

30th SLBC Quarterly meeting for the quarter ended June 2021

Agenda

No	Particulars	Page
1	Adoption of Minutes of the 29 th SLBC Qtly. Meeting	3
2	Action points of 29 th SLBC Qtly meeting - Action Taken Report	3
3	Review of Financial Inclusion Initiatives, expansion of banking network and Financial Literacy	4
a.	Status of Banking Network, Opening CBS enabled Banking Outlets at the Unbanked Rural Centres	
	i. Banking Network in Telangana State	5
	ii. Unbanked Rural Centre within 5 km radius, with Bank branch/ Bank Mitra	5
	iii. Status of opening of bank branches in identified Unbanked Centres in LWE Districts	6
	iv. National Strategy for Financial Inclusion (NSFI):2019-24	6
	v. National Strategy for Financial Education(NSFE): 2020-25	7
	vi. Targeted Financial Inclusion Intervention Programme (TFIIP)	8
	vii. Pradhan Mantri Adarsh Garam Yojana (PMAGY)	9
	viii. Opening of bank branch, ATM or BC outlet in the vicinity of CAPF camps and opening of one banking outlet at each Gram Panchayat Bhawan in LWE affected districts.	11
b.	Review of operations of Business Correspondents and Connectivity Issues	11
c.	Progress in increasing digital modes of payment / ATMs & PoS, etc	13
d.	Direct Benefit Transfer (DBT) / Aadhaar Seeding and Authentication	
	i. AADHAAR Centres in Bank Branches	13
	ii. Concerns of UIDAI	13
	iii. Aadhaar Seeding of Bank Accounts and mapping on NPCI	14
e.	Social Security / Insurance Schemes launched by Govt. of India	15
	i. PRAGATI (Pro-Active Governance and Timely implementation) on PMJJBY and PMSBY	16
	ii. APY Targets for 2021-22, Citizen's Choice H12021-22 Campaign, Saturation of APY in LWE Districts	
f.	Financial Literacy Initiatives-Financial Literacy Activity by FLCs of Banks	17
g.	Centre for Financial Literacy (CFL)	18
h.	100% digitally enabling Khammam District	19
i.	NABARD FI Fund Utilisation	20
4	Review of Credit Disbursement by Banks	21
a.	Achievement of Annual Credit Plan 2021-22, Priority Sector lending	
	i. Credit flow to Agriculture	23
	- Campaign for 100% KCC Saturation, Issue of KCC to Dairy farmers and Issue of KCC to Fish Farmers	24
	ii. Crop Insurance under PMFBY/RWBCIS Schemes	27
	iii. Agri. Term Loans including Allied, Infrastructure & Ancillary Activities	27
	-Agriculture Infrastructure Fund-Allocation of Budget to Banks in Telangana State	28
	- Pradhan Mantri Formalisation of Micro Food Processing Enterprise Scheme	29
	iv. Dairy Entrepreneurship Development Scheme (DEDS)	31
	v. Pledge Finance against Warehouse Receipts	31
	vi. Joint Liability Groups (Bhoomi Heen-Kisan)	31
	vii. Review of progress in Financing Agri. Clinics/Agri. Business Units	31
b.	Outstanding, Overdues & NPAs under Agriculture sector	
	i. Overdues in Agriculture segment	32
	ii. NPAs in Agriculture segment	32
	iii. Vaddileni Runalu/Pavala Vaddi on Crop Loans/_Rythu Bandhu 2018 Cheque Printing Charges	33
	iv. Reimbursement of pending RSETIs Claims	33
	v. Crop Loan Waiver Scheme -2018-Implementation-Progress	33
	vi. Oil Palm Cultivation- Modalities of Finance- Scale of Finance	34
c.	Flow of Credit to MSMEs	
	i. Micro, Small & Medium Enterprises (MSME): Targets & Achievement	35

