07.2011 have informed that UIDAI has been set up by the Government of India to serve as a National Identity and Authentication infrastructure. This infrastructure is expected amongst others to facilitate access to modern banking and payment systems for every resident of the country.

UIDAI has partnered with banks through a district wise empanelment process in which 64 banks (Public Sector, Private Sector, Foreign Banks, RRBs, Co-operative Banks) have participated. This partnership aims to provide the residents enrolled for Aadhaar with a choice of choosing a particular bank where he/she would like to open an account.

UIDAI have informed that the details of the RFE document are available in website www.uidai.gov.in. The copy of letter is placed for information and deliberations of the forum.

3.3. Financing of Licensed Cultivators (Tenant farmers)-Loan Eligibility Cards (LECs) proposed to implement by Govt. of Andhra Pradesh.

We have been informed by Convenor, SLBC, Andhra Pradesh that Government of Andhra Pradesh has released Andhra Pradesh Land Licensed Cultivators ordinance 2011 on 08.06.2011 for Issuing Loan Eligibility Cards (LEC) to the tenant farmers vide GO Ms 634 dated 10.06.2011. The LEC will be handed over to Licensed Cultivators and they will be entitled for availing a loan from banks

This kind of initiative is first of its kind in the country to enable tenant farmers to avail Crop production loans from Banks apart from Crop Insurance benefits and other benefits from Government.

The copy of the letter and other enclosures were forwarded to Department of Agriculture & Department of Revenue, Government of Puducherry by Lead Bank for their information. The respective departments are requested to highlight the possibility of implementing the same in UT of Puducherry for the information and deliberation of forum.

3.4. National Horticulture Board (NHB) Guidelines for Hi-tech commercial production of Vegetables in open field under the scheme of NHB.

To develop high quality/Hi-tech horticultural farms, the National Horticulture Board (NHB) is providing back ended capital investment subsidy to commercial horticulture crop production. The NHB has come out with model project for commercial production of vegetables in open field with post harvest management. The copy of the detailed guidelines is placed for information of the members.

3.5 Financing of tie – up arrangement scheme with The Puducherry Co Operative Sugar Mills (PCSM) – crushing season 2011-12

The Puducherry Co-operative Sugar Mills (PCSM) situated at Lingareddipalayam near Katterikuppam, Puducherry is Government of Puducherry undertaking in the field of sugar Industry over the last twenty eight years since 1984 with good brand image. They are having tie-up arrangement for supply of sugar cane with farmers in UT of Puducherry and adjoining areas of Tamil Nadu. Under tie-up arrangement bank branches in Puducherry are financing cane growers under Short term crop loans.

M/s PCSM has informed that due to adverse working capital position of the mill and certain other reason they are not able to fully settle the dues of cane growers who have supplied sugarcane for the crushing season 2010-11. They have also informed that they are making all out efforts to tide over the crisis.

In order to ensure continuous cane supply to the mill and to augment the income of the farmers by increasing the yield on the standing sugarcane crop at this critical time of manuring the crop to meet the cost of inputs they have submitted a proposal for considering financing for second standing crops for crushing season 2011-12 with the assurance that the crop loan for the first crop will be settled within a maximum period of 45 days. They have requested for discussion of the above matter in bankers' meet.

Financing bankers have also voiced concern that in view of non-payment of loans under tie-up arrangement the loans already given are becoming overdue and may fall into NPA shortly.

Representative from concerned department is requested to explain the matter. The same is placed for deliberation of the forum.

AGENDA: 4

Review of performance of Commercial Banks in U.T. of Puducherry:

Position as at the end of June 2011

Branch Net Work:

As at the end of June 2011, there are 39 banking institutions with a total network of 178 branches operating in the Union Territory of Puducherry. The commercial banks with 125 branches, Puducherry State Co-operative Bank with 27 branches, and Puducherry Co-operative Central Land Development Bank with one Branch and a Regional Rural Bank of U.T. of Puducherry named Pudukkottai Bharathiar Grama Bank with 25 branches are taking care of the banking services of the people in the UT of Puducherry.

