

Minutes of the 19th SLBC Quarterly Review Meeting
held on the 28th June, 2018
@ 10.00 AM, at “Kohinoor” Auditorium, Hotel Taj Deccan, Hyderabad

The 19th Quarterly meeting of State Level Bankers’ Committee, Telangana to launch the Annual Credit Plan for the year 2018-19 and to review the performance of banks for the quarter ended March, 2018 was held on 28th June, 2018 at “Kohinoor” Auditorium, Hotel Taj Deccan, Hyderabad.

Sri Eatala Rajender, Hon'ble Minister for Finance, Shri Parthasarathy IAS, Principal Secretary Agriculture, Sri Swaminathan, CGM, SBI & President-SLBC, Sri Manikandan, General Manager & Convenor-SLBC, Sri R Subramanian, Regional Director- Reserve Bank of India, Dr P Radha Krishnan, Chief General Manager-NABARD, Sri ChVV Sai Prasad, Jt. Secretary (F) Govt. of Telangana, Sri Sundaram Shankar, General Manager RBI, Senior Officials from Government of Telangana, Executives from Banks and Lead District Managers have participated in the meeting.

Detailed list of participants is annexed.

Sri Manikandan, GM & Convenor – SLBC welcomed the dignitaries and requested President SLBC to deliver presidential address.

Sri Swaminathan J, Chief General Manager, State Bank of India & President, SLBC extended a warm welcome to Sri Eatala Rajender Garu, Hon'ble Minister for Finance, Sri C Parthasarathi, IAS, Principal Secretary (Agriculture) and other dignitaries to the meeting.

He presented the highlights of the performance of banks in the state for the quarter ended 31st March, 2018 and for the year 2017-18, as under:

- ⇒ Total Deposits of the banks grew by Rs.17,248 crores (4.36%) during the year and the total deposits were at Rs.412,945 crores as on 31st March 2018.
- ⇒ Total Advances grew by 87,679 crores (22.32%) during the year and the advances of all banks were at Rs.480,533 crores as on 31st March 2018.
- ⇒ CD ratio has improved from 115.19% to 116.37% during the quarter ended March 2018. The higher loan disbursements (22.32%) are the reason for the improvement in CD ratio partly aided by the low deposits growth.
- ⇒ During the last financial year, Banks have lent Rs.21,026 crores under Kharif (88% of the targets) and Rs.10,385 crores under Rabi (65% of the targets) achieving 79% of 'Short term production loans' target.

- ⇒ Banks have lent Rs.10,972 crores as term loans to agriculture and allied activities during the financial year 2017-18.
- ⇒ Lending towards educational loans was Rs.551 crores. Rs.9,557 crores was lent to housing loan borrowers.
- ⇒ Banks together have disbursed Rs.74,758 crores to borrowers under Priority Sector, recording an achievement of 92 % of annual targets.
- ⇒ Banks have disbursed Rs.26,542 crores to Micro, Small & Medium enterprises (MSME) segment during the financial year achieving 161% of the targets.
- ⇒ Banks have disbursed Rs.2,540 crores to 203,913 beneficiaries under Minorities category and Rs.17,770 crores to beneficiaries under 'Weaker Sections'.
- ⇒ An amount of Rs.5,287 crores was disbursed to beneficiaries under "SCs/STs category" during the financial year 2017-18.
- ⇒ During the last financial year, banks have disbursed Rs.5,470 crores to the beneficiaries under Pradhan Manthri Mudra Yojana (PMMY) scheme against a target of Rs.5,097 crores achieving 108% of the annual targets.
- ⇒ Banks have disbursed Rs.2,385 crores so far during the current Kharif season and lending operations have started acquiring pace in all the branches.
- ⇒ On the Financial Inclusion Plan, as regards opening of brick and mortar branches of a scheduled commercial bank in villages with population exceeding 5,000, thirty three (33) centres are left to be covered together by the banks. He requested the banks to ensure that the centres allocated to them are covered with Banking Outlets immediately.
- ⇒ Banks in the State have so far opened 89.90 lakh accounts under PMJDY. Banks have seeded Aadhar in 77.73 Lacs of these accounts. RuPay cards have been issued to 74.87 Lacs of these accounts.
- ⇒ Under Pradhan Manthri Suraksha Bheema Yojana (PMSBY) 63.14 lakh subscribers have been covered, whereas 18.82 lakh subscribers are so far covered under Pradhan Manthri Jeevan Jyothi Beema Yojana (PMJJBY).
- ⇒ Financial Literacy Week was observed by all the branches and Financial Literacy Centres of the banks from 4th June to 8th June 2018 as advised by Reserve Bank of India , during which a good number of camps were conducted in the remote areas.
- ⇒ There is a delay in launch of the ACP as the Government as well as the Bank machinery have been pre occupied in the last 2-3 months with the Rythu Bandhu Scheme, preparation and implementation. He expressed happiness on successful implementation of the prestigious scheme of the Government of Telangana by the participating banks in a grand manner. He

congratulated the Officials of Agriculture Department and Finance Department of Government of Telangana for their meticulous planning and preparations. He also complimented all the District level officials, Lead District Managers, Branch Managers and those who have taken pains to ensure that the Rythu Bandhu Scheme disbursements went through smoothly. He thanked the officials of Regional Office of Reserve Bank of India who stood by the Banks and provided adequate cash, without which Banks could not have handled the exercise smoothly.

