

	<b>இந்தியன் வங்கி</b>	<b>इंडियन बैंक</b>	<b>INDIAN BANK</b>
	புதுவை மாநில வங்கியாளர் குழுமம்	राज्य स्तरीय बैंकर समिति – पुदुच्चेरी संघ राज्य क्षेत्र	<b>State Level Bankers' Committee - UT of Puducherry</b>

SLBC-UTP/L 05/ 2017-18/3006

Dated: 13.10.2017

**Sub: Minutes of the SLBC meeting held on 08.09.2017**

The Second State Level Bankers' Committee (SLBC) Meeting of Union Territory of Puducherry for the year 2017-18 was held on 08.09.2017 at Puducherry. Mr. V Narayanasamy Hon'ble Chief Minister, Puducherry Mr. M K Battacharya, Executive Director, Indian Bank, Chennai, Mr. P Jawahar, IAS., Secretary ( LAD), Government of Puducherry, Mr. D. Manikandan IAS, Secretary (Agriculture), Government of Puducherry, Mr. A.K. Dogra, Deputy Secretary, Department of Financial Services, Government of India, Ms. Mohana, General Manager, Reserve Bank of India, Chennai, Mr. Masher, Deputy General Manager, NABARD, Chennai, Mr. D. Devaraj, General Manager, RBD, Indian Bank, Chennai, Mr. B. Veeraraghavan, Zonal Manager and Convenor SLBC, Indian Bank, Puducherry, Senior Executives/Officials of various banks, Senior Officials of various Government Departments and Co-ordinators of member banks participated in the meeting.

The list of participants is given in the annexure.

**Mr. D Devaraj, General Manager, Indian Bank** in his welcome address informed that the performance of Banks during the first quarter of the fiscal year 2017-18 is available for review in this meeting. The Banks have performed well in many key banking parameters during the review period. For example: The outstanding under Priority Sector advances is at 64% against the minimum stipulated level of 40%; The Outstanding under Agriculture is at 23.84% which is more than the minimum stipulated level of 18% Deposits and Advances are growing steadily. With the result the CD Ratio has improved from 70% as of March 2017 to 71% as of June 2017. He expressed confidence that the CD ratio will improve further in the current fiscal. Banks have achieved 96.21% of disbursement target under Annual Credit Plan. Sub target under agriculture is surpassed. However, Non Farm Sector and services target has a gap and He requested bankers to make good the shortfall in the current quarter itself.

Besides above, every one of us is vested with a greater role in improving Digital transactions replacing conventional paper transactions. Government of India is taking many steps towards this direction. To facilitate this, bankers should ensure 100% accounts are seeded with Aadhaar and Mobile numbers at the earliest. Aadhaar authentication of every bank account is mandatory and there is big task before us to authenticate all bank accounts before this calendar year. Every Bank is working on this direction and he appealed to banker friends to be proactive and complete this task at the earliest and make UT of Puducherry, where the seeds of Financial Inclusion were sown more than

a decade ago, proud. He requested member bankers to popularise Social Security Schemes namely Pradhan Mantri Jeevanjothi Bima Yojana (**PMJJBY**), Pradhan Mantri Suraksha Bima Yojana (**PMSBY**) and Atal Pension Yojana (**APY**). Efforts should be taken for coverage of all eligible persons in the UT. The SLBC/Puducherry has been very vibrant and performing and this is possible only because of the excellent coordination between bankers and Government Executives/officials.

**Shri Shri M.K.Bhattacharya, Executive Director, Indian Bank in his presidential address** outlined the Economic scenario very briefly. As per IMF's World Economic Outlook, **global growth** pickup is anticipated to stay on track, with global output projected to grow by 3.5 percent in 2017 and 3.6 percent in 2018. Growth in **advanced economies** is expected to be 2% in 2017, while slowing down to 1.9% in 2018 mainly due to slowdown in growth in US. However, Growth in **India** is projected to pick up further in 2017 and 2018 post slowdown in economic activity post demonetization. Growth is expected to increase upto 7.7 per cent in 2018.

#### **INDIAN ECONOMY:**

GDP in the first quarter of the 2017-18 grew at the slowest pace in 5 years, to 5.7 per cent from 7.9 per cent in Q1 of 2016-17. India's economy grew at its slowest pace in the past five quarters in the April-June period, falling below expectations amid sluggish investment and farm output. That dents the prospects of hitting the 8 per cent mark for the full financial year but the government is hopeful that a bountiful monsoon and increased pay and pensions along with various structural reforms could still take growth closer to that figure. Much of Indian investment like growth-enhancing infrastructure projects is routed through banks. Some public-sector banks, struggling with their balance sheets, are reluctant to lend. Bank credit growth has recently hit multi-decade lows. But that's hardly the only problem. As and when banks are willing to lend, they find too few takers for funds. He requested the Honorable Chief Minister and his team to make the investment climate in the UT of Puducherry a conducive one to enhance our lending to reach greater heights. Barring some initial glitches in implementing GST, in the medium-term and long-term, it is expected to boost competitiveness and performance in India's manufacturing sector. Multiple indirect taxes have also increased the administrative costs for manufacturers and distributors and with GST in place, it will reduce the compliance burden and the sector will grow more strongly. Let all our Banker friends utilize this opportunity.