	ii. Micro, Small & Medium Enterprises (MSME): Outstandings	35
	iii. PM Task Force Recommendations	36
	iv. Over dues in MSMEs	37
	v. NPAs in MSME segment	37
	vi. CGTMSE Scheme	37
	vii. One Time Restructuring of MSME Accounts	39
	viii. Review of Bank Linkage in MSME Clusters	39
	ix Review of Guaranteed Emergency Credit Line (Aatma Nirbhar Bharat Abhiyan Package)- 20% credit to MSME's	39
	x. Distressed Asset Fund-Subordinate Debt for Stressed MSMEs: Credit Guarantee Scheme for Subordinate Debt (CGSSD)	40
	xi. PMSVANidhi- Finance to Street Vendors	40
	Lending towards Government Sponsored Schemes	
d.	i. Credit Flow under DAY-NRLM Scheme-Positioning of SHG members as BC Agent-Mission one GP one BC Sakhi	42
	ii. Credit Flow under DAY-NULM Scheme - MEPMA- Self Employment – Individuals and Groups (CIGs) Financing	42
	iii. Credit Flow under MUDRA Scheme	42
	iv. Credit Flow under STAND UP INDIA Scheme	44
	v. Credit Flow under DRI Scheme	45
	vi. Credit Flow under PMEGP Scheme	45
	vii. Credit Flow under SC Corporation Schemes, Mini Dairy and Vegetable Pandal Cultivation	46
	viii. Credit Flow under TRICOR (Telangana State Scheduled Tribal Co-operative Finance Corporation) Schemes	49
	ix. Credit Flow under TS BC Corporation Schemes	49
	x. Credit Flow under TS Minority Finance Corporation Schemes	50
	xi. Position of NPAs in respect of Schematic lending	50
	xii. Credit Flow to others: (a) Weaker Sections (b) Women	50
e.	Credit flow - Education Loans	51
f.	Credit flow - Housing Loans - i) PMAY Scheme –Details of Subsidy released ii) Rural Housing Interest Subsidy Scheme (RHIS)	51
g.	Progress under SHG Bank Linkage	53
5	CD Ratio : Review of District with CD Ratio below 40% and working of Special Sub-committees of the DCC (SCC)	54
6	Review of Restructuring of loans in Natural Calamity affected districts, if any	54
	Policy Initiatives of the Central / State Governments / RBI	
7	a) Review of Instructions on Interest on overdue domestic deposits:(RBI Circular No RBI/2021-22/66 DoR.SPE.REC.29/13.03.00/2021-2022 dt. 02.07.2021)	54
	b) New Definition of Micro, Small and Medium Enterprises - Addition of Retail and Wholesale Trade: (RBI Circular No.RBI/2021-2022/67FIDD.MSME& NFS.BC.No.13/06.02.31/2021-22 dt. 07.07.2021)	54
	c) Resolution of Covid-19 related stress of Individuals and Small Businesses – Revision in the threshold for aggregate exposure: (RBI Circular No: RBI/2021-22/46 DOR.STR.REC.20/21.04.048/2021-22 dt.04.06.2021)	55
8	Dharani Portal Issues	55
9	Improving Rural Infrastructure	55
10	Efforts towards Skill Development	61
11	Doubling of Farmers' Income by 2022	61
12	Financing of FPOs	63
13	Issues remaining unresolved at DCC/DLRC meetings	65
14	Timely submission of data by Bank, adhering the schedule of SLBC meetings	66
15	Government Deposits –Updation of information in Finance Department portal in the prescribed proforma	67
16	Any other issue with permission of the Chair	67
17	Success Stories	68
18	Circulars issued by RBI	69

Agenda 1: Adoption of Minutes of the 29th SLBC Quarterly Review Meeting

The minutes of 29th SLBC meeting for the quarter ended 31st March'2021 held on 28.06.2021 as furnished in **Annexure ' A '** was circulated to all the members of SLBC including RBI, NABARD, LDMS and Government Departments concerned. The modifications suggested by RBI have been taken into account. These minutes may be taken as confirmed by the house as no requests for further amendments/ modifications were received.

