

MINUTES OF 141st STATE LEVEL REVIEW MEETING (SLRM) FOR GUJARAT STATE FOR THE YEAR ENDED MARCH, 2014 HELD ON 26th JUNE, 2014 AT DENA BANK, ASHRAM ROAD, AHMEDABAD

The above meeting was convened by Dena Bank, being a Convenor of SLBC (Gujarat) on 26th June, 2014 at 11.00 a.m. to review the progress under various key parameters for the year ended March, 2014 at Dena Bank, Ashram Road, Ahmedabad which was presided over by **Smt. Trishna Guha**, Chairperson, SLBC (Gujarat), & Executive Director, Dena Bank. The meeting was also attended by **Dr. Varesh Sinha**, IAS, Chief Secretary, Govt. of Gujarat, **Smt. Anna Roy**, IAS, Director (FI), Department of Financial Services, Ministry of Finance, Govt. of India, **Shri Rajkumar**, IAS, Principal Secretary, Agriculture & Co-operation Department, Govt. of Gujarat, **Dr. V. Thiruppugazh**, IAS, Secretary & Commissioner, Rural Development Department, Govt. of Gujarat, **Smt. Sonal Mishra**, IAS, Commissioner, Employment & Training Dept., GoG, **Shri C.V. Som**, IAS, Commissioner & Secretary, Bureau of Public Enterprise, Finance Department, Govt. of Gujarat, **Shri P.C. Sahoo**, Regional Director, Reserve Bank of India, **Shri M.K. Mudgal**, Chief General Manager, NABARD, **Shri Ravi Prakash**, General Manager, State Bank of India, **Shri H.S. Shah**, Dy. General Manager, Bank of Baroda (North Gujarat Zone), **Shri K.C. Chhipa**, SLBC, Convenor & Field General Manager (Gujarat), Dena Bank (Gujarat), **Shri R.N. Das**, General Manager (PS&RRB), Dena Bank, H.O., Mumbai, Lead District Managers and other Senior Officials of various Departments of State Govt. as well as executives from Banks, Insurance Companies, etc. The list of participants is enclosed.

At the outset, **Shri K.C. Chhipa** extended hearty welcome to all the dignitaries on the dais and participants from State Govt. as well as RBI, NABARD, Banks and Insurance Companies. He informed that in today's meeting, various issues as per the Agenda Booklet which has already been circulated would be deliberated. Then he requested **Smt. Trishna Guha** to deliver her key-note to the House.

Smt. Trishna Guha, Chairperson, SLBC & Executive Director, Dena Bank extended hearty welcome to the dignitaries on the dais and the participants. She extended special welcome to Dr. Varesh Sinha, IAS, Chief Secretary, Govt. of Gujarat, Ms. Anna Roy, IAS, Director . Department of Financial Services, Govt. of India for sparing their valuable time for attending today's SLBC meeting. She also extended hearty welcome to Shri P.C. Sahoo, Regional Director, Reserve Bank of India, who was attending SLBC meeting for the first time after taking over charge as Regional Director, RBI, Gujarat and hoped that SLBC forum would be benefitted by his valuable guidance on various developmental issues pertaining to the growth of the State as well as banking industry.

She informed that total Bank Business was Rs.7.73 lakh crores as of March 2014 showing the growth of 23.79% in advances and 16.02% in deposits. She expressed concern over pertinently low CD Ratio below 40% in 14 districts and advised concerned LDMs to conduct meeting of sub-committee of DLCC for devising strategies for improving CD Ratio.

She requested Banks to improve the performance under Education Loans, as only 20,115 applications were sanctioned against the target of 50,592, in the year 2013-14 i.e. 39.76% achievement. She informed that outstanding target set by DFS, MoF, Govt. of India under Education Loans, Banks have reached the outstanding level to Rs.1438.59 crores as of March, 2014, achieving the target by 93.83% in percentage terms. She informed that the interest subvention scheme has been extended upto 15th July, 2014 and each Bank has to give certificate to the Government of India (GoI) that all the eligible subsidy claims are lodged. She also advised to improve performance under Vocational Educational Loan scheme and added that GoI and RBI insist for improvement under the Scheme.

Under Financial Inclusion Plan (FIP), she mentioned that against the target for coverage of 6,223 villages under FIP upto March, 2014, banking services in 6,231 villages, having population of less than 2000, have been ensured. She, however, added that only 9 Banks out of 24 banks could achieve the target. She advised to remaining banks to cover the gap and also to achieve the target for the year 2014-15. She also advised 6 Banks to submit monthwise plan upto March, 2016 to SLBC to facilitate review at various meetings conducted by RBI and SLBC. She apprised the House about Sampoorna Vittiyea Samaveshan (SVS) programme of Central Govt. and spelt out 6 pillars plan for implementation of the same. She also mentioned that the SVS is going to be launched by GoI on 15th August, 2014.

Further, she advised Banks operating in Bharuch and Devbhoomi Dwarka districts to cover remaining households. She expressed concern over slow progress in seeding of Aadhaar with Bank accounts and also issuance of debit cards to the beneficiaries of various schemes under DBT in the 4 identified districts of the State. Concerned LDMs were advised to speed up issuance of debit cards to all the beneficiaries.

Informing that SLBC has distributed Financial Literacy materials printed in Gujarati among all the Banks, she requested them to prepare monthwise, rural branchwise calendar for holding of Financial Literacy Camps (FLCs) and submit it to SLBC and RBI. She also advised Banks to ensure holding of monthly FLCs as per RBI guidelines.

She advised Banks to ensure that each branch is having an onsite ATM including at all the rural centres, as per the instructions of DFS, MoF, Govt. of India.