The President SLBC presented a few highlights of the Annual Credit Plan 2018-19 as under:

- ⇒ The Current financial year's Annual Credit Plan outlay is pegged at Rs.136,733 crores, of which Priority Sector share is Rs.92,748 crores (68%).
- ⇒ Agriculture segment has a major share of 63% of Priority Sector at Rs.58,063 crores and MSME segment has a share of 23% i.e Rs.21,381 crores.
- ⇒ Banks are fully sensitive to the importance of investment credit to create sustainable income for the farmers. During the last financial year, out of term lending target Rs.14,447 crores to agriculture, banks could lend only Rs.10,973 crores. This year, based on NABARD's Potential estimates, a moderate increase in disbursement target to Rs.15,568 crores has been projected. He requested all the bankers to encourage investment credit and achieve the targets.

He concluded by thanking the Finance Department, Agriculture Department, Industries Department and other departments of Government of Telangana, Reserve Bank of India, NABARD and the member banks for their co-operation to the forum in discharging its functions.

Later Sri R Subramanian, Regional Director Reserve Bank of India addressed the forum. Congratulating the SLBC on launching of Annual Credit Plan for the year 2018-19, he stated:

- ⇒ The CD Ratio of the State is good at 116%.
- ⇒ Share of priority sector advances out of Total Advances is 37.80% which is marginally below the bench mark of 40%.
- ⇒ Growth in agricultural advances is reasonably good but credit off take during the Rabi season is not satisfactory. Banks to take all steps to improve the same.
- ⇒ Term lending in agricultural sector is showing declining trend and banks shall concentrate to improve the same. Agriculture Term Lending by banks during years 2015-16 and 2016-17 was about Rs.19,000 Crores and Rs.17,000 Crores respectively and it has come down to about Rs.16,000 Crores during the year 2017-18. Banks to have detailed discussion to find the reasons for the declining trend.
- ⇒ Growth in MSME segment under priority sector is reasonably good.

- ⇒ Significant overdues and NPAs in priority sector advances, both under agriculture and MSME sectors are a matter of concern.
- ⇒ Banks to open branches in unbanked areas as per Financial Inclusion Plan, at centres where the population is more than 5000. Banks may open Banking Outlet (BO) as per the definition of Reserve Bank of India in these identified centres immediately.
- ⇒ Banking Correspondents in inactive mode defeat the main objective of the scheme. Banks to make them active immediately. Banks to either make the BCs active conforming to the revised guidelines on Banking Outlets or open brick and mortar branches in place of inactive BCs.
- ⇒ Banks support to Reserve Bank of India in conducting financial literacy program is creditable.
- ⇒ The performance of the banks under MUDRA Scheme is good.
- ⇒ All the banks to improve finance to SHGs.
- ⇒ Reserve Bank of India has revamped the Lead Bank Scheme in consultation with various stake holders. Reserve Bank of India is looking forward for the banks' feedback on implementation of action points emerging upon revamp of the Lead Bank Scheme. The main idea behind these changes is to make SLBC function more effectively.

Dr. P Radha Krishnan, Chief General Manager, NABARD extended greetings to SLBC on launching Annual Credit Plan for the financial year 2018-19. He said that:

- ⇒ SLBC has taken into account the District Credit Plans in the State while preparing the Annual Credit Plan.
- ⇒ Though the growth in certain sectors is not up to the mark, overall growth performance by the banks is impressive. There is negative trend in extending term loans in agricultural sector. NABARD has conducted a study on term loan financing to agricultural sector and advised several steps for improving the same. NABARD is ready to provide all necessary help to the banks to overcome this issue.
- ⇒ Banks to finance Joint Liability Groups to improve their term lending to agriculture.

Sri Ch V Sai Prasad, Joint Secretary (Finance) congratulated all the bankers for the excellent support extended in successful implementation of first phase of Rythu Bandu Scheme. He said that:

- ⇒ Economy in the State is buoyant and banks have played an important role in the economic development of the State.

- ⇒ Finance to priority sector advances by banks is showing good improvement, but percentage wise it is below the bench mark.
- ⇒ Though the overall achievement of budgets during the last financial year is good, the performance of some of banks is below the bench mark. In some districts the credit disbursements are low leading to disparities. Banks are required to identify and analyse the reasons for these disparities and steps should be initiated to resolve the problem.
- ⇒ Banks to extend need based finance to weaker sections. NPAs in this sector are low. Banks finance under Stand Up India scheme also needs to be improved.
- ⇒ In respect of Prime Minister Task Force Recommendations some of the banks are not achieving the stipulated norms.
- ⇒ Banks are required to submit data on government deposits held by them, to Finance Department on a monthly basis. Many banks have not shared the data despite repeated requests from Finance Department.

Principal Secretary (Agriculture) Sri Parthasarathi, IAS stated that:

- ⇒ Major portion of the priority sector advances i.e., 62% is towards agriculture, which is satisfactory. Though finance to priority sector advances is increasing, the share of agriculture is reducing. SLBC is requested to look in to it.
- ⇒ Around 2400 branches of 8 banks in the State have participated in Rythu Bandhu Scheme. He congratulated the banks for the excellent support extended by them in making Rythu Bandhu Scheme successful. State Government has successfully completed the first phase of Rythu Bandhu Scheme and an amount close to Rs.5000 crores has so far been paid to the farmers.
- ⇒ State Government is implementing another welfare scheme for farmers, viz., Rythu Bandhu Insurance scheme, under which all the farmers between the age group of 18 to 58 years will be covered under the scheme. In case of death of the insured, owing to any reason, an amount of Rs.5.00 Lacs will be paid to the nominee. The scheme will be implemented through Life Insurance Corporation of India Ltd. The premium will be borne by the State Government.
- ⇒ Government is planning to form a committee with the banks and government officials to discuss about the issues relating to new Pattadar pass books.
- ⇒ All banks to improve term lending to agriculture. Both banks and State Government officials have to work together to achieve this objective.
- ⇒ Regional Rural Banks and Cooperative banks are playing a major role in agricultural finance. SLBC to take steps to see that all banks in the State participate actively in agriculture financing.

