

**State Level Bankers' Committee, Tamil Nadu**

**Convenor: Indian Overseas Bank**

**Minutes of the 148<sup>th</sup> Meetings of SLBC**

**Held on 16.12.2016**

The 148<sup>th</sup> meeting of SLBC, Tamil Nadu was held at Chennai on 16<sup>th</sup> December, 2016. List of participants is furnished in the Annexure. The meeting was chaired by Shri.R.Subramania Kumar, ED with Addl.charge, MD & CEO, Indian Overseas Bank.

**Welcome Address:-**

Shri.M.M.Sarangi, General Manager, Indian Overseas Bank and Convenor, SLBC, Tamil Nadu, welcomed the participants to the 148<sup>th</sup> meeting of SLBC, Tamil Nadu. He has highlighted the various special SLBC meetings and Sub committee meetings organised by SLBC after the 147<sup>th</sup> meeting.

He briefed the forum about the PMFBY notification issued by Government of Tamil Nadu for Rabi season 2016. He informed that the notification has already been circulated to all the member banks. He appealed to the member banks to advise all their branches in the State to ensure that all loans extended for cultivation of the notified crops in the notified areas are covered under PMFBY.

Convenor, SLBC requested the Public sector Banks to advise their branches to participate actively in disbursement of MUDRA loans and achieve the annual target given by Government of India.

He informed the forum that Ministry of Finance, Government of India has launched a special campaign for opening of Bank accounts on demand in a challenge mode. The information has been circulated to all the member banks and LDMS for organising special camps for the purpose. SLBC has also conducted a special meeting to discuss the modalities of the campaign.

Convenor, SLBC informed the forum that Government of India has also launched a special campaign for AADHAAR seeding of PMJDY, MGNREGS and other accounts, distribution of RuPay cards, activation of RuPay cards and fresh AADHAAR enrolments. SLBC convened a special meeting and held discussion with the State Government.

Special camps were organised between 28.11.2016 to 02.12.2016 in all the districts by TNCDW in coordination with LDMS and district administration. Similarly special camps were organised for opening of accounts of unorganised workers in Coordination with Labour department.

### Inaugural Address:-

Shri.R.Subramania Kumar, ED with Addl.charge, MD & CEO, Indian Overseas Bank and Chairman of SLBC, Tamil Nadu welcomed the participants in his inaugural address, and informed the forum that the performance of the half year ended September 2016 was to be reviewed in the 148<sup>th</sup> meeting of SLBC.

Chairman, SLBC appreciated the good performance by banks under various parameters of Annual Credit Plan and also under various Government sponsored schemes. State has recorded good CD ratio, Agriculture Credit percentage and priority credit percentage.

Chairman, SLBC complimented the banking community for having worked beyond the call of duty during demonetisation. True to their tradition, they rose upto the occasion.

Chairman, SLBC listed the performance highlights of the banks in Tamil Nadu during the second quarter of 2016-17:

1. CD ratio of the State continues to be above 100 percent. The present level is **111.45%**.
2. Deposits have increased by **8.67 percent** (Year on Year).
3. Credit has grown by **6.47 percent** (Year on Year).
4. Priority Credit stands at **45.36 percent** (against the norm of 40%)
5. Agricultural Advance stands at **19.40 percent** (against the norm of 18%)

Chairman, SLBC informed the forum that banks have achieved 97 % of the proportionate target under Annual Credit Plan 2016-17 during the first half year under select parameters. He also informed the forum that banks have achieved 103 % under Farm sector, 98 % under MSME, 76, 90, 96 % under Education, Housing & Others respectively. He advised the member banks to endeavour to reach 100 % under each sector.

Chairman, SLBC indicated that the performance under Renewable Energy is not up to the mark and requested the member banks to concentrate more on this area.

### **Financial Inclusion:**

Chairman, SLBC expressed his concern that performance under AADHAAR seeding is not as expected and needs improvement. He advised that 6592 special camps were organised throughout Tamil Nadu for AADHAAR seeding by TNCDW in coordination with Lead District Managers from 29.11.2016 to 02.12.2016. Special camps were also organised for opening of bank accounts of unorganised sector enabling them to adopt digital payment way. Chairman, SLBC requested the member banks to instruct their branches in Tamil Nadu to complete AADHAAR seeding immediately for the accounts where consent forms have been collected during the campaign and handed over to them. He thanked the Principal Secretary, Rural Development and Panchayat Raj, Government of Tamil Nadu who is also the State Mission Director of PMJDY for having extended all support to SLBC and member banks in organising the special camps and achieving significant progress in AADHAAR seeding.