She mentioned that Banks have issued 28.67 lakhs KCCs upto March, 2014. She informed the House that SLM Group related to KCC scheme has suggested that reporting of additional data alongwith the number of land holders covered in each KCC issued would give the correct picture and the remaining gap can be bridged to a large extent. She advised SLBC Secretariat to collect data accordingly and present the same in next SLBC meeting.

(Action : SLBC)

She pitched for making use of JLG Model for coverage of eligible farmers under KCC fold as this model has gained momentum in few districts and only by few Banks. She noted with disappointment that no Bank had issued KCC under NABARD's Wadi Project.

Looking to the poor performance in SHG credit linkage vis-à-vis number of sanctioned SHGs, she suggested to form a study group consisting representatives from RBI, NABARD, LDM and GLPC to examine and find out the specific problems / issues impeding the progress. This study group may select 2-3 districts for carrying out the study in consultation with GLPC and the findings may be furnished to SLBC, which may be placed for discussion in next SLBC meeting.

(Action : RBI, NABARD, GLPC, Concerned LDMs)

She advised Banks to improve the coding of SHGs, as only 17,521 SHG loan accounts have been coded, and called upon Banks for coding of all the remaining SHGs immediately, so as to ensure that no eligible SHG is deprived of getting the benefit of interest subvention.

She requested the State Govt. to sort out various issues pertaining to RSETIs and to allot land for RSETIs in newly carved 7 districts. She requested concerned Lead Banks in these 7 districts to establish RSETIs in rented premises till the time land is allotted. She advised to improve settlement ratio through Bank finance, which was below 50%. She stressed on the need to conduct training programmes as per the calendar prepared by each RSETI and advised controlling Banks to monitor this issue very closely.

(Action : 3 Lead Banks – SBI, BoB and Dena Bank)

She requested State Bank of India to set up Financial Literacy Centre (FLC) in its Lead District Morbi, so that the State can have FLCs in all its 33 districts. She advised all the FLCs to ensure that monthly financial literacy camps are conducted on regular basis to achieve the motive behind setting up FLCs.

(Action : SBI)

She requested State Govt. to suitably advise the District Authorities to allot date to LDMs in time, as in many cases, it is noticed that DLCCs are not convened as per calendar, as LDMs find it difficult in getting dates from District Authorities.

(Action : State Govt.)

She expressed concern over declining achievement under Agriculture segment under Service Area Credit Plan and requested Member Banks to arrest this downtrend by passing on instructions to their branches to explore all possibilities that they avail bank finance through various Agriculture Loan products.

(Action : Member Banks)

She noted that overall achievement under Service Area Credit Plan in the year 2013-14 was 86.47%. There were 12 districts, which have performed over State Average.

She mentioned that the percentage of achievement between 50% to 63% under various Govt. Sponsored programmes during the FY 2013-14 was not satisfactory and requested Member Banks to achieve targets under various Govt. Sponsored programmes in the financial year 2014-15.

She also advised Member Banks to give more focus in financing to Minority Communities and Weaker Sections, as they were well below the stipulated benchmark.

She stated that despite introduction of online portal for collection SLBC data since June, 2013, SLBC Secretariat still faces lot of hassles as there is inconsistency, inaccuracy and delayed submission is found in case of some of the Banks. She requested controlling heads of Banks to ensure submission of accurate data in time, so as to enable SLBC to convene the meetings as per calendar submitted to RBI.

She expressed her sincere thanks to the Group Members and requested Banks and State Government to study the same carefully and implement the valuable suggestions made by these Groups.

Lastly, she also expressed her special thanks to Dr. Varesh Sinha, IAS, Chief Secretary, Govt. of Gujarat, Ms. Anna Roy, Director . Department of Financial Services, Govt. of India, Shri P.C. Sahoo, Regional Director, RBI, and Shri M.K. Mudgal, Chief General Manager, NABARD for their continued support and guidance to the House.

Smt. Anna Roy, Director (FI), Department of Financial Services, Ministry of Finance, Govt. of India stated that DFS regards SLBC as a very important forum where all concerned stake holders meet in order to address various important issues and requested all the Member Banks to take SLBC meetings seriously and for timely submission of data to SLBC.

She requested State Govt. to look into the issues and forward their comments whether there is any need to change the present SLBC format or any other suggestions that the State Govt. might have to offer. She also shared with the House that DFS has been informed by PMO that Financial Inclusion is one of the thrust areas of the Hon'ble Prime Minister's agenda and requested Member Banks to take note of the gaps mentioned by the Chairperson in her address, and extend necessary cooperation and support to the SLBC.

She stated that SLBC agenda mentions about allocation of land and approval of building plan, etc. with regard to RSETIs, but do not refer to the quality of RSETIs. She said that besides setting up RSETIs, focus area should also be about quality of RSETIs as what kind of trainings are imparted and how to upgrade their ranking and to achieve A+ rated category in a time bound manner. She advised SLBC to present status of every RSETIs and the roadmap for upgrading their ranking from next SLBC onwards.

(Action : SLBC)

She also desired that this forum should be effectively used by Banks for recovery of their overdue and NPA and State Govt. should extend required support to the Banks.

She informed that interest subvention scheme of NRLM and SRLM has been announced and added that in case there is any query, Banks may get in touch with SLBC.

Once again reiterating, SLBC as an important forum, she advised to take it seriously and hoped that from next SLBC onwards, Dena Bank would not have to talk about delay in getting the data and advised all the Members to co-ordinate with SLBC Convenor in making this important forum more effective.

Dr. Varesh Sinha, IAS, Chief Secretary, Govt. of Gujarat complimented Bank for giving their best last year and for having been part of the growth of Gujarat, and the State Govt. is indebted to the Banks. About the letter written to State Govt. by the Central Govt., he informed that State Govt. is taking the matter regarding Financial Inclusion very seriously and would reply the same shortly. Regarding SLBC forum, he opined that it has to be a proactive institution and not to be just an institution for arranging this kind of meetings at the district level, taluka level etc. He suggested that this forum should function in a collaborative manner with the State Govt and should function on a dotted line. He also suggested to form a small committee to find out how we can go together. The Committee may be headed by Shri Rajkumar, IAS, PS, Agriculture & Co-operation or Dr. V. Thirupugazh, Secretary & Commissioner, Rural Development

Department, Govt. of Gujarat, representative from RBI, NABARD and some Banks having large presence in the State.