- ⇒ Last date for covering cotton crop under PMFBY scheme is fast approaching and banks have to complete renewals and fresh sanctions of crop loans within the cut off dates so that all crop loans are covered under the scheme.
- ⇒ Though Central Government has fixed a target for coverage of PMFBY as 40% for the last financial year, Telangana could achieve only 20%. Central Government has fixed a target of 50% for the current year, all the stakeholders, i.e., banks, agriculture department officials and insurance officials to strive for achieving the target this year.
- ⇒ Banks are requested to upload crop insurance data in PMFBY portal to enable the governments to release their share of premium to Insurance companies.

Hon'ble Minister for Finance, Telangana Shri Eatala Rajender launched the Annual Credit Plan (Banks) for the Financial Year 2018-19. He congratulated all the bankers for the role played in successful implementation of first phase of Rythu Bandu Scheme. He stated that:

- ⇒ The Rythu Bandhu Scheme is designed by the State Government for implementation in two phases with an investment outlay of Rs.12000 crores, to support farmers to meet their short term financial requirements for purchase of seeds, fertilizers, pesticides etc.,
- ⇒ As there was acute shortage of Cash in the State, the State Government represented to Reserve Bank of India to arrange for release of Rs.5000 crores of cash for the 1st phase requirement under Rythu Bandhu Scheme. RBI supported by supplying cash in a timely manner facilitating the farmers to draw money released for their agricultural operations.
- ⇒ Agriculture and Agriculture based industries contribute around 15% to 17% of country's GDP and GST collections.
- ⇒ Banks have contributed their mite in lending for the development of economy of the state. CD Ratio at 116% for the state is highest in the country.
- ⇒ Under mission Bhagiratha, the prestigious drinking water Grid programme, State Government proposed capital expenditure of Rs.40,000 crores with an aim to provide safe drinking water to every house including people living in tribal areas of Adilabad, Khammam districts and flouride affected areas;
- ⇒ Kaleswaram Lift Irrigation Project was undertaken by the State Government with an out lay of Rs.80,000 crores and banks have come forward to extend financial assistance to the project. With the linkage of the Kaleswaram project around 18 lakh acres of land will be irrigated and the farmers henceforth need not depend entirely on the rain fed cultivation, borewells etc. Irrigation of Paddy will be increased multifold.
- ⇒ Government is planning for perennial water supply for agriculture purpose to all the farmers in the state by completing several irrigation projects. Government is initiating steps for providing continuous water supply for un-irrigated lands.

- ⇒ Opening of bank branches in unbanked areas more particularly in rural areas should be expedited.
- ⇒ Another important problem of the State as well as the country is unemployment. The main responsibility of Central and State Governments is to provide employment opportunities to its citizens. Banks have to play a vital role in this aspect by providing loans under various employment generation schemes. Priority Sector lending to be stepped up and self employment & Youth empowerment should happen with bank finance.
- ⇒ Banks should be liberal in lending under Government Sponsored Schemes and shall not insist on collateral security or deposits.

Hon'ble Minister for Agriculture, Sri Pocharam Srinivas Reddy could not attend the meeting due to medical exigencies. However, he took pains in addressing the Forum over phone. He congratulated SLBC for successful launching of ACP for the financial year 2018-19. He also congratulated the banks for successful implementation of the first phase of Rythu Bandhu scheme in the State. He requested all the banks to speed up renewals and fresh sanction of crop loans. He also insisted on increasing term lending to agriculture.

Prior to the review of the performance of banks in the State, a Bankers' Session was held to review Bank-wise performance in Priority Sector/FI Initiatives and to address the issues of Banks and Line Departments of the Government.

Shri Manikandan, General Manager & Convenor took up the additional agenda for discussion as under:

1. Revamp of Lead Bank Scheme

Reserve Bank of India has advised guidelines under Revamped Lead Bank Scheme vide Circular No.RBI/ 2017-2018/155 FIDD.CO.LBS.BC.No.19/02.01.001/2017-18 dated 6th April, 2018. It is envisaged in the revamped scheme that there is a need for standardization of the data requirement and data formats for SLBCs at national level. As per revamped Lead Bank Scheme, SLBC Meetings should primarily focus on policy issues with participation of only the senior functionaries of the banks/Government Departments. All routine issues may be delegated to sub-committee(s) of the SLBC. A Steering Sub-Committee may be constituted in the SLBC to deliberate on agenda proposals from different stakeholders and finalize a compact agenda for the SLBC meetings.

Accordingly the following sub-committees are proposed to be formed.

1. Sub-Committee on Financial Inclusion
2. Sub-Committee on Agriculture
3. Sub-Committee on MSME (incl. Other Priority Sector & Government Schemes)
4. Sub-Committee on Rural Infrastructure

(A)Sub-Committee on Financial Inclusion: Members proposed

- a) SLBC Convenor
- b) Finance Department, Government of Telangana
- c) Reserve Bank of India,
- d) NABARD
- e) Department of Telecommunications (TERM CELL)
- f) Rural Development Department/Director of School Education.
- g) Representatives from 10 major Banks
- h) Representatives from other banks (2 to 3) and any other departments (depending upon the agenda items for discussion) as invitees.

