

Table Agenda : 134th SLBC Meeting

Table Agenda No.1

RBI Master Circular on Natural Calamity dtd. 2nd July, 2012 - Implementation thereof

Subsequent to the directives received from Ministry of Finance, Govt. of India and announcement of drought / scarcity in certain blocks / district of the State by the State Govt., SLBC convened a meeting of Sub-Committee of SLBC on 21st August, 2012 to discuss the relief measures for implementation in scarcity affected areas within the extant guidelines of RBI Master Circular dtd. 2nd July, 2012. Further, as decided in the meeting of Sub-Committee of SLBC held on 21st August, 2012, a Sub-Group of SLBC in its meeting held on 29th August, 2012 finalized a %urchase of Fodder Loan+Scheme for implementation in 92 blocks of 13 districts declared as scarcity affected areas by State Govt. in its GR dtd. 17th August, 2012.

Now, due to the improved rainfall beyond 150 mm in many of the 92 blocks / 13 districts, SLBC receives queries from various Member Banks / LDMs of these districts seeking guidance.

The House is requested to deliberate on the matter.

Table Agenda No.2

Interest Subsidy Scheme for SHGs by Gujarat Livelihood Promotion Co. (GLPC)

Interest Subsidy Scheme for Women SHGs was discussed in 133rd SLBC meeting held on 24.05.2012.

Now, GLPC vide their letter dtd.22.08.2012 informed that they have finalized the formats and guidelines for the implementation of the Scheme and desired to present the same through PPT in the House.

The representative from GLPC is requested to present PPT on the Scheme.

Table Agenda No.3

NABARD vide its e-mail dtd. 14th September, 2012 has sponsored following agenda items for discussion in 134th SLBC meeting.

Item No.(i)

Swarojgar Credit Card Scheme (SCC Scheme) was introduced in September 2003 consequent upon the announcement made by Honorable Prime Minister in his Independent Day Speech on 15 August 2003. SCC Scheme aims at providing adequate

and timely credit i.e. working capital or block capital or both to small artisans, handloom weavers, service sector, fishermen, self employed persons, rickshaw owners, other micro-entrepreneurs, SHGs, etc from the banking system in a flexible, hassle free and cost effective manner.

The credit facility extended under the Scheme is in the nature of a composite loan including term loan / cash credit or both up to Rs. 25,000/ per borrower. This is indicative. Banks may consider higher limits on the merits of the case. A component for consumption credit could be built in keeping in view the value of the family labour in the productive activity. Security, Margin, Rate of interest and Prudential norms are applicable as per RBI/NABARD norms.

Beneficiaries under the scheme would automatically be covered under the group insurance scheme and the premium would be shared by the bank and the borrower equally.

NABARD refinance will be provided for advances under SCC Scheme to eligible banks against their landings to the borrowers in rural areas as per norms under the Enterprise Loan Scheme.

Review of progress under Swarojgar Credit Card (SCC) for 2011-12 and allocation of targets under SCC for the year 2012-13.

Name of the major banks	Target for the year 2011-12	No. of cards issued during 2011-12	Allocation of target for the year 2012-13
Commercial Banks			
Syndicate Bank	50	0	30
Dena Bank	250	0	150
Indian Bank	10	105	10
Vijaya Bank	10	0	10
Bank of Baroda	2,000	201	1,400
Central Bank	100	9	70
Indian Overseas Bank	10	0	10
Punjab National Bank	10	0	10
Corporation Bank	10	0	10
Union Bank of India	10	0	10
State Bank of India	1,500	34	1,050
Bank of India	1,000	4	700
Oriental Bank of Commerce	10	0	10
Canara Bank	10	0	10
Bank of Maharashtra	10	0	10
Corporation Bank	10	6	10
Sub Total of cards	5,000	359	3,500

Regional Rural Bank			
Baroda Gujarat Gramin Bank	800	585	1,000
Dena Gujarat Gramin Bank	200	20	500
Saurashtra Gujarat Gramin Bank	1,000	734	1,000
Sub Total of cards	2,000	1,339	2,500
CCBs			
Amreli CCB		37	150
Rajkot CCB		20	150
Sabarkantha CCB		1,684	2,500
Banaskantha CCB		3	100
Bhavnagar CCB		2	100
Surat CCB		11	100
Mehsana CCB		0	100
Kodinar CCB		540	800
Sub Total of Cards	3,000	2,297	4,000
TOTAL NO. OF CARDS	10,000	3,995	10,000

Item No.(ii)

Revival Restructuring and Rehabilitation of Handloom Package – As decided in the 5th National Implementation, Monitoring & Review Committee meeting, all claims towards individual loan waiver, duly recommended by State Implementation Monitoring & Review Committee should be submitted by **30th September 2012** and after that no claims would be considered. Also fresh loans by bank are a necessary precondition under the package. NIMRC has also advised that the issue of fresh loans by banks may be monitored by Block, District and State level forums (BLBC, DCC/DLRC and SLBC)

Till date we have received claims for individual borrowers from three banks-

- a) SBI, Mojidad Branch, Surendranagar - Rs. 6,67,701/-
- b) Saurashtra Garmin Bank - Rs. 31,13,656/-
- c) Dena Bank - Rs. 1,72,991/-

SGB has submitted their claim in revised format along with Statutory Auditor's certificate. SBI and Dena Bank may be requested to submit claims in the revised format along with Statutory Auditor's certificate, immediately for presenting before SIMRC. Other major banks viz: BOB, Central Bank have advised that there are no eligible accounts with them.