(Action : PS, Agri. & Co-op. GoG)

He informed that State Govt. has lot of expectations are there from Banking Sector during the current Krishi Year and Banks have to play proactive role. He also shared that the present Hon'ble Chief Minister is very much concerned about the status of the children in tribal areas where lot of children are having the problem of under nutrition. He requested Banks to go to the poor and satisfy their financial needs and to ensure that everyone is having a bank account, as still the poor afraid of going to the Bank. He complimented Banks for their performance under Financial Inclusion Plan so far and appealed Banks for making Gujarat as the first State and Model State for having 100% Financial Inclusion State in the country to newly carved districts also.

Referring to the booklet circulated in the House on 'Gatisheel Gujarat', which is launched after 30 days time of present new Chief Minister, he said that 4-5 points are pertaining to Bank and requested Banks to extend their co-operation in implementation of the same. He also requested Banks to participate in Garib Kalyan Mela and align their programmes in line with the State govt. He stated that he was quite aghast to see that land is not allotted in some of the districts for construction of RSETIs and advised GLPC for allotment of land at the earliest.

He advised district machineries and Banks to work together as team at the district level for achieving the target.

He pointed out that out of total SHGs, only 28% are credit linked and informed that the present Hon'ble Chief Minister is very passionate about Sakhi Mandal project and also in Gatisheel Gujarat, first point is about Women empowerment. He stressed upon the need to improve SHG credit linkage as against the total SHG savings of Rs.242 crores, there is only Rs.297 crores outstanding in SHG loan accounts. He advised Banks to immediately complete coding of remaining SHG accounts, so that no beneficiary is deprived of getting interest subvention. He appealed Banks to improve lending to Weaker Sections and performance under Education Loan. He also referred to financing for Vocational Education courses.

He advised Banks to extend support for issuing ACC and WCC and achieve the target under the same. He also advised for improvement under VBS. He said that State Govt. is also concerned about the Agriculture and informed that much emphasis is being given by the State Govt. on this area as this year is declared as Krishi Year by the State Govt.

Shri P.C. Sahoo, Regional Director, RBI, recalled that during his courtesy call on Smt. Anandiben Patel, the Hon'ble Chief Minister of Gujarat, the need for financial inclusion of the poorest of the poor figured prominently in the discussion. The Chief Minister not only mentioned about the reluctance and fear in the common man to approach banks but also about the excessive documentation. The RD shared with her the features of the extant KYC guidelines of RBI for opening bank accounts, specially the small and Basic Savings Bank Deposit Account (BSBDA) categories which involved much lesser papers. As the CM expressed that the poor people should be made aware of existence of such facilities, the Gujarati translations of these circulars have already been forwarded to all Commercial Banks (including RRBs), DCCBs and GSCARDB advising them to display the same at their branch premises.

The RD then briefly touched upon the salient features of the bi-monthly review of the Monetary Policy undertaken by RBI in June 2014. While complementing the banks in Gujarat for the achievements, he also drew their attention to some areas of concern like SHG formation and linkage, non-achievement of Weaker Section advances and data-integrity issues.

Shri M.K. Mudgal, Chief General Manager, NABARD mentioned on the basis of agenda papers prepared by SLBC, the agriculture advance increased from Rs. 29,050 crore in 2012-13 to Rs. 31,090 crores in 2013-14 showing a growth of less than 7%. Outstanding agriculture advances for the year 2013-14 constituted 16.77% of the total outstanding advances as against the stipulated 18% fixed by RBI. This was 18.99% in 2012-13 which shows that the share of agriculture credit has declined in the State. The crop loan disbursement has increased from Rs. 21,576 crores in 2012-13 to Rs. 24,186 crores in 2013-14 showing 12% growth, whereas the agriculture term loan has decreased from Rs. 7474 crores to Rs. 6904 crores registering negative growth of 8%.

While reviewing these figures, he said that whenever he visited districts and branches and discuss the agriculture credit scenario with bankers, he got the feedback that because of good monsoon last year and other factors, agriculture credit disbursement is growing. However, the figures as quoted above speak otherwise.

Faced with this, he informed that his office cross checked these figures and following facts came to light that Crop loan disbursement by Cooperative banks in the State during 2012-13 was Rs. 10,096 crores, whereas figure reported in Annexure-24 is Rs. 8,696 crores (a difference of Rs. 1400 crore). Similarly, crop loan disbursement by RRBs was Rs. 2076 crores (figure reported Rs. 1777 crores) . a difference of Rs. 300

crores. Hence, on account of only these two agencies, crop loan disbursement should have gone up by Rs. 1700 crores.

Under term loan, disbursement by Co-operatives Banks is Rs. 828 crores, whereas in Annexure-24, it is shown as Rs. 312 crores (a difference of Rs. 516 crores). However, in case of RRBs, the term loan disbursement is only Rs. 111 crores, whereas the agenda shows Rs. 828 crores (difference on the other side . Rs. 717 crores).

Since NABARD closely monitors and reviews the disbursements by cooperatives and RRBs, these discrepancies have come to light, he wondered what would be the case if figures reported by Commercial Banks, who are the major players in agriculture credit, are also cross-checked and validated.