### **Agriculture**

Chairman, SLBC informed that Agriculture continues to be the main focus area despite the failure of monsoon. He requested the member banks to extend more help to farmers than what is done regularly. He also advised the member banks to increase the credit flow to investment credit in agriculture.

He has informed the forum that Government of India has allotted a target of Rs. 78540 Crores disbursement under Agricultural Credit for the State of Tamil Nadu during 2016-17. He advised the member banks to draw concrete plans to achieve the target.

### **MSME:**

Chairman, SLBC informed the forum that though the banks in the State are actively participating in implementation of MUDRA. However he expressed concern over the high level of NPA of 8.15%. He requested the State

Government to take up this issue through their forum and lend a helping hand to the banks in recovery of NPA. Unless the funds are recycled, banks will be constrained to lend more to this sector.

### **Educational Loans:-**

Chairman, SLBC advised the member banks to take active part in helping the deserving students. Tamil Nadu continues to be the first among the States having sanctioned and disbursed maximum Educational Loans. The percentage of NPA continues to be high at 16.50 % and this issue should be discussed in a separate forum.

### **Stand up India Scheme:-**

Chairman, SLBC advised the forum that Government of India's flagship scheme of "Stand up India" needs more focus and attention to achieve the target. The scheme intends to support one SC/ST borrower and one woman borrower per branch. There are certain subsidy linked schemes like PMEGP, UYEGP, NEEDS & TAHDCO which can be dovetailed with "Stand up India" scheme.

Before concluding his speech, Chairman SLBC once again congratulated the bankers for their good support under various parameters and various schemes. He also thanked the Central and State Governments, RBI and NABARD, for their good support and guidance extended to SLBC at the State level and to the LDMS at the district level.

### **Keynote Address:-**

**Shri.K.Shanmugam, I.A.S., Additional Chief Secretary (Finance)  
Government of Tamil Nadu observed the following in his keynote address:-**

1. So many new things are happening in the banking and financial sector. Everyday new schemes are being brought out by the Government.
2. Government of India has given a big push towards Financial Inclusion.
3. Though the matter has been discussed for a long time still there are certain gaps unfilled. There are people who remain without a bank account even today.

4. The District Collectors have been advised by the Government to coordinate with banks in opening of the accounts to seed AADHAAR numbers, distribute RuPay cards, PIN numbers, activate RuPay cards etc.
5. When the social security programmes were reviewed recently, it was observed that nearly 50000 beneficiaries are yet to open bank accounts. The Commissioner, Revenue Administration has been advised to verify the beneficiaries and arrange to open bank accounts for those who are available.
6. The wages for the Tea Plantation workers in Valparai has not been paid during last month due to cash crisis. The workers are to be opened with bank accounts so that their wages can be credited to their accounts.
7. The Coimbatore District Collector is convening a meeting on 17<sup>th</sup> December to discuss this issue. The bankers are requested to act in Coordination with district administration and ensure that these Plantation workers are provided with bank accounts at the earliest.
8. ATMs, Mobile ATMs or Bank Mitras can be engaged in sufficient numbers, so that the workers can operate their accounts without any problems.

**Smt.Arundhati Mech, Regional Director incharge, Reserve Bank of India in her special address observed the following:**

1. The bankers in Tamil Nadu are managing the demonetisation issue very well. There is no problem in any part of the State.
2. RBI has provided Rs.10 Crores to Government of Tamil Nadu as per their request to pay the labourers engaged in cyclone relief work.
3. There are no much changes in the monetary policy except for the Repo rate adjustment facility. CRR is kept unchanged.
4. There is a target of 926 locations with population more than 5000 where bank branches are to be opened. The villages have already been allotted to banks. However only 39 branches have been opened so far which is a very small number.
5. The need of a bank branch is more felt now as all transactions tend to go digital.
6. The member banks should take the issue seriously and should complete opening of the branches at all the identified locations before 31.03.2017 as per the circular.