The Agency wise break up is as under:

No	Particulars	No. of branches	Of which Rural branches	Branches in Karaikal Region
01	Commercial Banks	125	38	26
	Of which			
	a. Nationalized Banks	101	37	20
	b. Private Sector Banks	24	1	6
02	Puducherry State Co-op. Bank	27*	16	3
03	P.C.C.L.D. Bank	1	-	-
04	Regional Rural Bank	25*	19	6
	TOTAL	178	73	35

* Inadvertent error had crept in agenda of SLBC 01.06.2011 in the above table.

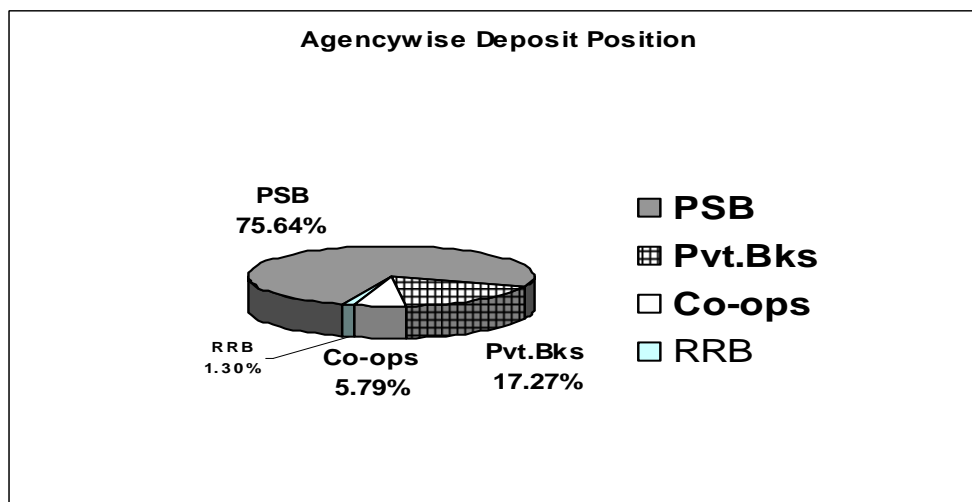
Besides this, PIPDIC (A Government of Puducherry Undertaking) & SIDBI are also extending loan assistance in this Union Territory. **Of the 178 branches, as many as 105 branches constituting 60% are in urban/semi-urban areas. The average population served per branch is placed at 5474. In Karaikal Region 35 branches are operating and the average population served per branch is around 5185.**

The comparative details of the agency-wise performance under various important parameters are furnished in the annexure.

Business Position as on 30.06.2011**(Rs. in Crores)**

Sl. No	Details/Sector	March 2011	June 2011	Variation & % of growth over March 2011
1	Total Deposits	7176.83	7463.69	286.86 4.00%
	Of which NRI Deposits	611.98	616.05	4.07
2	Total Advances	4739.95	5086.59	346.64 7.31%
3	CD Ratio	66%	68%	2%
4	Investments	139.18	146.71	7.53
5	Credit + Inv / Deposit Ratio	68%	70%	2%
6	Total Priority Sector Advances	2840.64	3027.03	186.39 6.56%
7	% of Priority Sector Adv. to Total Advances	60%	60%	0
8	Total Advances to Agriculture	830.98	928.20	97.22 11.70%
9	% of Agri. advances to Total Advances	20.63%	19.58%	-1.05%
10	Advances to Weaker Section	589.68	628.34	38.66
11	% of Weaker Section to Total Advances	12.4%	12.4%	0%
12	Advances to SC/ST	178.03	191.16	13.13 7.36%
13	Advances to Minorities	268.26	286.52	18.26 6.81%
13	Advances to DRI	2.57	2.68	0.11

Agency-wise Deposit Position:



Deposits

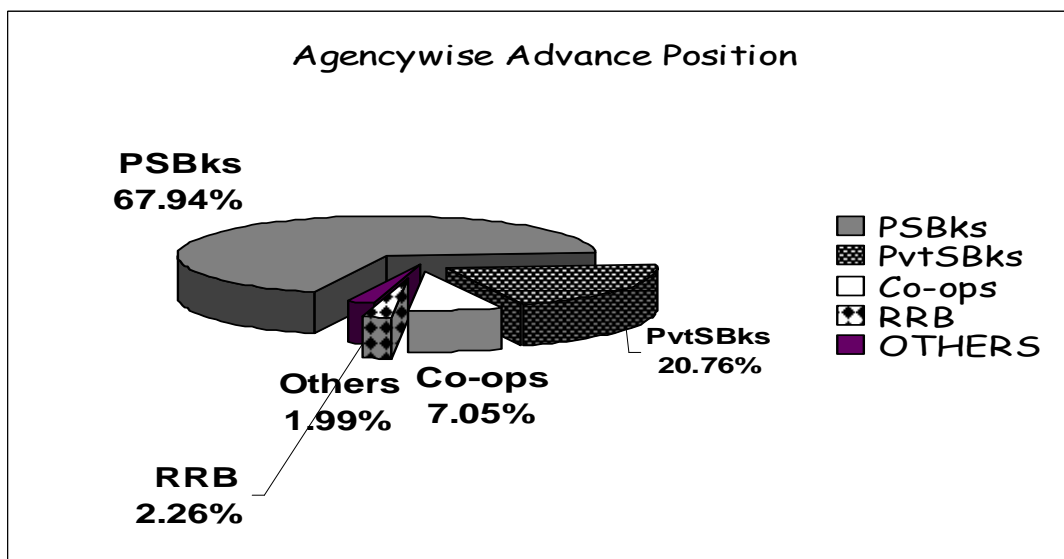
(Rs. in Crores)

Agency	March 2011	June 2011	Variation & % of growth over March 2011
Public Sector Banks	5412.48	5645.61	233.13 4.31%
Private Sector Banks	1254.40	1289.31	34.91 2.78%
Co-operative Banks	417.66	432.01	14.35 3.44%
Regional Rural Bank	92.29	96.76	4.47 4.84%
TOTAL	7176.83	7463.69	286.86 4.00%

Analysis:

- The deposits mobilized by the banking system in the UT of Puducherry raised from Rs. 7176.83 crores as of March 2011 to Rs. 7463.69 crores as of June 2011 registering an increase of Rs.286.86 crores (4.00%).
- The Public Sector Banks continued to have a predominant share with their deposits constituting as high as 75.64% of the total deposits followed by Private Sector Banks at 17.27%, Co-operative Banks at 5.79% and RRB at 1.30%
- In absolute terms, Public Sector Banks have shown an increase in the growth of Deposits by Rs.233.13 crores (4.31%). The deposits of Private Sector Banks increased by Rs.34.91 crores (2.78%). The deposits of Co-operative Banks increased by Rs.14.35 crores (3.44%). RRB has mobilized deposit of Rs.96.76 crores.

Agency-wise Advance Position



Advances

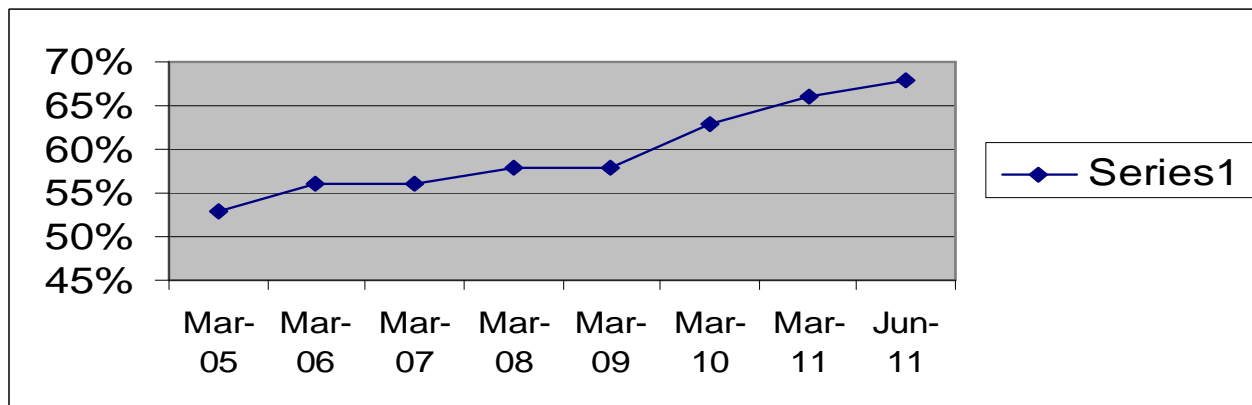
(Rs. in crores)