For example, as per Annexure-1, none of the 20 Commercial Banks has achieved stipulated 18% for agriculture credit in the State (only Dena Bank . 29%). The same is the case with the largest bank of the country (SBI-14%). Surprisingly, some of the Private Sector Banks have shown excellent performance in this area (Kotak Mahindra-70%). Similarly, in Annexure-4A, barring one (Dena Bank), no other Commercial Bank including the largest bank has achieved its target under Direct Agriculture (BoB . 58%, SBI-70%). In this area also, the Private Sector Banks have done well with 151% achievement, against 63% of Commercial Banks and 70% of State Bank of India. It is also observed that performance of most of the Commercial Banks under Indirect Agriculture is excellent (combined achievement being 155%).

He recollected that in last SLBC meeting, he and RD, RBI, had raised these data reporting and cleansing issues. It seems that what is happening here is that SLBC is compiling data being reported from the LDMs. However, the same is not being cross-checked at controlling office level. Data reporting is to be necessarily followed by data validation. In this age of CBS enabled banking, either reporting or validation should not be any problem either at the LDMs level or at SLBC level. Any review on the basis of unvalidated data will not yield any result.

He informed that SLBC has been requested vide NABARD communication dtd. 17th June, 2014 with suitable format to present granular data for the year 2013-14 in these formats after validation and again call for a meeting of major stakeholders to review the actual performance which only may be reported to the State Govt. and Department of Financial Services, Govt. of India. He requested SLBC to ensure that this exercise is completed quickly, say in a fortnight, so that credit planning process for 2015-16 may begin in the right earnest as per RBI instructions.

(Action : SLBC)

He stated that NABARD has been highlighting for quite sometime increasing KCC coverage where there is a sizeable gap of nearly 18 lakh in number of landholdings and KCC issued and increasing agriculture term loan where the share has continuously gone down from 36% in 2010-11, 27% in 2011-12, 26% in 2012-13 and 22% in 2013-14.

He informed that in the discussions he had with the Hon^{ble} Chief Minister and Finance Minister, Gujarat on 30th May, 2014 also, these issues came up for discussion and they expressed State Government's concern on this and also desired that the banking system in State should do the needful.

He requested all commercial banks controlling heads present in the meeting to initiate action on these. He requested Banks to prepare area based banking schemes for specific sectors/activities e.g. Horticulture, Dairy etc. and added that concessional refinance from NABARD would be available in respect of these area based banking plans.

He informed that as per announcement by the then Hon^{ble} Union Finance Minister in his budget speech, the target for Gujarat under Agriculture has been fixed at Rs. 48,498 crores comprising of Rs. 34,568 crores under crop loans and Rs. 13,930 crores under Agriculture Term Loans. He requested SLBC to allocate these targets sector-wise and bank-wise for reporting to DFS, Govt. of India.

He also informed that Capital linked Govt. Subsidy Schemes of GBY and AMIGS merged as Agricultural Marketing Infrastructure (AMI), details of which are available on NABARD's website and have also been communicated to each controlling office of the banks in the State. With the introduction of new scheme, applications in respect of earlier two merged schemes should reach NABARD by 30th September 2014.

In this connection, he pointed out that some of the bank branches are deliberately submitting proposals seeking sanction of subsidy for ineligible units. After being pointed out the reasons for ineligibility, the branches are found to be tweaking the relevant information and resubmitting them. For example,

1. TFO of the project is altered arbitrarily, for the purpose of claiming the subsidy, without any reference to the sanction of term loan already made by the bank, when it has been pointed out to them that the bank's term loan is found to be less than the stipulated minimum 50% of the project cost and therefore ineligible.

2. Where term loan has been sanctioned as reimbursement of expenses incurred by an existing old unit, declaration stating that the unit commenced its operations / machineries have been purchased after submission of term loan application to the bank, is being submitted.

3. Some of the pages of the project report based on which term loan has been sanctioned by the bank and which may contain information relevant to deciding on the eligibility of the project for subsidy under the scheme guidelines, are found to be removed.

4. Claims for units undertaking manufacturing process involving change of product form are submitted even though they are clearly not eligible for subsidy under the AMIGS scheme.

He opined that this tantamount to fraudulent practices and may have vigilance implications because this comes under the purview of CAG Audit, being Govt. of India money.

He requested Controlling offices of the branches need to exercise due diligence before forwarding such proposals to NABARD. As a result, much time and energy of valuable manpower is wasted on repeated scrutiny, appraisal and protracted correspondence on such proposals at their end.

Smt. Sonal Mishra, IAS, Commissioner, Employment & Training Department, Govt. of Gujarat made Power Point Presentation on Self-employment and Entrepreneurship Development which contained details on vocational training, success stories, self-employment, promoting entrepreneurship, suggestive modality and suggestive courses and stakeholders.

Shri Rajkumar, IAS, Principal Secretary, Agriculture & Co-operation Department, Govt. of Gujarat initiated his address by mentioning that many of the issues were highlighted by the Chairperson-SLBC, Chief Secretary-GoG, RD-RBI and CGM-NABARD. Endorsing the views expressed by CGM-NABARD, he stated that expected importance is not being given to Agriculture Sector, which is evident from the performance, which has come down as compared to the previous year. He informed that the current FY 2014-15 is declared by State Govt. as ~~Krishi Vikas Year~~ and the target of Rs. 50,000 crores fixed for financing to Agriculture Sector should be achieved by all the Banks in Gujarat. While referring to NAIS, he informed that Govt. of India has recently decided to modify that scheme and the formal communication in that regard is still awaited from the Central Govt. He requested Banks to quickly obtain user name and password from the

local district authority for logging in to online KCC portal being developed by the State Government. He also stated that with the help of National Informatics Company (NIC), their department would be launching very shortly online portal for crop insurance scheme and any proposal comes to the bank for AIC should be routed through KCC online portal, under which so far 1.65 lakh farmers are registered.