**Shri.S.N.A.Jinnah, Chief General Manager, NABARD in his special address observed the following:**

1. The bankers are doing a very good work in the demonetisation crisis. The State Police has also done a remarkable job in controlling the situation and providing support to the bankers.
2. To tide over the failed Kharif situation in the Cauvery delta, the bankers have to take up the challenge.
3. Reserve Bank of India is requested to ensure uninterrupted supply of cash to Co-operative Banks in the State for issuing loans to farmers during this Rabi season.
4. The overall ground level credit extended by RRBs and Cooperative banks is almost equal when compared with the same period last year.
5. This achievement is appreciable taking into account the waiver of Co-op loans etc.
6. NABARD is extending refinance @4.5% for crop loans and @5.5% for term loans.
7. The chip based RuPay KCC cards are to be issued for all KCC loans, 80% cost of which will be borne by NABARD. POS machines for tier 5 & 6 cities will be funded by NABARD under Financial Inclusion fund.
8. The fund assistance for POS machines will be initially available for Commercial banks.
9. Based on the learning from the experiences of Sweden, Venezuela on demonetisation we should have a robust business continuity plan in place.
10. Congratulations and appreciations once again to all the bankers in the State and the State Police.

Shri.M.M.Sarangi, General Manager, Convenor, SLBC took up the review of the agenda items:

Action taken report for the action points of 147<sup>th</sup> SLBC meeting:-

1. RBI - Credit Flow to MSME clusters:-

Convenor, SLBC informed the forum that as advised by RBI there are nearly 177 MSME clusters in the State, which are unorganised. There is a need for skill development/enhancement of the MSME clusters through RSETIs. RBI also advised each RSETI to adopt one cluster nearer to them for this purpose. He advised the 4 sponsor banks of RSETIs to identify one cluster for each RSETI and advise SLBC for sending a report to RBI.

**Action: IOB/SBI/Indian Bank/Canara Bank**

2. Roadmap for opening brick and mortar branches in villages with population more than 5000, without a bank branch of a scheduled commercial bank :

Convenor, SLBC informed the forum that 926 locations have been identified by SLBC for opening of brick & mortar branches and were allotted to member banks. But banks have so far opened branches only in 39 locations despite the lapse of 9 months time. As the time available is only 3 months member banks should act immediately and complete opening of branches before 31.03.2017

Chairman SLBC advised that banks must avoid postponement of branch opening to the last quarter as many other works are usually bundled during that time. He also advised that if banks have any genuine issues, they may take up with their respective head offices.

Deputy Secretary, DFS requested the member banks to come out with the reasons, if any for the poor performance in opening of branches as mandated by RBI.

DGM of SBI, informed that the report of the internal working group of RBI dt.06.10.2016 recommended that the definition of opening of branches should cover also banking outlets like any manned service points opened for 4 hours

daily for 5 days in a week. He also said that SBI has written a letter to SLBC in this regard.

He represented that this definition should be considered and all the CSP/BC outlets should be considered as opening of banking outlets.

General Manager, FIDD, RBI , Chennai clarified that the report referred here is still in the consultative stage. Central office of RBI reiterated that opening of branches at the identified locations is mandatory. GM,FIDD also advised that branch opening should be completed before 31.03.2017

**Action: Member Banks**

### **3. Pradhan Mantri Fasal Bima Yojana :-**

Convenor, SLBC informed the forum that Government of Tamil Nadu has issued a notification for Rabi season 2016, which has been circulated to all member banks and was also uploaded in the SLBC website.

He advised the member banks to ensure that all crop loans extended to notified crops in the notified areas are covered compulsorily under PMFBY.

**Action: Member Banks**

### **4. DAY-NRLM - Community based recovery mechanism**

Convenor, SLBC informed that this issue was discussed in the last meeting also. All the banks were requested to utilise the services of the community based coordinators engaged by TNCDW for recovery of NPA accounts. Member banks may also decide on the commission to be paid for CBCs for recovery in consultation with their corporate offices.

**Action: Banks**

## **AGENDA No.1**

The forum confirmed the minutes of the 147<sup>th</sup> meeting of the State Level Bankers' Committee held on 23.09.2016.