Agency	March 2011	June 2011	Variation & % of growth over March 2011
Public Sector Banks	3283.60	3455.97	172.37 5.25%
Private Sector Banks	918.45	1055.64	137.19 14.94%
Co-operative Banks	336.62	358.45	21.83 6.49%
Regional Rural Bank	98.23	115.08	16.85 17.15%
Others	103.05	101.45	-1.60 (-1.55%)
TOTAL	4739.95	5086.59	346.64 7.31%

Analysis:

- Gross credit increased by Rs.346.64 crores showing a growth rate of 7.31%.
- Public Sector Banks have shown increase of Rs.172.37 crores, recording a growth rate of 5.25% over the March 2011 position.
- Private Sector Banks have shown increase of Rs.137.19 crores.
- Co-operatives banks have shown an increase of Rs.21.83 crores (6.49%) when compared to March 2011 position.
- RRB has lent advance to the tune of Rs.115.08 crores.

CD Ratio:



Compared to the growth rate of 4.00 % shown by deposits, the advances have registered a growth of 7.31% during the period under review. Hence the CD ratio has reached 68% as of June 2011(from 66% as of March 2011).

- NRI deposits amounting to Rs.616.05 Crores accounts for 8.25% of the total deposits invested in bank branches in UT. Excluding the NRI deposits, the CD ratio works out to 74.28%.
- The CD ratio for Karaikal Region works out to 75 %
- Out of the 23 Public sector banks present in the UT, 8 Banks are having CD Ratio of more than 60% and the remaining 15 Public Sector Banks have a CD Ratio of less than 60%.
- Of the 13 Private Sector Banks in the UT, 9 Banks are having CD Ratio of 60% and above while the remaining 4 have a CD Ratio of less than 60%.
- RRB, PSCB and PCCLDB have a CD Ratio of above 60%.

Credit to Deposit and Investment Ratio

It is reported that RRB, PSCB & PCCLDB have made an investment to the tune of Rs.146.71 Crores in Government Securities and as a result the Credit plus Investment to Deposit ratio is at 70% in June 2011.

Performance under other key functional areas:

Area	R B I Norms	Actuals as on March 2011	Actuals as on June 2011
Priority Sector	40%	60%	60%
Agricultural Advances	18%	20.63%	19.58%
Weaker Section Advances	10%	12.4%	12.4%
DRI Advances	1%	0.05%	0.05%

Analysis:**Priority Sector:**

The share of Priority Sector Credit to Total Advances stood at 60% for the period under review. In absolute terms, there is an increase of Rs.186.39 Crores over March 2011. The rate of growth during the period stood at 6.56 %, which is against the growth rate of over all credit at 7.31% for this period. As per the norms of RBI, banks are required to maintain 40% under Priority Sector advances.

Agriculture:

Under Agriculture loans, there is an increase of Rs.97.22 crores during the period under review. The ratio of agriculture advances to the total advances is at 19.52% as of June 2011 as per the revised guidelines of calculation of ratio based on the previous year's outstanding advances.

Weaker Section:

Advances to Weaker Sections under Priority Sector Advances have increased by Rs.38.66 Crores during the period under review. The ratio of weaker section advances to total advances as of June 2011 is at 12.4%

DRI Scheme:

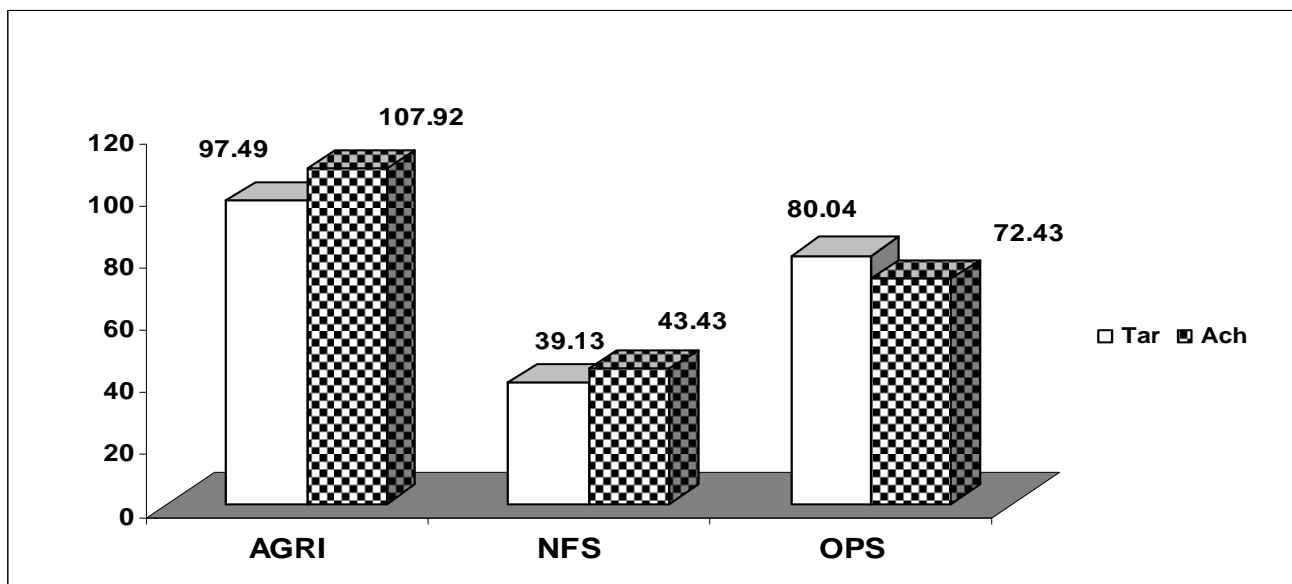
The outstanding advance under DRI has increased from Rs.2.57 crore as of March 2011 to Rs.2.68 crores as of June 2011

AGENDA: 5

Review of Performance under Annual Credit Plan 2011-12

(Position as on 30.06.2011)

(Rupees in Crores)



The Sector wise target vis-à-vis achievement (Disbursement) as on 30.06.2011 is given below:

(Rs. in Crores)

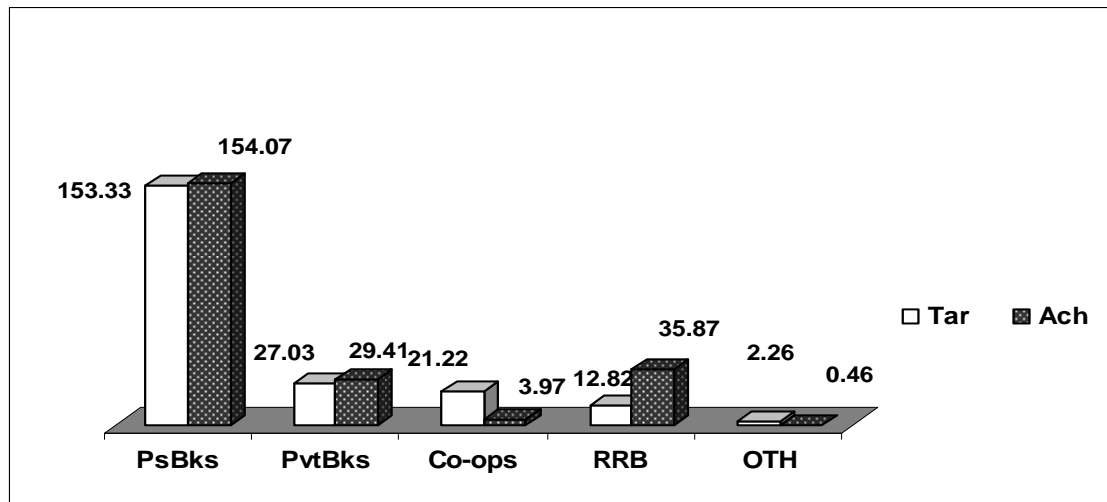
Sector	Target	Achievement	% of Achievement
	As June 2011		
Agriculture	97.49	107.92	110.70%
NFS	39.13	43.43	110.99%
OPS	80.04	72.43	90.49%
TOTAL	216.66	223.78	103.29%

The aggregate Credit disbursement during the review period amounts to Rs.223.78 Crores against the target of Rs. 216.66 Crores, which works out to 103.29% of the target. The Banks in UT of Puducherry continue to give thrust to Agriculture. The credit flow to agriculture sector reached a level of Rs. 107.92 crores against the target of Rs.97.49 crores achieving a level of 110.70% of the target. Major share of credit is absorbed for short term credit requirement. Agriculture sector absorbed 48% of the total credit and is followed by Other Priority Sector at 32% under which banks have disbursed loans amounting to Rs.72.43 crores against a target of Rs.80.04 crores achieving a level of 90.49 %. Tourism related activities, Hotel industry, IT and IT enabled services, food processing units are the major beneficiaries of this credit flow. While absorbing 32% of the share the Non-farm sector achievement was also more than the target at 110.99%

Agency-wise target vis-à-vis achievement under ACP 2011-12

(Position as on June 2011).