He requested NABARD to circulate the scheme of 25% subsidy provided to the farmers by Govt. of India and routed through NABARD for farm level storage facility. He informed that in Dangs district, banks currently are financing 50% of the value of teakwood tree despite the guarantee given by the Forest Officer that the tree would not be cut and sold off without his permission. He requested Banks operating in Dangs district to consider 100% value of teakwood tree for financing.

(Action : LDM, Dangs)

Dr. Thiruppugazh, IAS, Secretary & Commissioner, Rural Development Department, Govt. of Gujarat stated that as per their record, land has been provided to all RSETIs (except Bhavnagar) and also informed about various problems at various RSETIs. He informed the House that Dena Bank has provided additional amount over Rs.1 crore funds provided by MoRD, Govt. of India for construction of RSETI and requested Bank of Baroda and State Bank of India to take note of this and to do the needful, as Rs.1 crore is not sufficient. He advised RSETIs to improve quality of training and to strive for getting better rating, as at present not a single RSETIs having **A+** category. He also emphasised on SHG financing, more particularly women SHGs, where interest subvention is also available to them.

Thereafter, Shri K.C. Chhipa initiated the discussion on various agenda items, as under:

Confirmation of the proceedings of last meeting

The proceedings of the 140th State Level Bankers Committee (SLBC) Meeting for the quarter ended December, 2013 held on 27.03.2014 were circulated to all the members on 9th April, 2014. Since no comments / amendments have been received from any of the members, the House confirmed the same.

Allotment of Land by State Government for Setting up of Rural Self Employment Training Institutes (RSETIs)

The representative from GLPC Ltd. and Rural Development Department requested to ensure allocation / possession of land to Ahmedabad, Tapi and Narmada districts at the earliest to enable concerned Lead Bank for construction of RSETI premises.

(Action : GLPC, Rural Dev. Deptt.)

Concerned Lead Banks were also requested to speed up the process of construction of RSETI building at the earliest.

(Action : Dena Bank, SBI and BoB)

Financial Literacy Centres (FLCs)

State Bank of India was requested to set up FLCs in the office of LDMs in newly carved districts on priority and inform the date of opening to RBI as well as SLBC.

(Action : SBI)

Districtwise and Insurance Companywise achievement under Micro Insurance Products

Company wise performance under issuance of Micro Insurance Products for the quarter ended March, 2014 was not received from New India Assurance Co. Ltd. (Nodal Agency). Hence, the representative from the New India Assurance Co. Ltd was requested to submit data of Micro Insurance Products districtwise and Insurance Companywise regularly on quarterly to SLBC, so that the House could apprise in onward SLBC meetings.

(Action : New India Assurance Co. Ltd.)

Roadmap – Provision of Banking Services in villages with population below 2000

It was informed that against the target of 6,223 villages for coverage upto March, 2014, Banks have covered 6,231 villages. However, out of 24 Banks, only 9 Banks reached beyond the target. All Member Banks were requested to cover remaining villages in stipulated time period.

It was also informed that after the formation of seven new districts, SLBC advised Lead District Manager of newly formed districts to prepare the FIP Roadmap for coverage of villages with population below 2000 and also the LDMs of the districts from which these new districts have been carved out were asked to prepare the revised roadmap. Consequent to this, the district-wise and Bank-wise FIP Plan for the State has been revised and it has been communicated to the member Banks by SLBC. However till date it has been received only from eighteen Banks. Remaining six banks were advised to immediately provide the revised roadmap to enable SLBC for onward submission to RBI and to monitor the progress.

(Action : Concerned Member Banks)

Account Opening Drive Particularly for migratory workers / labours and households in Semi-Urban, Urban and Metro areas - establishment of Call Centre

Member Banks were requested to remit their share to SLBC.

It was informed that month after month the number of calls are reducing and per call cost works out to Rs.551/- and also brought up in notice of the House that the Group No.2 of 141st SLRM regarding closure of Call Centre has recommended for closure of Call Centre w.e.f 1st August, 2014. Hence, it was decided to treat the call centre as CLOSED effective from 1st August, 2014.

Financial Literacy Materials

Financial Literacy Materials in Gujarati Language got printed and delivered to the all Member Banks by SLBC.

Member Banks were requested to distribute the Financial Literacy material in Gujarati Language to their branches for the use of villagers and ensure that Financial Literacy Awareness camps to be held every month regularly as per RBI directives.

Progress made under Financial Inclusion Plan- Disaggregation Plan of FIP of Banks - from HOs to controlling offices of banks and up to branch level

Member Banks were requested to submit the progress made under the Financial Inclusion Plan for the quarter ending June 2014 as per the format LBS. MIS. V within 10 days from the end of the quarter i.e. by 10th July, 2014.

Allocation of Service Area Villages to Newly opened Bank Branches

Representative of RBI was requested to provide guidance as to whether villages allotted under Financial Inclusion Plan would be taken care by newly opened bank branch or existing allotted bank branch, which has been earlier allotted villages under Financial Inclusion Plan.

Shri P.C. Sahoo informed that the matter of allocation of service area villages to newly opened bank branches is referred to their Central Office and till any clarification is received, Banks were advised to continue with the present system, as far as implementation of Financial Inclusion Plan (FIP-Roadmap) is concerned and as far as implementation of various Govt. Sponsored programmes loan cases is concerned, the revised allocation of Service Area villages to newly opened branch will take care of allotted villages.

(Action : All LDMs)

Agriculture Credit Target for F.Y. 2014-15

Agriculture Credit Target provided by NABARD for Financial Year 2014-15 were worked out districtwise by SLBC and communicated vide letter dated 04.06.2014 to Lead District Managers for onward allocation amongst the bank branches.

Synchronization of Government of Gujarat Sponsored Scheme “5% Interest Subsidy Scheme to the Women SHGs on credit facility extended by Banks” with Government of India’s sponsored “Interest Subvention Scheme under NRLM.”