Agenda 2: Action Points of 29th SLBC Meeting – Action Taken Report

No.	Action Point	Action by	Action initiated / status as on 30.06.2021
1	Inactive BCs for more than one month particularly in Rural/Semi Urban areas needs to be activated/ replaced with new BCs to extend un-interrupted banking services	All Banks	A total of 247 BCs are inactive as on 30.06.2021 of which, 149 are in Rural, 65 in Semi Urban and 33 in Metro Areas. Compared to March'2021, inactive BCs in Rural and Semi Urban areas have decreased by 9 and 8 respectively and increased by 1 in respect of Urban and Metro areas. The Bank wise details are: IDFC- 118, HDFC-62, UBI-30, APGVB-9, BOB-8, Canara Bank-8, UCO Bank-7 and others -5. We have been following up with these banks regularly.
2	Comparative position of PMMY, Stand Up India schemes with other State to be provided	SLBC	The comparative position in respect of Stand Up India, PMMY, PMEGP, PMJDY, APY, PMSvanidhi Schemes will be presented in the meeting
3	Banks to ensure coverage of all eligible PMJDY account holders with insurance & Pension schemes viz., PMSBY, PMJJBY and APY schemes and also in 3 Aspirational districts of JS Bhupalapally, KBAsifabad and B.Kothagudem under TFIP duly leveraging the marketing channels like Business Correspondents to achieve saturation by the targeted date of 30 th Sept 2021.	All Banks	Discussed in detail under Agenda item No. 3. a (vi)

4	Establishing AECs in 151 Mandals where there is no Aadhar enrolment centre	UIDAI/LDMs/GoT/Controllers of Banks	Discussed in detail under Agenda item No. 3. d (ii)
5	Benchmark parameters set out by PM's Task Force in respect of annual growth in No. of accounts of Micro enterprises and YoY growth in credit to Micro & Small enterprises under MSME sector to be achieved by banks	All Banks	Discussed in detail under Agenda item No. 4 c(iii)
6	The Controllers of Banks have to focus on achievement of RBI norms/targets under Priority Sector Lending and its sub-sectors, i.e., priority sector-40%, Agriculture-18%, Micro enterprises-7.50% and Weaker Sections- 10% .	All Banks	The achievement under priority sector was -32.53%, Agriculture-14.92%, Small and Marginal Farmers -7.86%, Micro Enterprises -3.98% and Weaker Sections -9.04 % as on 30.06.2021.
7	Reimbursement of VLR/ PV amounting to Rs.725.18 crores by Govt of Telangana due to the Banks from 2014 to 2018 and reimbursemet of Rythubandhu Cheque printing Charges	Agriculture Dept / Finance Depts, GoT	Pending with Govt of Telangana. No development.
8	Reimbursement of RSETI expenditure of Rs. 17.62 Crore due to the Banks from Government of India through SERP Department	SERP & GoT, GoI	Pending with MoRD. No development
9	Mapping of Branches with block codes to be completed and upload data on to SLBC portal by extraction from CBS as per the formats of new data flow system as per revamped LBS guidelines for the quarter ended March,2021	Kotak Mahindra Bank	Kotak Mahindra Bank has confirmed that mapping of their branches with block codes has been completed vide their mail dated 01.09.2021

Agenda 3: Review of Financial Inclusion Initiatives, expansion of banking network and Financial Literacy:

A meeting of the Sub-Committee of SLBC on Financial Inclusion was held on 24th August '2021 to review the progress in financial inclusion initiatives as at the end of June 2021. Highlights of the review by the Sub-Committee are furnished in the following paragraphs.

a. **Status of Banking Network, opening of CBS-enabled Banking Outlets at the Unbanked Rural Centres (URCs)**

i) **Banking Network in Telangana State**

The number of bank branches functioning in the State are as under:

As on	Rural	Semi-Urban	Urban	Metro	Total
December'2020	1,783	1,276	727	1,963	5,749
March'2021	1,783	1,283	728	1,968	5,762
June'2021	1,775	1,294	716	1,958	5,743

The reduction in number of Branches are on account of mergers and amalgamations happened in Public Sector Banks.

The population group-wise and sector-wise distribution of bank branches as on 31st March,2021 is furnished in **Annexure-1**.