## **AGENDA No.2**

### **Opening of bank accounts for migrant/unorganised sector labourers:**

Convenor, SLBC informed the forum that DFS convened a special VC meeting on 22.11.2016 to discuss the issue. Member banks were advised to open the accounts of unorganised sector labourers on a camp mode, wherever there is a concentration of such labourers, including textile sector, Tea Gardens, plantations etc. Camps were organised by State Government in nearly 7000 locations and the figures are very encouraging. Consent letters for AADHAAR seeding have been collected from more than 37.00 lacs MGNREGS workers.

Special camps were organised from 26.11.2016 at various parts of the State for opening of accounts of the unorganised sector workers. Member Banks were advised to continue opening of such accounts.

**Action: Banks**

## **Agenda No.3**

### **AADHAAR seeding / Distribution and activation of RuPay cards**

Convenor, SLBC informed the forum that 6952 camps were conducted by TNCDW in coordination with LDMS. Banks are still conducting camps for AADHAAR seeding and RuPay card activation/distribution. AADHAAR percentage in Tamil Nadu is still around 46 %

Convenor requested the member banks to complete the 100 % AADHAAR seeding by 31.03.2017 as per DFS instructions.

**Action: Banks**

## **Agenda No. 4**

### **Formation of Task Force on demonetization related issues:**

Convenor, SLBC informed the forum that immediately after the demonetisation, there has been a communication from DFS, to constitute a Task Force Committee with State Mission Director as the Chairman with the following members:

1. CGM BSNL or his representative, not below the rank of DGM
2. Chief Post Master General or his representative not below the rank of Director, Postal Services.
3. SLBC Convenor of the State
4. Zonal Heads of the banks in the State
5. Representative of Reserve Bank of India

The Committee was formed immediately as advised and the first meeting was held on 25.11.2016. The Task Force Committee is expected to review the position of AADHAAR seeding/RuPay Card distribution/ RuPay Card activation etc periodically.

**Action: Task Force Committee/Banks**

## **Agenda No.5**

### **AMI- Sub Scheme of ISAM- Stoppage of subsidy linked Term loans for new projects by financing institutions:**

Convenor, SLBC informed that the communication in this regard was received by SLBC only after the cut off date and requested NABARD to consider extension of time for the cut off date.

CGM, NABARD informed that it is a Government of India scheme and the guidelines of Government of India apply.

**Action: Banks**

## **Agenda No.6**

### **Request from Industry Associations to exempt MSMEs from SARFAESI Act, 2002:**

Convenor SLBC informed that various Industry Associations have requested Tamil Nadu Government to exempt MSMEs from recovery action under SARFAESI Act, 2002. He requested the forum to deliberate on this issue to enable SLBC to send a reply to the Additional Chief Secretary / Industries Commissioner and Director of Industries & Commerce , Tamil Nadu.

Convenor, SLBC further informed that the matter cannot be decided at the SLBC level and has to be referred to Government of India. A reply will be sent to the State Government after getting instructions from Government of India.

**Action: SLBC**

## **Agenda No.7**

### **National Urban Livelihood Mission (NULM)-SEP component:**

Convenor, SLBC informed the forum that at present NULM is administered by TNCDW. NULM has placed the draft format for availing financial assistance under SEP component for approval of SLBC. He advised the member banks to discuss the acceptability of the format provided by NULM and also to suggest modifications if any.

DGM, Tamil Nadu Mercantile Bank suggested that an additional column to be provided in the application itself to mention the existing liabilities of the group or the members if any with any other bank. Their outside liability may also be mentioned in the application. This information is required to be reported to credit information companies as per the recent guidelines of RBI.

Chairman SLBC suggested inclusion of AADHAAR number in the application. Chief Manager, Indian Bank suggested that parameters for appraisal of group loans can be incorporated in the application format as it was done in SGSY loans.

Forum approved the format subject to modifications suggested. The NULM representative was advised to carry out the modifications suggested and to send the revised format to SLBC for approval.