#### **Performance of banks in our UT.**

With lot of satisfaction, he observed that the Bankers and the Government agencies operating in the Union Territory of Puducherry have always been vibrant and delivered their best so far. He complimented and congratulated all the members. The unstinted co-operation and support offered by the stakeholders have yielded good results in the implementation of all programmes and schemes in the UTP. To illustrate the same he shared the following points:

- Credit Deposit ratio is improved to 71% as of June 2017 compared to 70% as of March 2017.

- Priority sector advances continue to be at 64% of total advances against the minimum stipulated target of 40% mandated by RBI.
- Percentage of Agriculture advances reached a level of 23.84% against the minimum stipulated target of 18% mandated by RBI. I am happy to inform that this is the all time high during the past five years.
- In respect of weaker sections, the achievement is 16.69% against the target of 10% and this achievement is also all time high.
- Advances to SC/ST under Priority sector lending has grown up from 6.12% as of March 2017 to 6.17% as of June 2017.
- Similarly, under Advances to Minority communities, the achievement has grown marginally to 15.46% as compared to 15.04% during March 2017.

At the end of Q1, Deposits have witnessed a YoY growth of 19.11% and advances 8.55%. Bankers in the UT of Puducherry deserve compliments for good growth in deposits front and we need to put in extra efforts to increase the advances which need to be commensurate with growth in deposit level.

#### **PERFORMANCE UNDER ANNUAL CREDIT PLAN**

- Though the target is over reached under agriculture i.e., 105.34%, overall Achievement under ACP for June 2017 is slightly lower at 96.21% only. He expressed confidence that fellow bankers will make good the shortfall in the current quarter and surpass 100% under each sector in the current quarter itself.
- He also requested bankers to extend credit to SC/ST, Minority, and below poverty line people under Government sponsored programmes liberally as per the guidelines of the Government and ensure that all sub targets also achieved.

#### **FINANCIAL INCLUSION**

- Under Government of India's flag ship programme of Pradhan Mantri Jan Dhan Yojana (PMJDY), the U T of Puducherry has always been a front runner. Though opening of new accounts is an ongoing process, Bankers should ensure that the accounts are seeded with Aadhaar and Mobile numbers.
- He informed that the Percentage under Aadhaar seeding is 82% and Mobile seeding is about 91% in the UTP. Let us aim to reach 100% and make this UT a model for other states/UTs to emulate. This will help in increasing digital transactions multifold as per Government expectations.

Now, in addition to Aadhaar seeding, Aadhaar authentication has been made mandatory. The Prevention of Money Laundering (Maintenance of Records) Rules, 2005 has been amended with effect from June 1, 2017. The amendment mandates that –

- ✓ Aadhaar must be linked to every bank account.
- ✓ Aadhaar is mandatory for opening a new bank account.

- ✓ All accounts should be authenticated with Aadhaar before 31.12.2017, failing which the accounts will become inoperative.

He requested the bankers to be very proactive and educate the customers on the importance of Aadhaar authentication and ensure 100% achievement well before the due date prescribed. Please ensure that customers are not inconvenienced at any cost.

**Shri P Jawahar I A S, Secretary (LAD), Government of Puducherry** in his address informed that secretaries in UT are given more departments and they have to attend more meeting in a given day. This is one of the reasons for more secretaries not able to attend the SLBC meeting. Shifting the venue to Chief Secretariat may help in overcoming such situation. He thanked Indian Bank for contributing Rs.10 lakhs and Pudhuvai Bharathiar Grama Bank for contribution of Rs.5 lakhs for sanitation activities of Government of Puducherry. He requested other banks to play their part in contributing for Swachh Bharat Mission. He hoped that UTP can be declared as open defecation free state at the earliest. Under Perunthalaivar Kamarajar Housing Scheme Government is providing Rs.2 lakhs as grant for building house by BPL families. The amount is released in installments subject to completion of construction to a certain stage. Due to prevailing cost factor the beneficiary is not able to complete the construction with the amount granted in first installment which is preventing the release of the next installment. Banks may consider a scheme whereby top-up loans can be given to such beneficiaries. In Manalmedu area in Oupalam constituency housing grant was given to people who were given free patta and the people who were granted first installment could construct only upto basement level. He thanked Indian Bank for providing top-up loan of Rs.1 lakh each to 40 beneficiaries so that they can continue the construction so as to be eligible for the next installments. This will prevent the beneficiary from going to money-lenders who would be charging exorbitant interest. The Government would be helping the banks in repayment of the loans granted. Like Perunthalaivar Kamarajar Housing Scheme, Government of Puducherry is also implementing Rajiv Gandhi Housing Scheme and banks can play a proactive role in helping the beneficiaries. Pradhan Mantri Awas Yojana which aims at housing for all by 2022 is one of the scheme where banks have a major role to play. Even MIG category persons who have availed housing loans are eligible for interest subsidy. He requested banks to provide list of housing loan beneficiaries so that eligible persons can be provided assistance under CLSS of PMAY. National Housing Bank and HUDCO are the nodal agencies for this scheme. Puducherry has been selected for Smart City Challenge and this would help in fund flow of upto 1000 crores for development from Government of India and additional fund would also be provided by other agencies for development of infrastructure and other amenities. National Urban livelihoods mission is being implemented in municipal areas and SHGs are provided with loans by banks and these groups if eligible would be provided with interest subvention. Under Swachh Bharat Mission government is providing grant for construction of individual toilets in households not having toilets. Indian bank and PBGB have provided top-up loans to the beneficiaries to complete the construction under Joint Liability Scheme. He requested banks to continue their proactive role in development of UTP.