Status of Small Finance Banks and Payment banks operating in the State of Telangana :

Small Finance Banks:

- 1) **Equitas Small Finance Bank Ltd :** 14 Branches
- 2) **Jana Small Finance Bank Ltd:** 1 Branch
- 3) **Fincare Small Finance Bank Ltd :** 11 Branches
- 4) **Suryoday Small Finance Bank Ltd:** 1 Branch
- 5) **Utkarsh Small Finance Bank Ltd :** 1 Branch
- 6) **A.U.Small Finance Bank Ltd :** 1 Branch
- 7) **ESAF Small Finance Bank Ltd:** 1 Branch

Payment Banks:

- 1) **Airtel Payments Bank Ltd :** It is reported that they do not have branches in Telangana State and is operating through its 2890 Banking points (BCs).
- 2) **India Post Payments Bank Ltd :** 23 Branches and 5809 Bank Mitra points.
- 3) **FINO Payments Bank Ltd :** 3 Branches

ii) **Unbanked Rural Centre within 5 kms radius, with Bank branch/ Bank Mitra**

Department of Financial Services, GoI advised vide communication dated 23.07.2019, that 221 villages in the State are not covered with Banking Infrastructure within 5 kms radius as per Financial Inclusion Plan. Such villages were allocated to the member Banks including IPPB and the Banks have confirmed having covered all the villages with BC outlets as on 30.09.2019. The details of BC code, Bank/Branch IFSC code, Longitude and latitude of the village where from the BC is serving the village have been updated in the FI Plan Portal.

Further, LDMs have been provided with User ID and Password for submitting their feedback on Banking touch points in PMJDY FI Plan Portal as per the directions of DFS. The feedback submitted by the LDMs in the portal has to be attended by respective Banks and resolve the same by inputting their response. This activity is being monitored by the Department of Financial Services. Member Banks have been requested to ensure that all the appointed BC/CSPs are functional and active as the DFS will be tracking their activity through NPCI/NIC.

An additional feature has been created by NIC on the web version of GIC App (<http://findmybank.gov.in/> & www.dbtgis.nic.in/bankgis), namely “ Nearby banking touch point which provides details of banking outlet present within 5 Kms distance of any selected village.

iii) Status of opening of bank branches in the identified Unbanked Centres in LWE Districts

In Telangana, Bhadradi Kothagudem is identified as LWE District and banks were given a target of 16 villages to cover with brick and mortar branches as per the guidelines of DFS dated 04.08.2018. So far, 15 villages have been covered by **Banks with Brick and Mortar branches** (i.e., Andhra Bank-6, State Bank of India-4, Indian Overseas Bank-1 and APGVB-4). Opening of Branch by APGVB in Samathmothe, the uncovered village is pending due to RBI put on hold on issuing fresh licences to APGVB consequent to State bifurcation. As Banks are not coming forward to open a brick and mortar branch due to non- viability,LDM has advised that during the DCC meeting held on 17.08.2021, APGVB was advised to put a BC in Samath Mothe as only APGVB has a branch nearby to serve through BC, whereas other banks do not have branches nearby. We are closely following up for coverage of the village with a BC.

iv) National Strategy for Financial Inclusion 2019-24:

The Reserve Bank of India vide their letter No. FIDD.CO.LBS.No.1488/02.01.001/ 2019-20 dated 13.01.2020 advised launching of “National Strategy for Financial Inclusion (NSFI):2019-24” with a vision and key objective of the Financial Inclusion policies in India to expand and sustain the financial inclusion process at the National level through a broad convergence of action involving all the stakeholders in the financial sector.

Coverage of villages without banking outlets within 5 kms radius as per NSFI 2019-24:

DFS has identified 221 villages without banking outlets within 5 kms radius and Banks in the State have fulfilled the task of deploying BCs in all 221 villages.

Coverage of villages with 500 and above households in hilly areas as per NSFI 2019-24:

Under National Strategy for Financial Inclusion (NSFI):2019-24” with a vision to provide access to formal financial services in an affordable manner broadening and deepening financial inclusion and promoting financial literacy providing banking access to every village within a 5 KM radius/**hamlet of 500 households in hilly areas** by March 2020 has been one of the key objectives under the strategy.