**Action: NULM**

### **AGENDA No: 8**

#### **Review of Banking Developments in Tamil Nadu in key parameters as of September, 2016:**

The forum noted that year on year incremental deposits & credit growth as of September, 2016 was 8.67 % and 6.47 % respectively over September 2015. The CD Ratio has slightly decreased from 113.75% as of September 2015 to 111.45 % as of September 2016. The share of Priority sector advances and agricultural advances was 45.36% & 19.40 % as against the national norm of 40% and 18% respectively. The forum also noted that the growth of the Housing is slightly reduced.

The forum also noted that the growth of Weaker Section advances over September 2015 is 6.37%.

The forum also noted that in Co-operative banks there is a reduction in CD Ratio from 101.99% as of September 2015 to 78.67 % as of September 2016. The main reason for reduction of CD ratio may be due to recent debt waiver scheme in Co operative banks in Tamil Nadu.

**Convenor SLBC advised all the member banks to submit the correct data on advances with data under newly included priority sectors namely Incremental Export credit, Renewable Energy, Social Infrastructure.**

**Action: Banks**

### **AGENDA No 9**

#### **Review of performance under Annual Credit Plan 2016-17 (April 2016 to September 2016):**

The forum took on record, the achievements from April 2016 to September 2016 under ACP 2016-17. The banks in Tamil Nadu have achieved 103% under

agriculture, 98 % under MSME, 76% under Education, 90% under housing, 109% under Export Credit, 31% under Renewable Energy, 65% under social Infrastructure, 96% under Other Priority Sector and 74 % under Non Priority Sector against the proportionate targets.

#### **AGENDA No. 10**

##### **Micro, Small and Medium Enterprises (MSME) sector:**

The Convenor, SLBC informed the forum that a sum of Rs 39918.28 crores was disbursed from April 2016 to September 2016 to Micro, Small and Medium Enterprises. The Convenor, also advised the member banks to improve their lending to Micro Sector.

**Action: Banks**

#### **AGENDA No. 11**

##### **Prime Minister's Employment Generation Programme (PMEGP):**

The Convenor, SLBC informed that banks in the State have disbursed 1176 projects with the margin money of Rs.31.64 crores and employment was generated for 12292 persons.

Representative from KVIC informed that the department has forwarded around 4600 applications to member banks through Online with margin Money worth of Rs 120 Crores. So far 155 applications have been sanctioned by member banks. He has also pointed out that Tamil Nadu is the first state to sanction the applications through Online.

Convenor SLBC advised member banks to sanction the pending loan applications under PMEGP scheme.

**Action: Banks**

#### **AGENDA No. 12**

##### **Setting up of Rural Self-Employment Training Institutes (RSETIs):**

Convenor, SLBC informed the forum that 31 RSETIs in Tamil Nadu have conducted 323 training programmes during April 2016 to September 2016, wherein 8877 persons were trained of which 4727 persons secured employment and 1210 persons have availed credit from banks to set up their own enterprises.

Convenor, SLBC advised all the sponsor banks to identify one cluster for each of their RSETI and advised the details to SLBC. CGM, NABARD advised the forum that all "AA" graded RSETIs are eligible to draw 50% reimbursement of the training expenses from Financial Inclusion Fund.

**Action: RSETIs/ Sponsor Banks of RSETI**

### **AGENDA No.13**

#### **Financial Literacy & Credit Counselling Centres (FLCCC):**

Convenor, SLBC informed the forum that 59 FLCCCs are functioning in the state and they have undertaken 536 Special Financial Literacy Camps from July 2016 to September 2016. FLCs in the state had organized 455 target specific camps in the state.

He has advised that as per recent guidelines of Reserve Bank of India, Banks should conduct more target specific camps and more number of outdoor literacy camps.

Convenor SLBC, requested all the member banks to instruct their rural branches to conduct financial literacy camps once a month and to submit consolidated quarterly progress report as per the revised format (PART C) to SLBC for submission to RBI.

CGM NABARD informed that Banks can submit their proposals for Grant Assistance under FIF for conduct of digital Financial Literacy Awareness Programme (dFLAP).

**Action: Sponsor banks of FLCs**

### **AGENDA No. 14**

#### **Details of Educational Loan disbursement from April 2016 to September 2016:**

The forum noted that 39898 loans to the tune of Rs.992.88 crores have been granted during April 2016 to September 2016 by the banks, of which loans for Engineering/Medical courses account for 25277 loans amounting to Rs 556.66 Cr, 2096 loans for study abroad amounting to Rs.186.29 Cr and 12575 loans to others, to the tune of Rs. 249.92 Cr.