**Shri A K Dogra, Deputy Secretary, Department of Financial Services, Government of India** in his address informed that Government of India is implementing various schemes through banks and he is being regularly following the proceedings of the SLBC meetings. He congratulated banks for achieving various targets and also appreciated the Government of Puducherry for their co-operation. He informed that the important issue for discussion in the meeting is Aadhaar enrollment, seeding in bank account and its authentication. The last date is 31<sup>st</sup> December 2017 and banks have a very important role to play. They have to put in all possible efforts to complete the task. Ministry of Rural Development is also organizing camps for MGNREGA beneficiaries. The target under Pradhan Mantri Mudra Yojana is to be achieved so as the target under Stand-up India Scheme. The Pradhan Mantri Awas Yojana is one other scheme which is to be given momentum in UTP. While opening new accounts banks have to invariably get Aadhaar number and seed the same they have to seed the mobile numbers also. The enrollment in social security schemes of PMJJBY, PMSBY and APY is to continue so as to cover all the eligible persons. PFRDA is conducting campaigns to ensure atleast 2% of the population is brought under APY. He concluded his speech by congratulating all the banks for achieving the targets for the first quarter.

**Ms Mohana, General Manager, Reserve Bank of India** in her address informed the SLBC mechanism is a co-ordinating forum where experiences are shared and working of the schemes can be streamlined for development of the State. Puducherry has been achieving the RBI parameters in Priority sector, Agriculture and weaker section lending. The achievement is only by some banks and all banks should play a proactive role for achievement of individual target also. Reserve Bank of India is conducting impact study on Agricultural Jewel Loan in Tamil Nadu and Puducherry to ascertain the actual utilization of the same. The performance in various sector is to be impact oriented and not limited to targets so as to benefit more number of people. This will encourage actual beneficiaries and also help in prompt repayment. Banks have a huge target ahead of Aadhaar linking and authentication and have to put more efforts to complete the targets. She informed recent changes in the monetary policy initiatives by RBI viz. Repo rate change from 6.25% to 6%. Interest subvention scheme, multiple financing prevention measures etc. The introduction of portal for relief measures for Natural Calamity by which SLBC convenor is to collect the details from banks and upload in the portal. She requested banks to continue their co-operation and good work for overall development.

**Mr. Masher, Deputy General Manager, NABARD, Chennai** in his address expressed happiness over achievement of targets under Agriculture. He informed that all India average of term loans is 23% and that of UT of Puducherry is only around 5% and this is to be improved. More efforts are to be put in this direction by the banks. NABARD will be certainly helping the banks and really workable area specific schemes can be discussed in the BLBC meetings and schemes can be implemented with the co-operation of the Government. The era of digital banking has arrived and the details for KCC accounts are to be uploaded in dedicated portal for this purpose and RUPAY KCC cards are to be provided to the farmers. Aadhaar seeding is mandatory field in this portal. He also informed that for subsidy claims NABARD has implemented ENSURE portal. All banks would be provided with user

details and they have to upload the subsidy claims with NABARD for various schemes. Government of India has come up with a new scheme called National organic farming scheme. This aims at preservation of soil health. Soil testing will be done and farmers would be provided with soil health card. The details would be communicated and farmers in UTP can be benefited by the scheme. Farmers can also set-up soil testing labs and NABARD is also providing subsidy for the same. The digitization of records of 2300 SHGs have been completed through E Sakthi project and he requested the co-operation of all the banks to complete the SHGs formed by NGOs so that banks can be benefitted in proper identification of groups and ensure timely and adequate lending. The performance under Stand-up India Scheme needs improvement. More than 60% of the banks are yet to sanction any loan under this scheme. The performance is to be analysed and constraints are to be identified. NABARD would be helping the banks in this regard and requested banks to ensure achievement of the targets under Stand-up India scheme.

**Shri D Manikandan, IAS, Secretary (Agri&IT) Government of Puducherry** in his speech informed that Puducherry has recently received award for crop production and has been constantly giving good results. The main difficulty is decrease in cultivable area and farmers are also finding it difficult to get adequate price for their produce. Good rain and timely availability of credit would help in increase of agricultural production. Government of India has come up with vision to double the farmers income by 2022. Crop production only will not be helping in achieving the same. Integrated farming is the best way to achieve the same. Government is encouraging farmers in this area. To get remunerative price Government of Puducherry has set-up Marketing Committee which encourages direct dealing by buyer and seller whereby eliminating the intermediaries. Puducherry has also joined the Electronic National agricultural market (ENA) by which UTP has been considered as a single market and people from all over India can purchase their requirement through this e-market. The farmer can get adequate price for his produce and the amount from purchaser is credited directly to the account of the farmer. Government of Puducherry has covered all non-loanee farmers under crop insurance scheme and requested banks to cover the loanee farmers also as government is providing 100% subsidy on premium. For the current year banana and other horticulture crops are also to be covered. He requested banks to ensure adequate and timely credit to farmers at minimum interest and credit eligible subsidies as per time line. The government is paying subsidy through electronic mode only. Digital locker is another important initiative of Government of India. All documents are electronically stored and the authenticity can be easily checked. The land documents would be digitally stored and department would be having access to the same which will help in providing the same to farmers. The documents would be linked with Aadhaar number. Puducherry would be the first state to complete the process. Interest subvention is to be provided by banks to eligible prompt repaying farmers. Common Service Centres would be providing more services and would be extended arm of the Government.