Agenda:

- a) Status of opening of banking outlets in unbanked villages, CBS-enabled banking outlets at the unbanked rural centres (URCs)
- b) Review of operations of Business Correspondents – hurdles/issues involved
- c) Progress in increasing digital modes of payment in the state and related issues, installation of ATMs and POS machines.
- d) Status of rollout of DBT in the state. Aadhar seeding & authentication.
- e) Review of inclusion of financial education in the school curriculum & FI initiatives.
- f) Creating awareness about various schemes, subsidies, facilities etc.,
- g) Review of efforts towards end to end projects involving stake holders in the supply chain.

(B)Sub-Committee on Agriculture : Members proposed

- a) SLBC Convenor
- b) Finance Department, Government of Telangana
- c) Reserve Bank of India/NABARD
- d) Agriculture Department, Horticulture Department, Animal Husbandry, Rural Development, SERP, MEPMA
- e) Insurance Companies participating in PMFBY/WBCIS
- f) Representatives from 10 major Banks
- g) Representatives from other banks (2 to 3) and any other departments (depending upon the agenda items for discussion) as special invitees.

Agenda:

- a) Achievement under ACP of the State, Priority Sector Lending
- b) Discussion on lending towards government sponsored schemes, viz., DAY-NRLM, DAY-NULM and impact of these schemes.
- c) KCC Loan, Crop Insurance under PMFBY
- d) Progress under SHG – Bank Linkage
- e) CD Ratio, Review of Districts with CD ratio below 40%
- f) NPAs in Agriculture & SHGs, Recovery of NPAs
- g) Doubling of Farmers Income by 2022
- h) Review of restructuring of loans in natural calamity affected districts in the state, if any.

(C) Sub-Committee on MSME (Incl. Other Priority Sector & Govt. Sponsored Schemes): Members proposed

- a) SLBC Convenor
- b) Finance Department, Government of Telangana
- c) Reserve Bank of India/NABARD
- d) Commissioner of Industries
- e) SC Corporation, ST Corporation, BC Corporation, Minorities Corporation, KVIC & Industries Department
- f) Representatives from 10 major Banks
- g) Representatives from other banks (2 to 3) and any other departments (depending upon the agenda items for discussion) as special invitees.

Agenda:

- a) Review of progress under various Government Sponsored Schemes, SCAP, STAP, BCAP, Minorities, Mudra, Stand-Up India, PMEGP and impact of these schemes.
- b) Flow of credit to MSMEs and for affordable housing
- c) Grant of Education Loans
- d) NPAs in MSME/Housing Loans/Education Loans & schematic lending, Recovery of NPAs

(D)Sub-Committee on Rural Infrastructure: Members proposed

- a) SLBC Convenor
- b) Finance Department, Government of Telangana
- c) Reserve Bank of India/NABARD
- d) Agriculture Department, Horticulture Department, Animal Husbandry, Industries Department
- e) Representatives from 10 major Banks
- f) Representatives from other banks (2 to 3) and any other departments (depending upon the agenda items for discussion) as special invitees.

The committee will be convened at the instance of the Government as and when requested.

Agenda:

- a) Any large project conceived by the State Government to improve CD ratio.
- b) Explore the scope of State-specific potential growth and the way forward choosing partner banks.
- c) Discussion on findings of region-focused studies, if any, and implementing the suggested solutions.
- d) Identification of gaps in rural and agriculture infrastructure which need financing (rural godowns, solar power, agro processing, horticulture, allied activities, agri-marketing etc.,)
- e) Implementation of Model Land Leasing Act, 2016 (exploring the possibility)

Synopsis of the outcome of the Sub-Committees will be presented in the SLBC quarterly meeting. Additional data requirements in line with the revised agenda will be sought separately from the member banks. Controllers of banks are requested to adhere to the timeline for submission of additional data whenever sought by SLBC.

2. Extended-Gram Swaraj Abhiyan (EGSA)

Department of Financial Services (DFS), Ministry of Finance, Government of India advised that Extended Gram Swaraj Abhiyan is launched from 01.06.2018 under which 656 villages in three Aspirational districts were identified in the state of Telangana for saturation under PMJDY, PMJJBY & PMSBY schemes.

The financial inclusion activities as part of the **Gram Swaraj Abhiyan** will be day- long events during the entire period till saturation is attained in respect of the identified schemes. At each District, pre-decided and well-publicised venues are to be arranged to open Jan-Dhan accounts, enrol for PMJJBY and PMSBY. The venue should provide the following events:

- Display of Jan-Dhan facilities, PMJJBY, PMSBY facilities in local language,
- Opening of Jan-Dhan accounts
- Distribution and activation of RuPay cards
- Enrolment of PMJJBY and PMSBY
- Aadhaar seeding and authentication with consent of the account holder
- Mobile seeding
- Awareness about the schemes.
- Expansion of BC network and activation of inoperative BC points.

Total villages identified in the above three districts have been allocated to various banks, viz., State Bank of India (197), Telangana Grameena Bank (133), AP Grameena Vikas Bank (207), Andhra Bank (69), Union Bank of India (14), Canara Bank (13), Indian Overseas Bank (7), Syndicate Bank (4), Punjab National Bank (3), Indian Bank (2), Vijaya Bank (2), Central Bank of India (2), Kotak Mahindra Bank (1), Bank of Baroda (1) and Karur Vysya Bank (1) for implementation of EGSA.

3. District-Level Town Hall Meetings for resolution of MSME grievances:

It was resolved in the MSME Sub-Committee Meeting held on 11.01.2018, where in Sri KT Rama Rao, Hon'ble Minister for Industries & Commerce had participated, that monthly town hall meetings at district-level in each district are to be held to resolve the grievances of MSME entrepreneurs. Intimation about conduct of such meetings to be communicated to Reserve Bank of India and representatives of district level MSME associations. A report on Town Hall meetings is to be submitted to SLBC and Reserve Bank of India. To have uniformity, LDMs were advised to hold the meetings on the last Friday of the month.