(Rupees in Crores)



Under ACP the performance of Public Sector Banks is 100%, Private Sector Banks is 109%, Regional Rural Bank is at 280 % and Co-operative banks achieved 19% of the target.

(Rs. in Crores)

Agency	Target	Achievement	% of Achievement
	As of June 2011		
Public Sector Banks	153.33	154.07	100.48%
Private Sector Banks	27.03	29.41	108.81%
Co-op Sector Banks	21.22	3.97	18.71%
RRB	12.82	35.87	279.80%
Others (PIPDIC/SIDBI)	2.26	0.46	20.35%
TOTAL	216.66	223.78	103.29%

AGENDA: 6

NATIONAL PILOT PROJECT FOR FINANCIAL INCLUSION (NPPFI) – PUDUCHERRY:

The Union Territory was declared as covered with 100 per cent banking facilities to all its eligible and willing households. The bankers are to utilize this opportunity to assist the needy population by way of overdraft and General credit card. Banks can still open no frills accounts for any left out household/population. Bankers have shown enthusiasm in opening of no-frills accounts for the old age and disabled pensioners by following the National Pilot Project on Financial Inclusion guidelines. As on June 2011, a total number of 229419 accounts have been opened under the project. All the Banks have also extended credit facilities to the tune of Rs.319.16 lakhs to 27388 beneficiaries under OD/GCC scheme and Rs.616.20 lakhs to 2138 beneficiaries under other facilities. All the banks are requested to provide credit facilities to the account holders.

AGENDA: 7

Flow of credit to Agriculture

The progress made in UT of Puducherry with respect to the Flow of Credit to Agriculture is given below:

(FOR THE PERIOD 01.04.2011 TO 30.06.2011)

(Rs. in crores)

S. No.	Particulars	No	Amount
	Annual Target AS PER ACP 2011-12	125180	451.65
1	Loans issued a. Crop loans	1329	9.18
	b. Agri. Jewel Loans	14927	86.92
	c. Agri Term loan	634	11.82
	TOTAL	16890	107.92
2	No of new farmers financed	2008	13.60
3	No of Agri. clinics financed	0	0
4	Tenant farmers and oral lessees financed	435	1.80
5	Debt Swap Scheme	128	0.28

During the period under review banks in UT of Puducherry provided crop loans to 1329 farmers to the tune of Rs.9.18 crores and the total credit deployment by banks in the UT of Puducherry in the agriculture sector is Rs107.92 crores as against the annual target of Rs.451.65 crores.

Banks are requested to finance more Agri. Clinics. They are also requested to lend more to tenant farmers and oral lessees and also under Debt swap scheme.

All the crop loans given to notified crops in the notified area are to be invariably covered under NAIS.

Bank wise performance under the Flow of credit to Agriculture is furnished in the annexure.

AGENDA: 8

Review of Recovery Performance under Government Sponsored Schemes:

8.1. Recovery performance under PMRY:

The rate of recovery under PMRY during the period under review was 29%. The Bank-wise recovery details are furnished in annexure.

8.2. Review of recovery performance under SJSRY:

As of June 2011 the recovery performance under group loans (SJSRY-UWSP) is at 73% and the rate of recovery under SJSRY (USEP) individual loan is at 48%. Banks and the Line Departments are to put in more efforts to improve the recovery and not allow the rate of recovery to decline, in the upcoming period also. The Bank-wise recovery details are furnished in annexure.

8.3. Review of recovery performance under SGSY

The recovery performance under SGSY stands at 85% as on June 2011. The Bank-wise recovery details are furnished in annexure.

8.4. Review of Recovery performance under Priority Sector Advances

The recovery under Priority Sector advances is 80% of the total demand during the period under review. The Bank-wise recovery details are furnished in annexure.