**Mr. V Narayanasamy Hon'ble Chief Minister, Government of Puducherry** in his speech informed that performance by banks under Mudra Scheme is good and this helps young persons to start new

ventures whereby generating employment. Government is helping farmers affected by drought by providing relief measures. It has been informed by meteorological department that monsoon this year would be good and farmers will be cultivating paddy and sugarcane and other crops. Banks can help them by providing loans. Puducherry is a tourist destination and service sector is a major revenue earner. Post GST things have not settled yet. GST is more to service sector and it will give more revenue to Government and it is hoped that with increased share by Central Government Puducherry would be benefitted. More hotel projects are needed to cater to the increasing tourist arrival. 80% tourist are from other states of India and remaining are from foreign countries. Funds to be allocated for smart city project are to be utilized for tourism development also. French, Malasiya and Singapore have also shown interest in investing for development of tourism sector. The flight services have been well received and flight services to Tirupati, Coimbatore and Kochi would be started shortly.

With the investment friendly industrial policy new industries are also coming up in identified clusters of UTP. Automobile spare parts, pharmaceutical units, garment manufacturing units, modified plastic and food processing are some of the thrust areas. Banks have adequate scope to finance these new ventures. Banks are also to finance for trade related activities. Students are to be given education loans based on their needs. Slackness on the part of banks to provide adequate and timely credit will affect their education. Agriculture sector also is to be taken care. NABARD and HUDCO are helping the government by funding various infrastructure projects. Government is not having adequate allocation on the non-plan side and corporates and banks are to help the Government in this area. Banks are doing business in the State and are benefitted by income earned and it is their duty to share some income for the development of the State. They can help the Government in purchase of modern equipments for the hospitals, schools, police etc. and other social initiatives of the Government through Corporate Social Responsibility (CSR) fund. Mahe has already been declared as open defaecefcation free and funds have been allocated for construction of toilets in Yanam and most of the parts of Puducherry are also open defaecefcation free. The Swach Bharat project is one of the areas where banks have an important role to play. He thanked Indian Bank and PBGB for their contribution in this project and requested other banks also to take part in various initiatives for Government by providing funds.

**Mr. B Veeraraghavan**, Deputy General Manager and SLBC Convenor presented the agenda items for discussion

**AGENDA: 1 Confirmation of minutes of the SLBC Meeting held on 09.06.2017**

The minutes of the SLBC meeting held on 09.06.2017 was confirmed by the forum.

**AGENDA: 2 Review of follow up action taken on the decisions of the earlier meeting**

**2.1. DRDA-Allotment of Land for Indian Bank Self Employment Training Institute (INDSETI).**

The forum was informed that the issue was regularly pursued by INDSETI Director/Lead Bank. It has been informed by DRDA that Joint inspection to finalise the exact extent of land has also been

completed. The necessary papers have been placed and cleared by the Council of Ministers and the allotment order will be made shortly. The forum requested Director, INDSETI to follow-up with the department for early allotment of the land.

(Action – DRDA, INDSETI)

### **AGENDA: 3 – New Issues**

#### **3.1 Aadhaar enrollment and linking of Bank accounts with Aadhaar and Authentication of Aadhaar Data**

The forums was informed of the content of letters and GO issued by Government of India, Department of Financial Services on Aadhaar seeding and authentication of Aadhaar numbers and the time line of completion. In UT of Puducherry as per the information received from Government of India, Aadhaar enrollments and updation is being done by Common Services Centre and there are more than 100 such centres. It has been informed that the Aadhaar generation is more than 14 lakhs and of the estimated 40000 people to whom Aadhaar enrollment is to be done are children aged below 5 years of age. Banks were requested to identify atleast 1 branch out of 10 bank branches of their bank to designate as Aadhaar enrollment and updation centre. Banks having 10 and more branch were requested to inform the details of their identified branch.

**Aadhaar Authentication** - UIDAI provides three modes of authentication viz. demographic authentication, OTP-based authentication and biometric authentication. Banks are to decide on the mode of Aadhaar authentication, based on the risk assessment and applicable RBI guidelines. Banks were requested to take all possible efforts to ensure completion of authentication by 31.12.2017

(Action – All banks)

#### **3.2 MGNREGS – camps for seeding of Aadhaar in the accounts of MGNREGS workers for Direct Benefit Transfer (DBT)**

Convenor informed the forum of the dates of Aadhaar enrollment and seeding camps for MGNREGA beneficiaries to be conducted by DRDA as per direction of Government of India, Ministry of Rural Development. Banks were requested to take part in the camps and ensure seeding of Aadhaar number of such beneficiaries.