However, it is observed that Town Hall meetings are not being held as envisaged. LDMs were advised invariably hold the meetings every month with appropriate participation by banks, Government departments (as necessary).

4. Grounding of Government Sponsored Schemes: Demanding matching deposits by some banks/branches:

It has been advised by the line departments of Government of Telangana, in various fora that branches are insisting on the beneficiaries of Government Sponsored Schemes keeping deposits for

grounding the units. Controllers of banks have been advised in various Steering Committee Meetings earlier to suitably instruct their branches in this regard. As complaints are still coming in, banks were once again advised to instruct their branches to desist from taking deposits for grounding of units under schematic lending.

5. Sharing of Expenditure for establishing DRT at Hyderabad:

It was resolved in the 11th Quarterly Review Meeting of SLBC Telangana held on 26.05.2016 as under:

“The Registrar, Debts Recovery Tribunal, Hyderabad, has entrusted erstwhile State Bank of Hyderabad the responsibility of acquiring Premises for DRTs at Hyderabad advised to appoint the Architects for preparing the layout, drawings, estimates, tenders, interior works, electrical and air-conditioning of the floors. Further it was resolved to share the expenditure for setting up of DRT proportionately”.

Later Bank-wise proportionate share was advised to banks, with a request to remit their share.

The work was completed long back and DRT-2 is functioning. While majority of banks have remitted their share of expenditure, very few banks are yet to remit their contribution and the same was communicated separately to the respective banks. Banks were once again advised to remit the amount immediately.

The following issues were raised by the member banks during the course of interactions.

1. Banks are encountering numerous operational issues in sanction of agriculture loans , post issuance of new title deed pattedar pass books to the land owners and requested government to take urgent steps to protect the interest of the banks.
2. VLR/PV reimbursement is pending for the year 2014-15 and onwards, from Government of Telangana. Banks requested the Government to reimburse the same immediately to enable the banks to extend the scheme to the eligible farmers.
3. Banks have sanctioned loans under Rajeev Gruha Kalpa Scheme in 2006, but borrowers are not repaying the loans stating that loan waiver announced by Govt of Telangana for Rajiv Gruha Kalpa is applicable for bank loan component also. Banks requested support from Government to recover the dues.
4. NPAs are mounting and banks requested for support from the State Government in resolution/recovery efforts of banks.

Sri Swaminathan J, Chief General Manager (SBI) & President, SLBC stated that Banks are actively participating in the economic development of Telangana State. He requested Joint Secretary (Finance) to address the concerns raised by the banks, more particularly pertaining to the reimbursement of pending Vaddi Leni Runalu and Pavala Vaddi Schemes claims of banks.

Sri Ch V Sai Prasad, Joint Secretary (Finance) responded stating that Government will hold a meeting of Bankers to resolve the issues. He clarified that Government has not announced any loan

waiver to Rajeev Gruhakalpa beneficiaries. He also stated that Government will be making payment of dues under VLR & PV Schemes. He requested all the banks to submit the data as per the proforma circulated by Finance Department. He assured that the amount pertaining to RSETIs will be released shortly.

Sri Swaminathan J, President SLBC felicitated the Lead District Managers of Bhadradri Kothagudem, Jagtial, Jangaon, Karimnagar, Mancherial, Nagarkurnool, Nalgonda, Ranga Reddy, Suryapet, Vikarabad, Wanaparthy and Warangal Rural districts on achieving saturation under Gram Swaraj Abhiyan (From 14.04.2018 to 05.05.2018) with a memento & a certificate.

Thereafter, agenda items of UIDAI and SERP are taken up for discussion.

Sri G Venu Gopal Reddy, DDG UIDAI said that:

- ⇒ Aadhar is being used for Direct Benefit Transfer (DBT) subsidy to poor.
- ⇒ As per the Gazette Notification issued on 14th July, 2017, every Scheduled Commercial bank shall set up Aadhar enrolment and update facility inside its bank premises at a minimum of 1 out of their every 10 branches by 30th August, 2017. The selection of branches for enrolment and update facility shall be such that it covers all the district headquarters where it is present
- ⇒ Banks have identified 445 branches for opening of Aadhar enrolment and Updation centres in the state of Telangana and 401 centres are active as on date.

Sri NS Deepu, ADG, UIDAI told as under:

- ⇒ UIDAI portal will be providing information to the banks for smooth functioning of Aadhar enrolment and Updation centres.
- ⇒ The selection of branches for enrolment and update facility shall be such that it covers all the district headquarters where it is present, and that there is maximum coverage of Talukas /Block in every district.
- ⇒ The Scheduled Commercial bank shall notify to its customers, the general public, and UIDAI of the locations of branches where Aadhar enrolment and update facilities will be provided by them. The list of such branches shall be displayed on its websites. Any changes in locations shall be notified at the earliest in the aforesaid manner.
- ⇒ The banks may charge the customers for Aadhar update services at the rate prescribed by UIDAI.
- ⇒ UIDAI has also mandated vide its Circular dated 31st May, 2018, that earlier target of 16 enrolment/updates per day per branch is relaxed to 8 enrolments/updates per day per branch from 1st July, 2018, 12 enrolments/updates per day per branch from 1st October, 2018 and 16 enrolments/updates per day per branch from 1st January, 2019.