Accordingly, LDMs carried out survey of uncovered hamlets having 500 household in hilly areas and identified 65 such hamlets. SLBC allocated these villages to respective Banks based on their service area. The present position as on 30.06.2021 is as per the table:

Sl.No.	Name of the Bank	No. of villages allotted	No. of villages covered with BC
1	State Bank of India	19	19
2	TGB	22	22
2	APGVB	12	12
3.	Canara Bank	5	5
4	Bank of Maharashtra	1	1
5	Indian Bank	1	1
6	Punjab National Bank	2	2
8	Union Bank of India	3	3
	Total	65	65

Banks have achieved the milestone of providing banking access within 5 Kms radius of every village and hamlet of 500 households in hilly areas in the state. In the Sub-Committee meeting held on 24.08.2021, they were advised to proactively take action for implementation of the other recommendations under National Strategy for Financial Inclusion (NSFI) 2019-24 like strengthening ecosystem for digital financial services, capacity building of BCs, access to livelihood and skill development programmes to new entrants into banking system, strengthening internal grievances mechanism etc. Highlighting the various action plans and milestones articulated in the NSFI document.

The progress report in respect of various action points/mile stones of NSFI for the quarter ended 31.03.2021 has been submitted to RBI for information.

v) National Strategy for Financial Education 2020-25:

Based on the review of progress made under the first National Strategy for Financial Education (NSFE 2013-18) and keeping in view the various developments that have taken place over the last 5 years, notably the Pradhan Mantri Jan Dhan Yojana (PMJDY), the NCFE in consultation with regulators and other relevant stakeholders has prepared the revised NSFE-2020-25 to support the vision of Government of India and Financial Sector Regulators by empowering various sections of the population to develop adequate knowledge, skills, attitude and behavior , which are needed to manage their money better and plan for their future.

To achieve the vision of creating a financially aware and empowered India, the following Strategic objectives have been laid down:

- i. Inculcate financial literacy concepts among the various sections of the population through financial education to make it an important life skill.
- ii. Encourage active savings behavior
- iii. Encourage participation in financial markets to meet financial goals and objectives
- iv. Develop credit discipline and encourage availing credit from formal financial institutions as per requirement
- v. Improve usage of digital financial services in a safe and secure manner
- vi. Manage risk at various stages through relevant and suitable insurance cover
- vii. Plan for old age and retirement through coverage of suitable pension products.
- viii. Knowledge about rights, duties and avenues for grievance redressal
- ix. Improve research and evaluation methods to assess progress in financial education.

In order to achieve the above objectives, the recommendations for adoption of a “5C” approach for dissemination of financial education through emphasis on development of relevant **content** (including Curriculum in Schools, Colleges and Training establishments), developing **capacity** among the intermediaries involved in providing

financial services, leveraging on the positive effect of **Community** led model for financial literacy through appropriate **communication** strategy and lastly enhancing **Collaboration** among various stakeholders.

The Strategy also suggests adoption of a robust “Monitoring and Evaluation Framework” to assess the progress made under the Strategy.

All LDMs have been advised to take up the strategic objectives for deliberation in the DCC meetings to bring awareness among stake holders.

vi) Targeted Financial Inclusion Intervention Programme (TFIIP) for Aspirational Districts (Khammam, Komaram Bheem Asifabad, Jayashanker Bhupalapally)

With the objective of improving the standard of living in selected Aspirational Districts, Govt. of India has launched the Transformation of Aspirational Districts program in January,2018. Financial inclusion is one of the key thematic areas of focus under the program. To bring about concerted and coordinated action on FI, in conjunction with NITI Aayog, State Governments, District administration, Banks and Insurance Companies, Department of Financial Services, Ministry of Finance is implementing Targeted Financial Inclusion Intervention Programme (TFIIP) for Aspirational Districts. The stipulated timeline is October,2020 to September,2021.

Objectives of TFIIP:

- Availability of at least one banking touch point (Branch/BC kiosk) within 5 KM distance of every inhabited village in the District
- Improving identified key performance Indicators (KPI) for financial inclusion in camp/mission mode upto the 100% benchmark level before September, 2021 (KPIs relate to number of Bank accounts, and enrolments under Pradhan Mantri Jeevan Jyothi Bima Yojana (PMJJBY), Pradhan Mantri Suraksha Bima Yojana(PMSBY) and Atal Pension Yojana(APY) per lakh of population)

Improving performance under KPIs:

- Organisation of financial inclusion (FI) camps in various locations of the District while meeting requirements of social distancing and sanitization. The locations and time schedule for conducting the FI Camps would be decided by the Dist Level Implementation Committee (DLIC) in its first meeting.
- Organisation of the camps should be planned in such a way so that the benchmark under each KPI is achieved.