(Action – DRDA &All banks)

#### **3.3 DigiDhan workshop**

The members were informed of the successful conduct of workshop in Puducherry on 10.08.2017 to undertake capacity building and on boarding the self organized small and medium businesses/traders on Digital Payment initiatives. Banks were requested to provide all possible avenues of digital transactions to their accounts holders and inform the progress made in this regard to Lead Bank. Viz. accounts covered with net banking, mobile banking, AEPS, BHIM app etc. The salient features of notifications issued by Government of India on referral bonus scheme for individuals and cash back

scheme for merchants issued relating to BHIM (Bharat Interface for Money) was also informed to the members with the request to popularize the same and improve the digital transactions.

(Action – All banks)

### **3.4 Continuation of Dairy Entrepreneurship Development Scheme (DEDS) – continuation of the scheme for the financial year 2017-18**

The continuation of DEDS scheme during the year 2017-18 for loan applications received by banks from 01.04.2017 to 30.09.2017 was informed to the members with the request to sanction all eligible pending applications on merits under the scheme and claim subsidy.

(Action – All banks)

### **3.5 Deendayal Antyodaya Yojana – National Urban Livelihoods Mission (DAY-NULM)**

The convenor informed the forum of the recent development in the Deendayal Antyodaya Yojana – national Urban Livelihoods Mission (DAY-NULM) and requested banks process the applications as per the guidelines. Government of India has directed all the banks to ensure improved performance during the current programme year. The bank-wise targets for the current year as per overall allocation by RBI was also informed to the members banks.

(Action – All banks)

### **3.6 Facilitating Rural Infrastructure – Potential Linked credit Plans**

Banks were informed of the concern expressed by NABARD on financing infrastructure projects and requested to ensure adequate and timely credit to various infrastructure projects in tune with the PLP of NABARD.

(Action – All banks)

### **3.7 Skill Loan Scheme**

All the banks were requested to inform their performance under Skill Loan Scheme as per direction of Government of India so that the same can be taken up for review in the ensuing meetings.

### **3.8 Basic Banking Forms to be in Trilingual form**

Banks were informed of the concern expressed by RBI regarding non availability of forms in local language and were requested to ensure availability of same in trilingual form as per Master circular on customer service of RBI

(Action – All banks)

### **3.9 Deendayal Antyodaya Yojana – National Rural Livelihoods Mission (DAY-NRLM)**

The forum was informed of the implementation of interest subvention scheme to SHGs eligible under NRLM being implemented by DRDA and banks were requested to furnish the details of all the SHG loans so as to ascertain the eligibility under interest subvention scheme and amount released accordingly.

(Action – DRDA & All banks)

### **3.10 Pradhan Mantri Awas Yojana (PMAY)**

The convenor informed the salient points of amendments made in PMAY scheme. The scheme has been extended to Middle Income Group (MIG) from 01.01.2017 also in addition to EWS and LIG. The EWS and LIG components are being implemented through Government of Puducherry. Banks are requested to identify eligible home loan accounts financed by them and inform the details to the implementing agencies so that they will be also be eligible for interest subsidy being provided by Government of India. Under the Credit Linked Subsidy Scheme (CLSS) beneficiaries are eligible to subsidy upto Rs.2.5 lakhs so banks are requested to utilise this for benefit their own Home Loan customers and redouble their efforts in implementing the scheme vigorously to ensure maximum coverage. Executive Director requested for conduct of Builders meet and workshop to be organized for banks to inform the salient features and procedure for claiming subsidy. The beneficiaries are also to be identified by the banks.

(Action – All banks)

### **3.11 Aligning roadmap for un-banked villages having population of more than 5000-revised guidelines.**

In UT of Puducherry as per the earlier guidelines 4 villages with population above 5000 were identified and allotted to various banks for opening of brick and mortar branches. One branch was opened during the previous financial year in Seliamedu. As per the new guidelines of Reserve Bank of India villages can have a CBS enabled banking outlet which also includes Bank Mitra or Business Correspondents. The business correspondents in UT of Puducherry are linked to CBS of the bank and are doing transactions on real time basis. On review of the identified villages with population of above 5000 it has been informed that these villages are presently serviced by Business Correspondents. Hence, in UT of Puducherry it is informed that all villages with population of above 5000 are services by either brick and mortar branch or Business Correspondents linked to CBS.

### **3.12 Allocation of target for promotion and bank linkages of SHGs/JLGs for the year 2017-18**

The bank-wise targets under SHG and JLG credit linkage as per target allocated by NABARD was informed to the banks and they were requested to achieve the same through extension of fresh finance to the existing SHGs/JLGs and through promotion and financing of NEW SHGs/ JLGs.

(Action – NABARD/All banks)

### **AGENDA: 4. Pradhan Mantri MUDRA Yojana (PMMY) & Stand-up India Scheme**

Banks in Union territory of Puducherry have been providing loans for starting self employment enterprises under appropriate scheme of MUDRA. As per the details available in Mudra Portal banks part of SLBC have disbursed an amount of Rs. 67.14 crores as against the annual target of Rs.208 crores which amount to 32% of the target. All the banks are requested to provide timely and adequate assistance to such candidates depending on their needs and eligibility and take all possible steps to surpass the target. The details of achievements are to be informed to Lead Bank periodically.