AGENDA: 9

Review of Performance under Government Sponsored Schemes in UT of Puducherry

9.1 Swarnjayanti Gram Swarozgar Yojana (SGSY):

The formation of Self-Help Groups among the BPL families is being made on an on-going basis under the SGSY Scheme. Against the target of 300 groups under economic assistance for the year 2011-12 the agency has sanctioned subsidy for the 64 cases. Banks have released loans to 36 cases amounting to Rs.60.30 Lakhs. Under Revolving fund against the target of 300 bank's share has been released for 12 cases out of 21 applications sent by DRDA (Details are provided annexure).

9.2 PMEGP

For the period ended 31.07.2011, in rural areas so far banks have sanctioned 15 applications. In urban areas 5 applications have been sanctioned. (Details are provided in annexure). In most of the cases the applications sent to banks during last week of July -2011 after completion of Task Force committee.

9.3 SJSRY

For the year 2011-12 target of 794 Nos. (USEP) and 91 Nos.(UWSP) has been approved in the last SLBC meeting .Accordingly the bank-wise target has been communicated. The process of collecting the application from eligible beneficiaries/groups and placing it in the Task Force screening committee is under progress. The respective municipalities would be sponsoring the application to the respective bank shortly.

Banks are requested to strictly follow the time norms of RBI with regard to applications under Government Sponsored Schemes. The line departments are also requested to work in close co-operation with banks for achievement of the targets well before time.

AGENDA: 10

10.1 Performance under Housing Finance Scheme:

The increase in construction activity in Union Territory of Puducherry especially in Puducherry and Karaikal Regions has resulted in disbursement of more number of housing loans. The total disbursement made during the review period is Rs.25.54 crores in 458 accounts.

10.2 Performance under Educational Loan Scheme:

The increasing demand from student community for credit assistance to pursue higher education is playing greater role of the performance of the banks. All the member banks are actively participating in Educational loan Scheme.

The outstanding advance in Educational loan as on 30.06.2011 is Rs.230.79 crores. This accounts for 4.54% of the total advances. Banks have sanctioned loan assistance to 1702 students for a sum of Rs.12.23 crores during the quarter ended June-2011.

10.3 Credit Flow to Non Farm Sector:

The outstanding advance to Non farm sector as of 30.06.2011 is Rs.834.62 crores. This accounts for 16.41% of the total credit. As per the report received from bank branches and as shown in the annexure, credit flow to the tune of Rs.4342.93 lakhs was made involving 902 accounts during the quarter June-2011.

In view of the various schemes in operation viz. Credit Guarantee Fund Trust Scheme, Credit Linked Capital Subsidy scheme, Micro Finance Scheme banks are requested to increase the lending under SME sector.

AGENDA: 11

11.1 Disbursement to Minority Community

The outstanding advance to minority communities as on June 2011 is Rs.286.52 Crores. This accounts for 9.47% of Priority sector advances. Banks have disbursed an amount of Rs.16.55 Crores to 1663 accounts to Minority Communities during period under review.. Banks are requested to take note of the Prime Ministers 15 Point programme on the welfare of minorities and to lend more to the minority community.

11.2 Disbursement to SC/ST Community

The outstanding advance to SC/ST communities as on 30.06.2011 is Rs.191.16 Crores. This accounts 3.80% of the total advances. With regard to disbursement to SC/ST communities banks have disbursed an amount of Rs.12.57 Crores to 760 accounts during the quarter ended June-2011.

11.3 Disbursement to Women beneficiaries

The outstanding advance to women beneficiaries as on 30.06.2011 is Rs.425.87 Crores. This accounts for 8.98% of the total advances. With regard to disbursement to women beneficiaries banks have disbursed an amount of Rs.27.28 Crores to 3028 accounts for the quarter ended june-2011.

AGENDA: 12

12.1 Performance under Kisan Credit Card Scheme:

During the review period banks have issued 1044 new cards and extended credit assistance of Rs.473.92 lakhs.

Banks are requested to route all the crop loans through KCC and also to furnish the statements correctly to lead bank. All the KCC holders should be invariably covered under PAIS with a view to provide continued accident insurance coverage.