Effective Communication Plan:

- To ensure large participation by the common people and effective communication is to be planned and implemented.
- Dist. Collector’s Office should ensure availability of scheme related FAQs in PMJDY website in local languages at the local Government Offices like Panchayat Office, Municipalities etc., The same may also be spread through by the community foot soldiers including use of social media.
- Local public representatives may be invited by the District Authorities to mobilize people to participate in the FI related camps and creating awareness.

On boarding merchants on various digital payment platform and encouraging account holders to adapt to the various digital payment modes in the Aspirational Districts.

- District authorities and Banks in consultation with the local merchants associations will conduct campaign to onboard the local merchants on various digital payment modes including the UPI, QR Code, BHIM Aadhaar pay devices, PoS and Card ecosystems etc.,
- Local public representatives, foot soldiers etc., are to be requested by Dist authorities for mobilizing people to adapt digital payment modes.
- NPCI and Banks to arrange for camps on digital financial literacy etc., during TFIIP.

Dist Level Implementation Committees to discuss gaps in coverage and raise in SLBC through State Government and SLBC Convener for resolution.

LDMs of respective districts are advised to update the progress at fortnight intervals in Janasurakha portal in respect of PMJDY accounts opened, number of PMJDY accounts covered under PMSBY, PMJJBY and APY Schemes as per DFS instructions.

PROGRESS UNDER TFIIP PROGRAMME AS ON 31.08.2021

Operative CASA Accounts (BENCH MARK TARGET: 129755 PER LAKH POPULATION)					
District	Population	Achievement as on 31.01.2020 (Per lakh population)	Achievement as on 31.08.2021 (Per lakh population)	% Achievement	Remarks
Kumuram Bheem Asifabad	515814	113872	141632	109.15	Target Achieved
Bhadadri Kothagudem	1069261	139075	147039	113.32	Target Achieved
Jayashankar Bhupalapally	416764	94996	87646	67.54	Requires 1,75,496 Accounts
PMJJBY enrollments (BENCH MARK TARGET: 9,775 PER LAKH POPULATION)					
District	Population	Achievement as on 31.01.2020 (Per lakh population)	Achievement as on 31.08.2021 (Per lakh population)	% Achievement	Remarks
Kumuram Bheem Asifabad	515814	9756	10905	111.56	Target Achieved
Bhadadri Kothagudem	1069261	25675	30549	312.52	Target achieved
Jayashankar Bhupalapally	416764	8559	17456	178.57	Target Achieved
PMSBY enrollments (BENCH MARK TARGET: 30,303 PER LAKH POPULATION)					
District	Population	Achievement as on 31.01.2020 (Per lakh population)	Achievement as on 31.08.2021 (Per lakh population)	% Achievement	Remarks
Kumuram Bheem Asifabad	515814	10481	20111	66.36	52,574 Enrollments required
Bhadadri Kothagudem	1069261	42364	51477	169.87	Target Achieved
Jayashankar Bhupalapally	416764	13944	28458	93.91	7,689 Enrollments required
APY subscribers (BENCH MARK TARGET: 2886 PER LAKH POPULATION)					
District	Population	Achievement as on 31.01.2020 (Per lakh population)	Achievement as on 31.08.2021 (Per lakh population)	% Achievement	Remarks
Kumuram Bheem Asifabad	515814	1274	2143	74.25	3,832 Enrollments required
Bhadadri Kothagudem	1069261	2456	2513	87.07	3,988 Enrollments required
Jayashankar Bhupalapally	416764	1393	4409	152.77	Target Achieved

vii) Pradhan Mantri Adarsh Gram Yojana (PMAGY):

Department of Financial Services(DFS), Govt of India vide their letter No. 6/02/2020-FI(C-300449002) dated 26.11.2020 has advised implementation of Pradhan Mantri Adarsh Gram Yojana (PMAGY) Scheme for comprehensive development through convergence with the other schemes of the Centre and States to achieve saturation in the villages.