Member Banks were requested to go through the resolution No. IDB/102014/SFS-9/KH-1 dated 17th May, 2014 issued by Panchayats, Rural Housing and Rural Development Department, GoG and instructs their branches to implement the Interest Subvention Scheme under NRLM.

Agenda Sponsored by NABARD

Agenda sponsored by NABARD were circulated through the Agenda Booklet to all the Member Banks by SLBC and the concerned were requested to take necessary action on those issues.

Table Agenda

Amendments made in SARFAESI Act, 2002 in the year 2012 – (1) large number of pending cases with various District Magistrates, and (2) to delegate their power to any officer subordinate to them

SLBC has received a copy of letter D No. 02/04/2014-REC dated 06th June 2014 from Department of Financial Services, Ministry of Finance, Govt. of India addressed to the Chief Secretary, Govt. of Gujarat which refers to the DFS letter F.No.3/1/2011 dtd. 8.2.2013 regarding the changes made in SARFAESI Act, 2002 by the enforcement of Security Interest and Recovery of Debt Laws (Amendment) Act, 2012 (1 of 2013). The amendments have been made to streamline the process of disposal of cases filed by Banks before Chief Metropolitan Magistrate (CMM) / District Magistrate (DM). The Section 14 of the Act now provides that on filing of an affidavit by the authorized officer of the Bank / FI, the DM / CMM may pass suitable order for taking possession of the secured asset by the Bank / FI. It also permits DMs / CMMs to delegate their powers to any officer subordinate to them. It has come to the notice of DFS, MoF, GoI that inspite of changes brought out in SARFAESI Act, 2002, there are still a large number of cases pending with various DMs / CMMs in the country.

It was, therefore, requested to issue suitable directions to DMs for proactive disposal of the applications filed by the Secured Creditors under Section . 14 of SARFAESI Act, 2002 and for providing all necessary assistance to Banks / FIs in taking physical possession of stressed assets under the provisions of SARFAESI Act, 2002.

Shri Rajkumar advised SLBC to take up the issue with Finance Department, Govt. of Gujarat.

(Action : SLBC)

Implementation of Crop Insurance Scheme of Govt. of India

AIC of India Ltd., vide letter dated 01.05.2014 addressed to Chairman & Managing Director, Dena Bank on implementation of Crop Insurance Scheme of Govt. of India have informed regarding important change i.e. introduction of National Crop Insurance Programme (NCIP) effective from 1st November, 2013 consequent to the withdrawal of National Agriculture Insurance Scheme (NAIS).

In this regard, please refer to circular No.13015/02/2012-Credit-II dtd. 1.11.2013 issued by Department of Agriculture & Co-operation, Ministry of Agriculture, Govt. of India whereby all the States / UTs are requested to take necessary action urgently and issue appropriate instructions to all concerned departments / agencies at State level.

In view of the above and ongoing Kharif Crop loan season and in absence of existing NAIS Scheme and in absence of any communication from the State Govt., SLBC receives queries from Member Banks as well as Financing Institutions regarding implementation of crop insurance scheme for the year 2014-15.

Shri Rajkumar informed that the matter has been taken up with Central Govt. and communication is yet to be received.

Presentation of award to 3 best performing Banks under PMEGP for the Financial Year 2013-14 by KVIC

KVIC vide its letter dtd. 23rd June, 2014 has informed that the State of Gujarat has been continuously achieving 100% achievement under PMEGP. For the year 2013-14 too, the State has crossed the target for which KVIC expresses thanks to all the Banks and the State Govt. as per the decision taken in the meeting held at RBI, Ahmedabad on 19th June, 2014, KVIC intends to give away awards to the three best performing Banks at the hands of the Chairman of SLBC.

First of all Shri S.G Hedao, State Director, KVIC thanked to Mrs. Trishna Ghua, Executive Director and Chairman SLBC for giving weightage to PMEGP scheme during her opening remarks and also thanked to all Bankers, implementing agencies, Govt. of Gujarat, LDMs for giving their support for achieving the 100% targets during the year 2013-14 (i.e. Rs.44.3 crores). The State Director, KVIC gave special thanks to SLBC and RBI for their guidance and support for achieving the allocated targets under PMEGP.

He informed the house that Guajrat State has received a target of 3988 applications involving margin money subsidy amounting to Rs. 50.44 crores for the current financial year 2014-15, he further informed that the Districtwise, Agencywise targets has already been sent to all LDMs of Gujarat State by SLBC and the State Office KVIC vide letter dated 06.06.2014 and 11.06.2014 respectively. The SLBC approved proposed targets as requested.

He informed the house that as per the instructions received from the Ministry of MSME, Govt. of India / KVIC head quarter 60% targets has to be achieved within 100 days i.e. up to September 2014 and to achieve the same, it has been advised that all applications forwarded during the previous year i.e. 2013-14 and lying pending with the Financing Bank for sanction may be carried forward in the current financial year and to be disposed off expeditiously. Further, the applications received during the year 2013-14 but, not forwarded to DTFC / Banks should also be considered on merit basis for achieving the targets of 2014-15 within the stipulated period. He further informed the house that out of the total 1716 applications involving margin money subsidy amounting to Rs. 70.00 crores were forwarded to the Financing Bank during the financial year 2013-14 are still pending for consideration. After detailed discussion the house was of the opinion that no Bank Branches returned the applications to the implementing agencies for clarification to consider the same in the current financial year and it should be considered on priority. Hence, no application has to be returned to the implementing agencies. He requested all the Head of Banks to advise Financing Bank Branch under their jurisdiction to sanction pending applications invariably by the end of Sept. 2014.

He requested all the head of the Banks to advise their Financing Bank Branches for updating the PMEGP applications in the E-tracking system of KVIC.