12.2 SHG Credit Linkage:

During the quarter ended June 2011, 254 new SHGs opened SB Accounts. 826 groups were credit linked to the tune of Rs.1822.93 Lakhs and 493 groups' availed repeat finance amounting to Rs.1299.14 Lakhs. The cumulative number of SHGs having SB accounts as on 30.06.2011 is 20514.

AGENDA: 13

Submission of LBR-2 and LBR-3 Returns

The level of submission of LBR 2 and LBR U2 by bank branches in UT of Puducherry as of June 2011 is furnished as below:

Name of the Return	Submission Level	Name of the Return	Submission level
LBR 2	100%	LBR U2	100%
LBR 3-A	100%	LBR U3-A	100%

Due to the concerted efforts by Lead Bank by sending the formats well in advance, reminders, telephonic reminders, information through various meetings, we are able to achieve 100% submission of Lead Bank Returns.

The District Co-ordinators are requested to take note of the new guidelines issued by Reserve Bank of India in order to improve the effectiveness and streamlining the functioning of SLBC Meetings and ensure to continue the 100% submission of LBR in time so that the actual performance is presented for review.

Bank wise details on LBR submission is given in the annexure.

Agenda No 14.

Stimulus Package Issues relating to MSME sector.

In compliance with the directives of Reserve Bank of India contained in their letter No RPCD.SME &NFS. BC.NO.76/6.2.31(P)/2008-09 dt. 16.12.08 wherein the report as per the format is to be submitted to Ministry of Finance and issues relating to MSME sector are to be discussed periodically in special SLBC meetings and the same is also to be discussed as a part of agenda in the regular SLBC meetings. The report as on 30.06.2011 is placed for information of the forum.

REPORT ON SPECIAL SLBCs ON ITEMS OF ECONOMIC PACKAGE

Particulars	Cumulative As on 31.03.2011		During the Quarter		Cumulative at end of Quarter	
	No. of a/cs	Amt. Rs. In Cr	No of a/cs	Amt. Rs. In Cr	No. of a/cs	Amt. Rs. In Cr
(1) Credit flow to MSE:						
Sanction of working capital loans (New)	4108	481.17	588	13.12	4696	494.29
Sanction of incremental working Capital loans (Existing units)	700	276.42	28	0.93	728	277.35
Restructuring of MSME accounts	349	16.39	9	1.20	358	17.59
Sanction of loans for purchase of Gensets on soft terms	2	0.06	--	--	2	0.06
(2) Sanction of Housing loans						
• Loans upto Rs.5 lakhs	2036	74.18	37	1.43	2073	75.62
• Loans from Rs.5 lakhs to Rs.20 lakhs	4306	392.06	95	10.37	4401	402.43
• Loans above Rs.20 lakhs	397	119.61	13	4.52	410	124.13
(3) Sanction of auto loans	3197	125.25	115	4.96	3312	130.21

The District Co-ordinators are requested to submit the report on the stimulus package before 5th of the every month to send the consolidated statement to Government of India in time.

Agenda : 15

i. SUCCESS STORIES IN UT OF PUDUCHERRY

Success story of a Women Entrepreneur trained in INDSETI

Mrs. B.Calaiselvi a B Com graduate from Kuyavarpalayam was president of Jayalakshmi SHG formed by PUDA under SJSRY in July 2008. In view of her inherent talent and marketing potential available for art related items she got herself enrolled in training organized by INDSETI on Painting and Embroidery during the year 2010. She has taken up the trade of Emboss painting, pot painting, glass painting, fabric printing, glass designing and artificial flower making by investing group loan received from Co-operative Bank and is earning around Rs.5000/- per month. This is a success story of a women entrepreneur who has benefitted through SHG Movement and INDSETI Training.

ii PRESENTATION OF PAPER BY THE ACADEMICIAN

Dr. K Natchimuthu, Associate Professor, Department of Veterinary and Animal Husbandry Extension, Rajiv Gandhi College of Veterinary and Animal Sciences, Puducherry would be presenting a paper regarding Livestock Situation in Puducherry. As there is need to increase milk production to cater to the need of growing population the topic chosen would be very informative to all members especially bankers who can help in financing various livestock related projects to increase the term lending under Agriculture. The gist of the paper is enclosed for information of the members.

Agenda : 16

Any other matter with the permission of the Chair.