Under Stand up India Programme (SUIP) banks have sanctioned loans to 79 borrowers as against the target of 526. The banks have to immediately upload the details of sanctions in the portal so as to ensure improved performance as only the data available in the portal would be taken into consideration by Government of India.

(Action – All banks)

#### **AGENDA: 5 – PMJDY & DBT**

The forum was informed that under Pradhan Mantri Jan Dhan Yojana (PMJDY) Banks continue to open accounts to new members of the households. While opening new accounts Aadhaar and Mobile numbers are to be simultaneously seeded to the accounts. The Aadhaar is to be authenticated and facility for the same is to be set up by the banks. Aadhaar seeding and mobile seeding will facilitate transfer of DBT benefits and also help in furtherance of digital payment and transactions in the account.

In addition to identified Central Government Schemes DBT is also implemented for payment of old age pension and banks have been requested by the UT Government to ensure Payment of the Old Age pension amount to the beneficiaries at their place within reasonable period. So far 90 BCs have been engaged in UT of Puducherry and based on the necessity banks are requested to take immediate steps to identify and engage more BCs to cover entire OAP beneficiaries' as requested by the Government of Puducherry. The updated details regarding BCs engaged by the banks are to be sent to Lead Bank. Banks were requested to send the details of pension paid to the beneficiary to lead bank to submit the consolidated claim to Government of Puducherry for payment of the eligible commission.

(Action – All banks)

#### **AGENDA: 6 – Enrollment under 3 Social Security Schemes**

The forum was informed of the latest position of enrolment under PMJJBY, PMSBY and APY and were requested to continue their efforts to enroll the maximum beneficiaries under these 3 social security schemes. With regard to APY various campaigns are being conducted by PFRDA to bring at least 2% of eligible Indian population under APY ambit. Banks in UTP are also actively participating in the campaigns.

Executive Director informed that the banks have been given a target of 70 new beneficiaries per branch for a programme year and all the banks to achieve the targets without fail.

(Action – All banks)

#### **Agenda 7 - FINANCIAL LITERACY AND TRAINING**

The convener informed the members that INDSETI has conducted 181 trainings in which 4895 candidates have been trained. Daily camps were organised by FLC to commemorate Financial Literacy Week. The counsellor of FLC also participates in various Financial literacy campaigns. The

developments in Digital Payments are also been included in the financial literacy programmes. All the members were requested to fully utilise these facilities. It was also informed that the settlement rate of Indseti trainees is around 68% which is above the all India average of 66%. Executive Director requested banks to provide loans to INDSETI trained candidates so as to ensure improvement in settlement rate.

(Action – INDSETI & All banks)

#### **Agenda 8 - Review of performance of Banks in U.T. of Puducherry**

As at the end of June 2017, there are 265 bank branches in UTP. Classification of the branches is as per the population data of 2011 census. Per branch population for UTP works out to 4709 and for Karaikal it is still less at 4004. The position of Deposit and Advances as on June 2017 is at Rs.14744.22 Crores and Rs.10421.26 Crores respectively. Growth in deposit was 0.55% and advances were 1.68% over March 2017. CD Ratio of UT has slightly improved to 71% as on June 2017. Banks were requested to speed up their lending so to improve the CD ratio.

#### **AGENDA 9 - Review of Performance under Annual Credit Plan 2017-18**

The aggregate Credit disbursement during the first quarter of the year 2017-18 amounted to Rs.635.75 Crores against the target of Rs. 660.81 crores, which is 96.21% achievement. The achievement under agriculture is 105%. Executive Director informed that banks in UT of Puducherry have been achieving the targets under ACP during the past year and they would also continue their good work in the current year also. All the banks were requested to lend more under NFS and OPS to compensate the shortfall of the previous quarter in the current quarter.

(Action – All banks)

#### **Agenda 10 - Flow of Credit to Agriculture**

Yearly target for agricultural credit by banks is Rs.1162.63 crores to 119810 accounts. During the first quarter banks have disbursed an amount of Rs.306.17 Crores to 32921 accounts. Banks are requested to lend more to investment credit projects and achieve the targets under MTL also. The entire notified crop in notified area is to be invariably covered under Pradhan Mantri Fasal Bima Yojana. Executive Director requested the forum to consider suitable projects in Block / Area level in to improve achievement of targets under investment credit activities.

(Action – All banks)

#### **Agenda 11 - Performance under Housing, Educational loan and NFS loan.**

The forum was informed of the disbursement made during the review period under Housing loan which was at Rs.42.89 Crores covering 625 accounts. Banks in UTP have disbursed loan assistance to 434 students for a sum of Rs.8 Crores. Under the MSME sector credit flow was to a tune of Rs.131.74 Crores. Banks were informed that under other priority sector, targets have been assigned to banks for Export Credit, Renewable Energy and Social Infrastructure also. All the banks are requested to classify the advances accordingly and report the same so as to present the details for

review. Executive Director requested the banks to provide adequate credit to new borrowers. General Manager, RBI requested banks to provide addition information under MSME loans.