He also informed the house that as per the decision taken in the meeting of Controlling Head of Banks which was held on 19.06.2014 at RBI under the Chairmanship of Regional Director, KVIC wants to honour the 3 Best performing Banks which have extended their full supports in achieving the 100% target during the year 2013-14. The Member Convenor has requested the State Director to announce the name of the

Banks and accordingly State Director informed the house that the below mentioned Banks are stands :

1) Bank of India	-	Third Position
2) Dena Bank	-	Second Position
3) Bank of Baroda	-	First Position

State Office KVIC honoured the representative of the said banks by offering Flower Bouquet, Memento, and Certificate.

Collection of sectorwise disbursement under Agriculture Sector suggested by NABARD for review purpose in SLBC meetings.

In order to have more analytical and meaningful and follow-up in sectorwise disbursement under Agriculture Sector, NABARD has suggested to collect granular data and put up the same in SLBC meetings.

The House approved the same and advised SLBC to collect granular data as per the format provided by NABARD and place the said data for review from next SLBC meeting onwards.

(Action : SLBC)

The meeting ended with vote of thanks presented by Shri Ravi Prakash, General Manager, State Bank of India.

**LIST OF PARTICIPANTS OF THE 141ST STATE LEVEL REVIEW MEETING (SLRM)
MEETING HELD ON 26th JUNE, 2014 AT DENA BANK, ASHRAM ROAD, AHMEDABAD TO
REVIEW THE PROGRESS FOR THE YEAR ENDED MARCH, 2014**

Sr. No.	Name S/Shri/Smt.	Designation	Institution
1.	Smt. Trishna Guha	Chairperson, SLBC & Executive Director	Dena Bank
2.	Dr. Varesh Sinha, IAS	Chief Secretary	Govt. Of Gujarat
3.	Smt. Anna Roy, IAS	Director	Dept. Of Financial Services, Ministry of Finance, Govt. of India
4.	Raj Kumar, IAS	Principal Secretary	Agriculture & Co-op. Deptt., GoG
5.	Dr. V. Thiruppugazh, IAS	Commissioner & Secretary	Rural Devp. Deptt., GoG
6.	C.V. Som, IAS	Commissioner & Secretary	Bureau of Public Enterprise, FD, GoG
7.	Smt. Sonal Mishra, IAS	Commissioner	Employment Training Deptt., GoG
8.	P.C. Sahoo	Regional Director	Reserve Bank of India
9.	M.K. Mudgal	CGM	NABARD
10.	K.C. Chhipa	FGM(Guj) & Convenor . SLBC (Designate)	Dena Bank
11.	Ravi Prakash	General Manager	State Bank of India
12.	R.N. Das	General Manager	Dena Bank, HO, Mumbai
13.	H.S. Shah	Dy. General Manager, NGZ	Bank of Baroda

GOVT.

14.	A.J. Shah, IAS	MD	Gujarat Livelihood Promotion Co. (GLPC) Ltd.
15.	B.S. Shekhavat	Advisor	Gujarat Livelihood Promotion Co. (GLPC) Ltd.
16.	R.N. Rawal	DCI	IC Office, GoG
17.	R.K. Patel	Secretary	Gujarat Rural Hsg. Board
18.	M J Mehta	Dy. Director	CCI
19.	J L Patel	Jt. Director	CCI
20.	J M Katara	Jt. Registrar, Co-op.	Commissioner, Co-op. GoG
21.	Sanjay Gittedao	Director	KVIC
22.	Vijendra Singh	Nodal Officer	KVIC
23.	A C Jani	PMEGP	KVIC
24.	Ashwin Barot	Publicity	KVIC
25.	Dr. R.D. Upadhyaya	Addl. Director	Animal Husbandry Deptt., GoG
26.	Ajay Rathour	ADO	KVIC
27.	Parag Jain	ADO	KVIC
28.	S.K. Makwana	Consultant	Indext-C
29.	R.N. Nayak	OS	Suptd. of stamps, GoG
30.	Hitesh Batra	AO	GHB
31.	B.C. Danak	FA&CAO&AO	Affordable Hsg. Mission
32.	B.G. Gandhari	RM	GSCDC
33.	D.M. Makwana	Dy. Director	Cottage Inds., GoG

BANKS			
34.	Samir Majumdar	GM	Oriental Bank of Commerce
35.	H.L. Rawal	GM	Union Bank of India
36.	P J Lal	GM	Union Bank of India
37.	H.C. Jadeja	DGM - SLBC	Dena Bank
38.	P K Mohanty	DGM	Central Bank of India
39.	Ramesh Bansal	ZM, Ahmedabad Zone	Dena Bank
40.	Motilal Purohit	DGM	State Bank of India
41.	Varsha Mondkar	DGM	State Bank of India
42.	G K Paneri	Chairman	Dena Gujarat Gramin Bank
43.	K.P. Singh	Chairman	Baroda Gujarat Gramin Bank
44.	Sunil Shah	AGM	State Bank of India
45.	P.C. Kalaria	AGM	State Bank of India
46.	S.Sirsi	CM (Rural)	Bank of India
47.	T. Sudhakar	DGM	Bank of India
48.	M.C. Verghese	AGM	Bank of Baroda
49.	P K Kanani	SM	Bank of Baroda
50.	M. Das	DGM	Allahabad Bank
51.	S.K. Sharma	AGM	Allahabad Bank
52.	Amrish Engineer	Officer	Allahabad Bank
53.	N K Paul	AGM	Federal Bank
54.	P H Vora	CEO	GSCB
55.	V D Dhami	SM	GSCB
56.	Dhanesh Chandiramani	Manager	SB of Patiala
57.	Abinash Kumar	SM	Bank of Baroda
58.	Paresh Khatri	Asst, Manager	SB of Hyderabad
59.	R P Sivaram	AGM	Corporation Bank
60.	Bharti Patel	Asst. Manager	Corporation Bank
61.	G. Malleswara Rao	DGM	Andhra Bank
62.	Neelam Gupta	AGM	IDBI Bank
63.	Sarina Dias	DGM	IDBI Bank
64.	K R Khadatare	DGM	IDBI Bank
65.	A. Srinivas	DGM	Canara Bank
66.	S. Roy	AGM	Canara Bank
67.	Ajay Gupta	Asst. Executive	J&K Bank
68.	D G Purohit	Officer	GSCARDB
69.	Pradip D Mopkar	DGM	Indian Bank
70.	J D Singh	CM	Indian Bank
71.	Kamal Kapadia	RD Manager	Central Bank of India
72.	O.P. Tripathi	SM	ICICI Bank
73.	Mithilesh Jha	RM	ICICI Bank
74.	Raghvan Eyer	Officer	City Union Bank
75.	Pratap S Ray	DGM	Vijaya Bank
76.	Girish Shetty	Senior Bank	Vijaya Bank
77.	Lalit Pareek	Zonal Head	HDFC Bank
78.	Thomson Jose	Zonal Head	HDFC Bank
79.	Alpa Kothari	Asst. VP	HDFC Bank