## AGENDA No 15

### **Performance under New Entrepreneur-cum-Enterprise Development Scheme (NEEDS) & Unemployed Youth Employment Generation Programme (UYEGP) 2016-17:**

Smt. Rita Harish Thakkar, I.A.S., Additional Commissioner, Industries and Commerce thanked the member banks for their support in the implementation of NEEDS scheme. Additional Commissioner requested member banks to give attention to physical sanctions so that the training can be given to the applicants.

Convenor, SLBC requested the member banks to advise all their implementing branches to co-ordinate with DIC and to process the applications in time. He also requested the Lead District Managers to place the district wise targets in the ensuing DCC meetings and follow up with member banks for speedy disposal of applications.

Managing Director, TAHDCO informed the forum that 12398 (as on 30.11.2016) applications are pending throughout the state at various branches of various banks relating to the years 2012-13 to 2016-17. He requested the member banks to clear the applications where subsidy has already been received, immediately.

Managing Director, TAHDCO also informed that utilisation certificates are pending from 2012-13 onwards. He requested all the member banks/ LDMS to close the issues immediately.

Additional Chief Secretary (Finance) advised that TAHDCO officials can visit the bank branches and discuss the issues directly with them.

Chairman, SLBC also informed that bankers are ready for such discussions and TAHDCO officials can visit branches to discuss the issues.

Convenor SLBC advised the member banks to look into the issues pending for 2012-13, 2013-14, 2014-15 and 2015-16 and dispose of pending applications/ return the application with reason.

**Action: Banks/ LDMS/ TAHDCO**

### **AGENDA No.16**

#### **Bank finance under Housing Scheme:**

The forum noted that banks in Tamil Nadu have disbursed 43523 housing loans (up to a limit of Rs.28.00 lacs) to the tune of Rs.3004.13 Crores to the Housing Sector during April 2016 to September 2016.

### **AGENDA No.17**

#### **Golden Jubilee Rural Housing Finance Scheme (GJRHFS):**

The forum noted that banks in Tamil Nadu have disbursed 169 loans amounting to Rs. 402.8 lacs during the quarter ended September 2016 under the above scheme.

### **AGENDA No. 18**

#### **Credit Flow to Women:**

The forum noted that as of June 2016 the share of credit flow to women in the State constitutes 12.55 % of total Bank credit against the national norm of 5 %

### **AGENDA No. 19**

#### **Credit flow to Minority Communities:**

The forum noted that the achievement was to the tune of Rs.1891.14 Crores for the quarter ended June 2016, under credit flow to Minority Communities.

Convenor, SLBC informed the forum that achievement is 11.90 % against national norm of 15 % of the Priority sector advances.

Shri. A.K.Dogra, Deputy Secretary, Ministry of Finance, Govt. of India advised member banks to achieve the national norms under credit flow to minority communities.

**Action: Banks**

## AGENDA No. 20

### **Kisan Credit Card Scheme (KCC):**

Convenor, SLBC informed the forum that banks in Tamil Nadu have issued 636923 Kisan Credit Cards to the tune of Rs.7371.39 Crores for the quarter ended September 2016. The total number of ATM enabled Kisan Credit Cards issued is 1, 28,403.

Convenor SLBC informed that Ministry of Finance, Government of India advised all banks to issue Rupay ATM card to all the KCC account holders. He also advised the banks to ensure activation of KCC cards to avail insurance benefit under Rupay Card.

CGM NBABARD informed that the actual number of Kisan Credit Cards issued does not match with the actual number of short term loans disbursed. He also said that the ATM enabled RuPay Kisan Credit Cards are not issued to all the KCC accounts.

Additional Chief Secretary (Finance), Government of Tamil Nadu has informed that there are nearly 80 lac farm holdings in the state and each one of them is eligible to be given a Kisan Credit Card but the actual number reported does not match. He also pointed out that there may be some reporting error which needs to be verified.

Chairman, SLBC clarified that majority of the short term loans disbursed for cultivation of crops are given as a single shot repayment loans. The Kisan Credit Card is given only to the Cash Credit loans which are given as a working capital for a period of 3-5 years.