(Action – All banks)

#### **Agenda 12 - Disbursement to Women, Minorities and SC/ST Community.**

Convener informed that the banks have disbursed an amount of Rs.23.59 Crores to 1976 beneficiaries of Minority Communities during the period under review and the outstanding advance to minority communities stood at Rs.1037.78 Crores which accounts to 15.46% of the total advances and Outstanding Advances to SC/ST communities as on 30.06.2017 was Rs.736.17 Crores and banks have disbursed an amount of Rs.21.44 Crores covering 1753 accounts. During the period under review 4919 women beneficiaries have been provided with credit to the tune of Rs.21.44 Crores.

#### **Agenda 13 - Performance under Kisan Credit Card, SHG Credit Linkage and Joint liability groups.**

Banks in UTP have issued 2058 new KCCs and extended credit assistance of Rs.22.99 Crores during the first quarter. During the period under review 117 new SHGs have opened bank accounts 596 groups were credit linked to the tune of Rs.12.93 Crores and 275 groups' availed repeat finance amounting to Rs.6.66 Crores. Banks in UTP have extended credit to 38 Joint Liability Groups (JLGs) amounting to Rs.60 Lakhs. The forum requested the banks to actively participate in SHG and JLG financing. Deputy General Manager, NABARD requested the banks to enter the details of KCCs provided in the portal and also to provide the details of SHGs to DRDA so as to include the same in E-Sakthi platform. Executive Director requested banks to ensure Rupay KCC are provided to the farmers so that they can do online purchases.

#### **Agenda 14 - Performance under Government Sponsored Schemes in UT of Puducherry**

The forum was informed that task force meetings have been conducted for PMEGP and MUPSES during the month of August 2017 and applications are being forwarded to the banks. Banks were requested to consider the applications as per time norms and were also requested to ensure achievement of the targets for the programme year 2017-18 well before December 2017. Loans under DAY- NRLM and NULM are eligible for Interest Subvention benefits for prompt repayment under extant guidelines. All the banks are requested to inform the details to the concerned implementing agencies periodically.

Representative from PKVIB informed that they have received communication from KVIC increasing the margin money target under PMEGP from 100 lakhs to 250 lakhs. They have also requested the department in co-ordination with banks to identify new beneficiaries and also to clear the back-log in achievement of targets under SC/ST category. As the, PMEGP applications are to be submitted through online mode only by the beneficiaries. Banks are requested to log in online to view the status of the applications and update the sanction details. The margin money claim is also to be through

online mode. Banks are requested to claim the margin money immediately. The representative from the department assured that claims would be settled on priority basis.

(Action – Line Departments & banks)

### **Agenda 15 - Review of Recovery Performance under Government Sponsored Schemes**

The forum was informed that the rate of recovery recorded under Priority Sector was 76%. The comparative details of NPA as at last quarter and current quarter was also informed to the members. All the banks were requested to furnish full and complete DCB and NPA details. General Manager, RBI requested SLBC to place for review of year on year movement of NPA also.

### **Agenda 16 – Submission of LBR 2 and LBR 3 Returns**

SLBC convener requested the member banks to continue their co-operation in ensuring correct and timely submission of Lead Bank Returns.

### **Agenda 17 – Success Stories**

#### **Success stories of an entrepreneur were presented for information of the forum.**

- Young entrepreneur Mr. Sugumar developed interest in wood art while studying in School. Having learnt the trade from his friend, he established a small wood art and craft shop. With the view to develop his business he was sanctioned an amount of Rs.7.50 lakhs by Indian Bank, Ariyankuppam under PMEGP scheme implemented by DIC, Puducherry. Utilising the loan he has expanded his wood carving works business and is also providing employment to others.
- Shri Bargunan is a Commerce graduate from Keezhur village. After his education, he was employed in a private company. Later he has decided to start his own business. He was interested in food industries. He approached PKVIB and applied for financial assistance under PMEGP scheme. Andhra Bank, Puducherry has sanctioned the project for setting up of food processing industry unit at Keezhur Village. With the guidance and support of Industries department and bank he is successfully running the unit. He is also providing employment to nearly 20 persons directly.

Both the entrepreneurs talked briefly about their experience before and after start of self employment venture and the hand holding support provided by Bank, Government Departments and training provided by INDSETI.

The meeting concluded with vote of thanks by Mr. Aditya Verma, Assistant General Manager, State Bank of India, Puducherry.

**List of participants of the SLBC convened on 08.09.2017**

<b>S.No.</b>	<b>Name (Sarvashri)</b>	<b>Designation</b>	<b>Institution</b>
1.	V Narayanasamy	Hon'ble Chief Minister	Government of Puducherry
2.	M K Bhattacharya	Executive Director	Indian Bank
3.	P Jawahar I A S	Secretary (LAD)	Government of Puducherry
4.	D Manikandan I A S	Secretary (Agriculture)	Government of Puducherry
5.	A K Dogra	Deputy Secretary	Government of India
6.	S Mohana	General Manager	RBI, Chennai
7.	D Devaraj	General Manager	Indian Bank, Chennai
8.	Deepa S Raj	Director (DEAP)	Reserve Bank of India
9.	B Veeraraghavan	DGM, SLBC Convenor	Indian Bank, Puducherry
10.	V Masher	Deputy General Manager	NABARD