Item No.(iii)

Weavers' Credit Card – SLBC, Gujarat was requested to furnish the information on monthly physical and financial progress in respect of Weavers Credit Card in the state

from June 2012 onwards every month to NABARD so that it may be consolidated and forwarded to Gol. The information received is incomplete/ partial. SLBC is, therefore, once again requested to obtain the data from Banks and furnish information on a monthly basis as per the format given below:

Progress under the scheme for Issuance of Weaver credit Card (WCC)

Name of the State: Gujarat

Month:(to be submitted by 15th of next month to which it relates)

Annual Target (2012-13) for WCC: 1000

S.No	Name of the Bank	No. of Appl. Recd in Credit Camps (\$)	No of Appl. Recd by banks for financing	No of WCC issued by the end of the month	Amt of CCL sanctioned by the end of the month	No. of Active WCC by the end of the month (\$\$)	Amt disbursed by the end of the month	Amt. Of margin Money Sanct. By the end of the month	Amt. Of Int Subsidy received from Gol through NABARD by the end of the month
1									
2									
3									
4									
	Total								

(\$) consolidated information to be sourced from Directorate of Handloom & Textiles
 (\$\$) Active WCC implies where disbursements have been made by the Banks

As regards issuance of Artisans Credit Card, we have received a communication from Commissioner & Secretary, Cottage & Rural Industries, Govt. of Gujarat that out of 75279 applications sponsored to various Banks, only 1318 applications amounting to Rs.4.19 crores have been sanctioned by the Banks and 62,272 applications are still pending which require to be disposed off by the concerned Bank branches. Bankwise / district wise details will be sent separately by SLBC.

Controlling Heads of these Banks are requested to see that these applications are disposed off in a time bound manner.

Item No.(iv)

**Financing of Emu farms under Poultry
Venture Capital Fund (Subsidy) scheme**

Financing of emu farms is an eligible activity for subsidy under the Poultry Venture Capital Fund (subsidy) scheme. However, in view of the recent adverse reports on this activity appearing in the media, banks may exercise due caution while extending finance to this sector.

Item No.(v)

**Artificial Recharge of Ground Water through Dug Wells Submission of utilisation
certificate by Banks**

Subsidy amounts under the above scheme were released by NABARD to various banks during the years 2008-09 and 2009-2010. Banks have been requested on several occasions to submit utilization certificates in respect of the amounts remitted to them. However, 24 banks have neither submitted the utilization certificate till date nor refunded the unutilized subsidy amount, if any. Since this is a subsidy scheme of the Govt. of India, NABARD is required to provide data on the scheme to them. The defaulting banks are, therefore, requested to urgently furnish the utilization certificates / refund the unutilized subsidy, if any, under the scheme.

Table Agenda No.4

Unit Cost for Dairy Animals, Farm Mechanisation, Plantation & Horticulture

The above items as received from NABARD vide its e-mail dtd. 14.8.2012 has been placed as agenda item no.3.6 (B) in 134th SLBC Agenda Booklet.

Now, NABARD vide its e-mail dtd.13th September, 2012 has advised that in continuation to their e-mail dtd.14th August, 2012 forwarding therewith the unit cost for Dairy animals, Farm Mechanization and Plantation and Horticulture, the units costs for Minor Irrigation activities, Land Development and Fisheries Sector have since been finalized and same may be included as agenda. The final unit costs received are enclosed as Annexure to Table Agenda No.4 – 134th SLBC is enclosed.

The Member Banks are requested to take note of the same while financing for the abovementioned activities.

Table Agenda No.5

Education Loan Scheme

SLBC has received communication from Director (CP), Ministry of Finance, Department of Financial Services, Govt. of India that during the course of Review meeting of Public Sector Banks with the Hon'ble Union Finance Minister on 18th August, 2012, following concerns were expressed:

- I) Inordinate delay in the decision on Education loan applications.
- II) Applications being rejected at the initial stage and being approved subsequently on representations.
- III) Absence or ineffectiveness of the Grievances Redressal Mechanism.
- IV) Sanction of loan under vocational courses has not been adequately popularized.

Following Action points are suggested

- i) To confirm whether suitable instructions have been issued to branches – regarding disposal of applications.
- ii) To confirm that loans for vocational courses are being adequately popularized.
- iii) To put in place a common grievance redressal mechanism at the Branch Zonal as well as Head Office level where concerned persons may approach in respect of any grievances relating to Education loan.
- iv) To give wide publicity of grievances redressal mechanism.