- ⇒ Banks, which achieve the target of minimum 8 Aadhar enrolments/updates per day per branch in the month of July, 2018 will not be levied financial disincentives up to July, 2018.
- ⇒ UIDAI also intends to notify a special reduced transaction charges (for eKYC and Authentication services) for those banks which meet the enrolment benchmark target.
- ⇒ Banks may therefore, ensure that the task of setting up enrolment centre by making them operational as per above stated staggered number of Aadhar enrolments/updates per day per branch is completed at the earliest and in any case before, 30th June, 2018.
- ⇒ Banks to nominate State Level Nodal Officer to oversee and coordinate with respect to Aadhar Centres.
- ⇒ Branch Managers, Bank Employees to be sensitized with regard to their role as verifiers and ensuring sanctity of the enrolment process.
- ⇒ Banks which are yet to operationalise their centres or yet to meet the target, are required to take proactive steps immediately.
- ⇒ Ensure proper IEC (Information, Education and Communication), i.e., Aadhar Centre Banner outside the premises, display of Approved Rate List, Escalation matrix.
- ⇒ Field observations by UIDAI team revealed that short comings at some centres such as : Aadhar banner IEC material is not displayed, , kit and operator missing ,resident monitor display not available, verification not done by bank employee, enrolment documents being retained, branch manager not aware of his responsibilities with respect to Aadhar Centre.
- ⇒ The banks shall notify to its customers and general public, the locations of branches where Aadhar enrolment/Update facilities will be provided by them. The list of such branches shall be displayed on its websites.
- ⇒ Proper ambience for the enrolment is to be provided. Tokens to be issued in case of rush.
- ⇒ Quality of enrolment process to be improved with proper supervision, as there is a 22% rejection due to demographic errors (name/address transliteration error, poor quality photograph), document error (invalid documents, poor quality documents), BE error (exception photo not as per guidelines, No exception available in exception photo).
- ⇒ UIDAI conducts refresher training for the banks at UIDAI Hyderabad office, as well as in bank training centres. Banks may avail of this facility.
- ⇒ Allahabad Bank, Bank of Maharashtra, Corporation Bank, Dena Bank and Oriental Bank of Commerce have not yet started their enrolment centres in the state. In the private sector banks category, Development Credit Bank, Dhanalaxmi Bank, Jammu & Kashmir Bank, KBSLB and South Indian Bank have not yet started their enrolment centres.

- ⇒ State Bank of India topped with 36,776 enrolment/updates during the last 30 days followed by Andhra Bank, Syndicate Bank and Canara Bank with 20,675, 4,439 and 2,185 enrolment/updates respectively. All the Centres to improve their performance by reaching 100+ enrolment/updates per month.
- ⇒ Andhra Bank, Bank of Baroda, Canara Bank, Punjab & Sind Bank, UCO Bank, Union Bank of India, United Bank of India, State Bank of India, Bandhan Bank, Catholic Syrian Bank, City Union Bank, Federal Bank, Ratnakar Bank, Kotak Mahindra Bank, Yes Bank and Tamilnadu Mercantile Bank have achieved 100% in opening of Aadhar enrolment/Updation centres as per their targets. Remaining banks to achieve 100% target.

Ms Pausumi Basu IAS, CEO, SERP on issues relating to SHG financing, stated as under:

- ⇒ Huge funds are being pumped into various activities of SHGs in the state of Telangana and congratulated the banks for their cooperation in extending credit to SHGs during the year.
- ⇒ Target for the current year 2018-19 is Rs.6,514 Crores and a very significant share of 33% goes for State Bank of India. Andhra Bank's share is at 12%.
- ⇒ NPA level in SHGs was at 2.95% as at the end of 2017-18. The target for the current year is aimed at below 2% in NPA in SHG loans.
- ⇒ The loan enhancement, particularly for cash credit loans, hasn't been taking place. Requested the bankers that the minimum loan enhancement should be at least Rs.1.00 Lacs.
- ⇒ For CC loans, borrowers shall be allowed to withdraw the amounts within the drawing power. But in most of the cases, Drawing Power is not provided by the banks/borrowers are not being allowed to draw the amount. Requested banks to permit drawing of 60% of the DP in the SHG accounts which is as per Reserve Bank of India guidelines vide their master circular dated 01.07.2017. If the DP is not permitted in the accounts, the main purpose of financing of SHGs is defeated. If banks give timely & adequate credit to groups, SERP will be supporting the groups in income generating activities.
- ⇒ Banks to sanction loans as per Micro Credit Plan of the groups which will help them in creation of assets. This is as per the main objective of National Rural Livelihood Mission (NRLM). MEPMA also has raised this issue on many forums. Banks need to look in to seriously and sanction limits as per Micro Credit Plan of the respective groups.
- ⇒ SERP, MEPMA and District administration are committed to recovery of NPAs. However, Banks shall advise their branch managers to participate in CBRM meetings at least once in a month which will certainly encourage repayment culture/recovery in NPA accounts. Branch Manager is the chairperson of the CBRM committee meeting and if branch managers attend the meetings, majority of the recovery problems will get resolved. In CBRM, an array of participants viz., SHG group members, group leaders, representatives and office bearers of the CBRM committee, the District Project Manager SERP, Asst. Project Manager SERP,

MEPMA, other relevant staff, if required, Agriculture Extension Officer, Animal Husbandry Extension Officers will be available for deliberations. SERP will ensure participation of all these members. However, it is the responsibility of the Branch Manager to convene the meeting once in month.