**BANKS/FINANCIAL INSTITUTIONS**

<b>S.No.</b>	<b>Name (S/Shree)</b>	<b>Designation</b>	<b>Bank</b>
1.	Paritosh Kumar	Assistant General Manager	Bank of India
2.	T Adithya Varma	Assistant General Manager	SBI
3.	S Veerananarayanan	Assistant General Manager	SBI
4.	Vinayak Navghare	Assistant General Manager	SIDBI
5.	M Veerabhadran	Assistant General Manager	UCO Bank
6.	S Thiyagarajan	Assistant General Manager	Reserve Bank of India
7.	A Irysappan	Managing Director	PCCLD Bank
8.	N Cattamouttou	Assistant General Manager	PSCB
9.	S N D Malleswara Rao	Chief Manager	Allahabad Bank
10.	S R Tagore	Chief Manager	Bank of Baroda
11.	Shobhit Bathla	Chief Manager	Bank of Maharashtra
12.	S K Vasanthakumar	Chief Manager	Corporation Bank
13.	R Anantharaman	Chief Manager	Indian Overseas Bank
14.	Joyal John	Chief Manager	South Indian Bank
15.	C D Maharana	Chief Manager	Union Bank of India
16.	Dinesh Shetty	Chief Manager	United Bank of India
17.	S Subramanyam	Chief Manager	Vijaya Bank
18.	S Mohan Kumar	General Manager	PBGB
19.	N Kannan	Divisional Manager	Canara Bank
20.	S V Lakshmi	Zonal Credit Manager	ICICI Bank
21.	B Rajesh Kumar	Assistant Vice President	HDFC Bank
22.	N Thiyagarajan	Assistant Vice President	YES Bank
23.	S Loganathan	Counsellor	FLCC, Puducherry
24.	P Augilane	Director	INDSETI, Puducherry
25.	K Pavan Kumar	Senior Branch Manager	Syndicate Bank
26.	K V K Kishore Babu	Senior Manager	Dena Bank
27.	N Ravichandran	Senior Manager	PBGB
28.	R Boobalan	Senior Manager	Punjab National Bank
29.	G Ashokraj	Senior Manager	Syndicate Bank
30.	S Vinoth	SDM	Indusind Bank
31.	Uma Gurumurthy	DDM	NABARD
32.	V Saravanan	LDO	RBI Chennai
33.	B Thiyagu	Distribution Manager	Ujjivan Small Finance Bank

**BANKS/FINANCIAL INSTITUTIONS (contd.)**

S.No.	Name (S/Shree)	Designation	Bank
34.	Rajaneesh H R	R B Operation Manager	Ujjivan Small Finance Bank
35.	Jagadesh Kumar	Manager	Central Bank of India
36.	C Barathi	Manager	Federal Bank
37.	P Sankaran	Manager	PCCLD Bank
38.	R Ponnuchamy	Manager	Allahabad Bank
39.	M Yuvaraj	Manager (RD)	Indian Overseas Bank
40.	A R Saleem Raja	Deputy Manager	City Union Bank
41.	S Vadivel	Deputy Manager	SBI
42.	V Ramachandhiran	Assistant Manager	Bandhan Bank
43.	Sachin Kapoor	Assistant Manager	IDBI Bank
44.	R Ramanujam	Assistant Manager	Lakshmi Vilas Bank
45.	K Suresh Babu	Assistant Manager	Oriental Bank of Commerce
46.	Lal Sundari	Assistant Manager	Tamilnad Mercantile Bank
47.	R M Uma	Officer	Karnataka bank
48.	A Sudaroli	Officer	Punjab and Sind Bank

**INSURANCE COMPANIES**

S.No.	Name (S/Shree)	Designation	Bank
1.	J Ravichandran	Senior Divisional Manager	Oriental Insurance Company
2.	B Rajan	AO (DEV)	United India Insurance

**GOVERNMENT DEPARTMENTS/BOARD/CORPORATION**

S.No.	Name (S/Shree)	Designation	Department
1.	A Ramamourti	Director	Department of Agriculture
2.	G Santhamurthy	Director	Department of Planning & Research
3.	V Adimoulame	General Manager	PIPDIC
4.	R Asokan	Deputy Director	Department of Planning & Research
5.	V Mohan Kumar	Assistant Director	Department of Industries
6.	K Dayalan	Assistant Director	MSME-DI
7.	Gurvinder Kaur	Assistant Director	MSME-DI
8.	G Ganesan	Deputy Registrar	Co-operative Department
9.	K Jeyaraman	Development Officer	PKVIB
10.	Gopalakrishnan	Executive Officer	KVIC
11.	K Palani Thangam	State Resource Person	UIDAI
12.	S Manoharan	Statistical Officer	Department of Economics & Statistics
13.	K Sadasivam	Technical Officer	DIC
14.	S Kumar	Project Manager	DIC
15.	Giddi Balaram	Project Officer	PUDA
16.	R N Karthikeyan	Regional Manager	National Housing Bank
17.	R Gunasekaran	Senior Accounts Officer	DRDA
18.	T Kandasamy	JAO	DAT
19.	S Mohammed Sherrif	State Co-ordinator CPC	Clean Puducherry Campaign
20.	S Kumarasamy	Director	Guardian MFI
21.	R Kamaraj	Branch Manager	Guardian MFI
22.	S Meyyappan	Manager (IA)	Guardian MFI
23.	P Manikandan	Manager – operations	Guardian MFI