**Convenor SLBC advised all the member banks to submit the correct data on Kisan Credit card and Rupay enabled KCC cards.**

Convenor SLBC, requested banks to cover all the crop loans extended by the banks for all the notified crops in the notified areas under crop insurance scheme (PMFBY).

**Action: Banks**

## AGENDA No. 21

### **Tamil Nadu Government's Scheme for Poultry Development:**

Additional Director of Animal Husbandry, Government of Tamil Nadu thanked the bankers for their excellent support in implementation of the scheme. He informed that there is delay in sanction of pending loan applications in Ariyalur and Tirunelveli districts for the FY 2016-17. He also expressed that only 4 loans were sanctioned out of the target of 10 loans fixed for Ariyalur district.

Additional Chief Secretary (Finance) advised banks to extend necessary credit facilities to poultry development scheme especially in above districts.

Additional Director advised that Banks can submit the proposal forms to NABARD to avail back ended subsidy for the scheme. He also informed that subsidy is pending from NABARD for the year 2014-15.

CGM NABARD informed that the subsidy scheme has been reopened with some additional guidelines.

Convenor, SLBC advised Lead District Managers of the above districts to look into the matter and dispose of the pending applications.

**Action: LDMS**

## AGENDA No 22

### **Self Help Groups (SHG / NRLM):**

Joint Director, Tamil Nadu Corporation for Development of Women informed the forum that banks in Tamil Nadu have disbursed loan to SHGs to the tune of Rs. 3800 Crores against the target of Rs 6000 Crores as on 10<sup>th</sup> December 2016. Achievement percentage is 63%.

CGM NABARD informed the forum that interest subvention is also available for NRLM scheme.

Chief Manager, Indian Bank requested Mahalir Thittam to provide Individual member details while sanctioning of SHGs to enable them to upload the member details in banks database. He also requested TNCDW to provide member wise Aadhaar and other details of existing loan

Additional Chief Secretary (Finance), Government of Tamil Nadu advised TNCDW to provide all the necessary details as prescribed by the banks while forwarding applications to banks.

**Action: TNCDW / Banks**

### **AGENDA No 23**

#### **DEENDAYAL ANTYODAYA NULM**

Convenor SLBC informed the forum that upto September 2016, 31524 applications were sanctioned by the banks to the tune of Rs 943 Crores under NULM, SEP (I), SEP (G), SEP (BL) schemes.

### **AGENDA No. 27**

#### **Review of NPA Accounts in Priority Sector Lending- September 2016**

Convenor, SLBC informed the forum that NPA percentage under Education loans is very high (16.50%). He also informed that NPA percentage under MSME is 8.15% which is also reasonably high..

Convenor SLBC requested State Government to provide necessary support for NPA recovery.

### **AGENDA No. 28**

#### **Success Story:**

Convenor, SLBC appreciated Indian Overseas Bank RSETI, Thanjavur and Indian Bank RSETI, Tiruvannamalai for sharing success stories with SLBC. He requested the member banks to share their success stories with SLBC.

After the review of agenda items by Convenor SLBC, Shri.Sridhar General Manager SIDBI, requested that a separate agenda to be placed for Stand Up India in ensuing SLBC meetings.

Deputy General Manager, HUDCO raised the issue of the Credit Linked subsidy scheme (CLSS) under the PMAY and requested all the member banks to take the scheme forward by identifying potential beneficiaries. As the scheme came into effect on June 17, 2015, it was clarified that existing housing loan customers of member banks who satisfy other criteria could also avail the

subsidy. It was also suggested that henceforth, progress of CLSS scheme could be included as a regular agenda item in SLBC meetings.

Convenor SLBC advised HUDCO to send data to SLBC minimum 3 weeks in advance so that the same can be discussed in ensuing SLBC meetings.

General Manager, RBI informed the forum about inclusion of separate Agenda in SLBC meeting about "Doubling of Farmers income 2022".

Additional Chief Secretary (Finance), Government of Tamil Nadu suggested that in consultation with NABARD, Department of Agriculture and Horticulture to discuss the issues and finalise the strategies on "Doubling of Farmers Income-2022".

The meeting ended with vote of thanks by Smt.Snehalatha Johnson Deputy General Manager, Canara Bank.