- ⇒ In some branches, balance in Savings Bank accounts maintained by the groups is withheld and the groups are not allowed to draw the amount. Banks to look in to this aspect and issue instructions to their branches to desist from such practice.
- ⇒ There are some data sharing issues which are to be resolved:
 - Reserve Bank of India and Government of India have suggested to have a common data sharing platform for SHG transactions;
 - SB account number is the primary key (common key) at SERP for identifying the group;
 - All the group transactions, viz., loan, disbursements, repayments and interest etc are being monitored through SB account number. Some banks are sharing the data without SB account number. Unless the data with SERP is matched with that of banks, SERP will not be able to know the status of the groups;
 - Banks to advise their branches to improve the quality of the data sharing.
- ⇒ A Training Programme is being planned for the Branch Managers/Field Officers of SHG financing branches shortly, to enable the field level officers understand the nuances of SHG lending.

The meeting was concluded with vote thanks by **Sri K Srinivas, Dy. General Manager, State Bank of India.**


General Manager & Convenor

19th Quarterly Review Meeting for the quarter ended 31.03.2018

Action Points emerged in the Meeting

Action Point No.1

Banks to cover the uncovered villages with population above 5000 identified & allocated as per the Financial Inclusion Plan, immediately and advise SLBC.

(Action: All Banks)

Action Point No.2

Banks finance under Stand Up India scheme needs to be improved.

(Action: All Banks)

Action Point No.3

Banks to submit data on government deposits held by them, to Finance Department on a monthly basis without fail.

(Action: All Banks)

Action Point No.4

Government intends to form a committee with the banks and government officials to discuss the issues relating to new Pattadar pass books.

(Action: Finance Dept., GoT)

Action Point No.5

Banks shall not insist on collateral security or deposits for loans under Govt. Sponsored Schemes.

(Action: All Banks)

Action Point No.6

Banks which are yet to operationalise their Aadhar enrolment/Updation centres to take immediate steps for opening of centres.

(Action: All Banks)

Action Point No.7

The banks shall notify the locations of branches where Aadhar enrolment/Updation facilities are provided by them to its customers, the general public, and list of such branches shall be displayed on its websites.

(Action: All Banks)

Action Point No.8

Banks to allow drawals by SHG groups within the drawing power of CC limits.

(Action: All Banks)

Action Point No.9

Controllers of Banks to advise their Branch Managers to convene the CBRM meetings once in a month to give boost to recovery of NPAs in SHG accounts.

(Action: All Banks)

Action Point No.10

Controllers of Banks to instruct their branches not to withheld the amount in savings bank accounts of the groups and allow them to draw from the savings bank accounts.

(Action: All Banks)

19th Quarterly Review Meeting for the quarter ended 31.03.2018**List of Participants**

Hon'ble Ministers			
No.	Name	Designation	Organisation
1	Eatala Rajender	Hon'ble Minister for Finance	Telangana
SLBC Telangana			
1	Swaminathan J	President SLBC & CGM	State Bank of India
2	S Manikandan	Convenor SLBC & GM	State Bank of India
Government Officials			
1	C Parthasarathi, IAS	Prl. Secretary, Agri. Depat.,	Govt. of Telangana
2	Ch V Sai Prasad, IAS	Jt. Secretary (Finance)	Govt. of Telangana
3	L Venkatrami Reddy, IAS	Director, Horticulure Dept.,	Govt. of Telangana
4	Pausami Basu	Managing Director, SERP	Govt. of Telangana
5	R Sivanand	Asst. Director (Cons), Agri.Dept	Govt. of Telangana
6	B Sreenivasulu	Dy. Director, Industries Dept	Govt. of Telangana
7	M Chandrasekhar	Managing Director (BC Welfare)	Govt. of Telangana
8	G Venugopal Reddy	Dy. Director General	UIDAI
9	N S Deepu	Asst. Director General	UIDAI
10	G Narayana Rao	Asst director	KVIC
11	S Nilly Anand	Asst. Director	MEPMA
12	S Siva Ram Prasad	Asst. Director General	Dept. of Telecommuications
13	D R Narsimha Rao	Asst. Superintendant	Postal Department
14	M Najammuddin	Consultant, Agri. Dept.,	Govt. of Telangana
15	V Chandulal	Director	KVIC
16	K Veeramallu	Project Executive, SERP	Govt. of Telangana
17	V Jayanthi	Project Manager, SERP	Govt. of Telangana
18	J Ramachandrudu	Project Officer, SERP	Govt. of Telangana
19	K Satish	Project Officer, SERP	Govt. of Telangana
20	Venkat	Project Officer, SERP	Govt. of Telangana
21	Y Ramesh	Project Officer, SERP	Govt. of Telangana
22	G Padma	SMC, MEPMA	Govt. of Telangana
Reserve Bank of India/NABARD/SIDBI			
1	R Balasubramanian	Regional Director	Reserve Bank of India
2	Dr P Radha Krishnana	Chief General Manager	NABARD
3	Sundaram Shankar	General Manager	Reserve Bank of India
4	Sanjay Jain	General Manager	SIDBI
5	Smitha Mohanty	Dy. General Manager	NABARD
6	Shobha	Asst. General Manager	NABARD
7	M Usha	Asst. General Manager	Reserve Bank of India