80.	R. Varadharajan	DVP	HDFC Bank
81.	Dharmesh V Shah	VP	Ratnakar Bank
82.	Anish Nair	Branch Head	Ratnakar Bank
83.	K Ramesh	DGM	South Indian Bank
84.	I P Sahoo	AM	Karnataka Bank
85.	J D Priyadarshi	CM	Saurashtra Gramin Bank
86.	Rana Prahlad H	Dy. Manager	SB of Travancore
87.	Dipak K Gupta	AM	Syndicate Bank
88.	K. Rao	AGM	Syndicate Bank
89.	Vipul Sodha	AVP	AXIS Bank
90.	Heta Thakkar	DM	AXIS Bank
91.	N. Kanzavia	Nodal Officer	Punjab & Sind Bank
92.	M. Javedkar	RH OPS	Indusind Bank
93.	Sanjay Chaudhary	DGM	United Bank of India
94.	Yogesh Prajapati	Manager	Dhanlaxmi Bank
95.	Ashok B Chauhan	SM	Punjab National Bank
96.	Atul Patni	CM	Punjab National Bank
97.	T H Madko	CM	Indian Overseas Bank
98.	T. Ramanaiah	AGM	Indian Overseas Bank
99.	Ram D	CM	SGZ, Bank of Baroda
100.	P A Patel	SM - SLBC	DenaBank
101.	B M Patel	SM - SLBC	DenaBank
102.	Sangita Kumari	Manager - SLBC	DenaBank

LDMs

103.	N K Dhodia	Tapi	BoB
104.	R.P. Laddha	Bharuch	BoB
105.	P. F. Barot	Narmada	BoB
106.	P.R. Sharma	Panchmahals	BoB
107.	Mukund H Rawal	Valsad	BoB
108.	M.R. Thakar	Kheda	BoB
109.	Mukesh Sharma	Anand	BoB
110.	R B Muniya	Dahod	BoB
111.	Atul J Vora	Surat	BoB
112.	P.V. Arvadia	Navsari	BoB
113.	Navendu Kumar	Vadodara	BoB
114.	R.K. Nathani	Mahisagar	BoB
115.	K.C. Pathak	Chhota Udepur	BoB
116.	Babulal Gupta	Dangs	BoB
117.	B N Prajapati	Patan	Dena Bank
118.	J R Patel	Mehsana	Dena Bank
119.	Kalpesh V Shah	Ahmedabad	Dena Bank
120.	I.C. Gatiala	Banaskantha	Dena Bank
121.	A.P. Purohit	Gandhinagar	Dena Bank
122.	D D Rathod	Sabarkantha	Dena Bank
123.	Nitin Solia	Kutch	Dena Bank
124.	J P Oza	Devbhoomi Dwarka	Dena Bank
125.	Abhishek Bhandari	Aravalli	Dena Bank
126.	P.V. Mehta	Botad	Dena Bank
127.	B.L. Jatolia	Amreli	SBI

128.	R.A. Acharya	Surendramagar	SBI
129.	R.K. Bhatt	Rajkot	SBI
130.	M M Dave	Jamnagar	SBI
131.	K.R. Rawal	Porbandar	SBI
132.	J.J. Makwana	Bhavnagar	SBI
133.	D D Yadav	Junagadh	SBI
134.	Suresh Chauhan	Morbi	SBI
135.	N.R. Makwana	Gir Somnath	SBI

INSURANCE COMPANIES

136.	Nitin Loya	AM	LIC of India
137.	D.G. Halve	DGM	AIC of India
138.	M.R. Makwana	Manager	AIC of India
139.	Narendra M Kaushal	DM	National Insurance Co.
140.	Samiksha Chaudhary	AO	Oriental Insurance Co.
141.	Kamal Gattani	AM	New India Assurance Co.

RBI /NABARD/SIDBI/NHB

142.	Mala Sinha	GM, RPCD	RBI
143.	Rajesh Surti	DGM, RPBD	RBI
144.	Alok Ekka	AGM, RPCD	RBI
145.	Ashwin R Shah	AGM, RPCD	RBI
146.	Y.S. Chavan	AGM	RBI
147.	N.C. Pradhan	AGM	RBI
148.	K H Pandit	AGM	RBI
149.	Shishir K Mishra	AGM	RBI
150.	R.C. Garg	AGM	RBI
151.	K. Mathur	Manager	RBI
152.	Ashish Gupta	Manager	RBI
153.	S.A. Dave	Officer	RBI
154.	Dr. Dhirendra Kumar	DGM	NABARD
155.	Ashwani Kumar	DGM	NABARD
156.	S.T. Ravikumar	DGM	NABARD
157.	A.N. Dighe	Manager	NABARD
158.	Rekha Surti	RRR	NHB
159.	Hema Iyengar	AGM	SIDBI