Member Banks			
1	M Satyanarayana Reddy	General Manager	Andhra Bank
2	G Rajender Reddy	General Manager	Canara Bank
3	S Vijaya Kumar	General Manager	Syndicate Bank
4	DR. N Muralidhar	Managing Director	TS Cooperative Apex Bank
5	Vinita Bhattacharjee	Dy. General Manager	State Bank of India
6	K Srinivas	Dy. General Manager	State Bank of India
7	B K Sarangi	Dy. General Manager	Allahabad Bank
8	M J Ashok	Dy. General Manager	Corporation Bank
9	A K Agarwal	Dy. General Manager	Oriental Bank of Commerce
10	Joseph Tobias	Dy. General Manager	Union Bank of India
11	Jyothi T	Chief General Manager	TS Cooperative Apex Bank
12	S K Chaturdevi	Chief Regional Manager	Indian Overseas Bank
13	R S Bansal	Zonal Manager	Bank of Maharashtra
14	M Prabhakara Reddy	Zonal Manager	Indian bank
15	R Manohar	Zonal Manager	Indian bank
16	Shantanu Samaddar	Zonal Head	ICICI Bank
17	T Yesupadam	General Manager	Telangana Grameena Bank
18	C Shobha Rani	Asst. General Manager	Bank of India
19	T Srinivasa Rao	Asst. General Manager	Central Bank of India
20	N Harish Babu	Asst. General Manager	ICICI Bank
21	P Rajesh Babu	Asst. General Manager	IDBI Bank Ltd
22	R Rajaiah	Asst. General Manager	Union Bank of India
23	M Srinivasa Rao	Asst. General Manager	Vijaya Bank
24	D N Ambedkar	Asst. General Manager	Punjab National Bank
25	Bharani Kumar	Asst. General Manager	State Bank of India
26	V Krishnamachary	Asst. General Manager	Syndicate Bank
27	Manoj Kumar A	RDD	Dena Bank
28	Madhusudhan Hegde	Senior Vice President	HDFC Bank Ltd
29	P Ramchandran	Regional Manager	Tamilnadu Mercantile Bank
30	Vidyabhushan Prasad	Vice President	DCB Bank
31	A Mukundan	Vice President	HDFC Bank Ltd
32	K Vanamali	Vice President	Kotak Mahindra Bank
33	G Ajit Kumar	Vice President	RBL Bank
34	B Madhuri	Dy. Vice President	Indus Ind bank
35	Y Veera Prasad	Asst. Vice President	Axis Bank
36	P Siva Kumar	Asst. Vice President	Axis Bank
37	S Karunakaran	Senior Manager	Allahabad bank
38	Ch Krishna Rao	Senior Manager	Bank of India
39	V Surendra babu	Senior Manager	Bank of Maharashtra
40	B Karunakar Reddy	Senior Manager	Bank of Baroda

41	Alloysius Edwards	Senior Manager	Punjab & Sind Bank
42	T Lakshmana Rao	Chief Manager	Bank of Baroda
43	Prakasa Rao	Chief Manager	Dena bank
44	Jayasekhar Reddy	Chief Manager	Federal bank
45	K V Mathew	Chief manager	ICICI Bank
46	D Rajasekhar Reddy	Chief Manager	Indian Bank
47	K V S Prasad	Chief Manager	Karur Vysya bank
48	M Chandra Sekhar	Chief Manager	Syndicate Bank
49	G Sridevi	Chief Manager	UCO Bank
50	MBT Reddy	Asst. General Manager	AP Grameena Vikas Bank
51	P C S Reddy	Chief Credit Officer	KBS Local Area Bank
52	M G Rajasekhar	Manager	Karur Vysya bank
53	D Phani raju	Manager	Reserve Bank of India
54	M Ratnakar	Manager	South India Bank
55	M Vijay Kumar	Dy. Manager	AIC of India
56	G V K Sridhar	Dy. Manager	City Union Bank
57	Sonia Bhalla	Dy. Manager	National Housing Bank
58	K Rama Swamy	Dy. Manager	Yes Bank
59	KNV Divakar	Asst. Manager	Dhanalaxmi Bank
60	Ramyasri	Asst. Manager	Vijaya Bank
Lead District Managers			
1	N Pulla Rao	LDM Bhadradi	State Bank of India
2	NVNS Nageswara Rao	LDM Hyderabad	State Bank of India
3	T V Srinivasa Rao	LDM Jangaon	State Bank of India
4	C Ramesh Kumar	LDM Karimnagar	State Bank of India
5	M Rajaiah	LDM Karimnagar	State Bank of India
6	G Prabhakar	LDM Mahabubnagar	State Bank of India
7	G Prabhakar	LDM Mahabubnagar	State Bank of India
8	R Naga Raju	LDM Medak	State Bank of India
9	Suryam	LDM Nalgonda	State Bank of India
10	N Hari Krishna	LDM Nirmal	State Bank of India
11	K Suresh Reddy	LDM Nizamabad	State Bank of India
12	Mohammed Rizwan	LDM Ranga Reddy	State Bank of India
13	K Srinivas	LDM suryapet	State Bank of India
14	P Sumalatha	LDM Vikarabad	State Bank of India
15	M Ravinder Kumar	LDM Gadwal	Andhra Bank
16	G Laxminarayana	LDM Jagtil	Andhra Bank
17	H Raju	LDM Mancherial	Andhra Bank
18	K R K Reddy	LDM Nagarkurnool	Andhra Bank
19	G Ranga Reddy	LDM Sircilla	Andhra Bank
20	Y Suresh Kumar	LDM Wanaparthy	Andhra Bank

21	GVBD Hariprasad	LDM Warangal Rural	Andhra bank
22	M Bhujanga Rao	LDM Medchal	Canara Bank
23	K Nagarjuna Babu	LDM Yadadri	Canara Bank
24	K Siva Prasad	LDM Kamareddy	Syndicate Bank
Insurance Companies			
1	V Sreenivas Rao	Asst. Manager	AIC of India
SLBC Department			
1	JB Subrahmanyam	Asst. General Manager	State Bank of India
2	N Venkata Ramana	Asst. General Manager	State Bank of India
3	M Ravi Kumar	Manager	State Bank of India
4	J Venkateswara Rao	Manager	State Bank of India
5	PVRL Kalpana	Dy. Manager	State Bank of India