The DFS schemes of (1) Pradhan Mantri Jan Dhan Yojana (PMJDY) (ii) Pradhan Mantri Suraksha Bima Yojana (PMSBY) and (iii) Pradhan Mantri Jeevan Jyothi Bima Yojana(PMJJBY) have been identified by the Department of Social Justice & Empowerment (DoSJ&E) for implementation in convergence of Pradhan Mantri Adarsh Gram Yojana(PMAGY)

In Telangana State 169 villages have been identified by the DFS, where the implementation of the above 3 schemes will be done. The Lead District Managers have been advised to coordinate with the District Administration to ensure implementation of these schemes in convergence with PMAGY in the referred villages, thereby ensuring fulfillment of the deliverables under the Pradhan Mantri Adarsh Gram Yojana.

After due consultation with the Lead District Managers, these 169 villages have been allocated to the Banks serving the villages (SLBC e-mail dated 13.01.2021). The details of District wise and Bank wise No. of villages allotted to each Bank are as under:

District	SBI	TGB	UBI	APGVB	BOB	Canara	CBI	Ind	IOB	PNB	UCO	Total
Adilabad	--	3	1									4
B Kothagudem	4	--	--	4								8
Jangaon	2	4	--	1								7
Jagtial			1									1
Bhupalapally	1	4	4	3								12
JogGadwal	1	--	--			2						3
Kamareddy	--	1	1									2
Karimnagar	--	1	--					1				2
Khammam	2	--	1	4					1			8
KB Asifabad	--	7	--									7
Mahabubabad	2	--	--									2
Mahabubnagar	1	--	--									1
Mancherial	6	23	3									32
Medak	--	--	1									1
Mulugu	1			1						1		3
Nagarkurnool	2			3	1		1					7
Nalgonda	1		2	4								7
Narayanpet											1	1
Nirmal	3	3										6
Nizamabad	1	1							1			3
Peddapally	3	2	3									8
RajannaSircilla	2											2
Rangareddy	2	5	2	2		2						13
Sangareddy			1	4		1		1				7
Siddipet		1	1	1								3
Suryapet	2											2
Vikarabad	7	4	1	1		1						14
Wanaparthy	1											1
Warangal Rural	2											2
TOTAL	46	59	22	28	1	5	1	2	2	1	1	169

Banks have to conduct house hold survey in all the above villages with the help of District Administration (VRO/Village Secretary/Sarpanch/SHG Groups etc.,) and identify the gaps and ensure that all the eligible customers are covered 100% under the schemes in all the villages allotted to them,

Banks need to submit progress report in respect of allocated villages i.e., Number of FI camps conducted, New customers covered under the Insurance and Pension schemes of the GoI, Digital penetration etc., at quarterly intervals.

viii. Opening of bank branch, ATM or BC outlet in the vicinity of CAPF camps and opening of one banking outlet at each Gram Panchayat Bhawan in LWE affected districts

Empowered Committee of Ministry of Home Affairs (MHA), is reviewing the progress of financial inclusion in LWE affected districts. It is advised by the DFS to deliberate on the following issues in SLBC meeting.

- The issue of opening of branches, ATMs or BC outlets in the vicinity of the CAPF camps in the LWE affected districts– from the aspect of feasibility and utility of the banking services by the villages; and
- The issue on opening of one banking outlet at each Gram Panchayat Bhawan.

In Telangana State, Bhadradi Kothagudem is the only district identified as the worst LWE affected districts.

LDM of Bhadradi Kothagudem has advised as under :

- a) **issue of opening of branches, ATMs or BC outlets in the vicinity of the CAPF camps:**The matter has been discussed with the controllers of SBI, UBI, APGVB, & DCCB in the DCC meetings. State Bank of India has installed ATM at Satyanarayanapuram CRPF/CAPF camp. Efforts are on to setup banking outlets /ATM at Chalamala and Tippapuram camps by Union Bank of India. The matter was also discussed in DCC meeting held on 17th Aug 2021.

UBI has assured to deploy the services of BCs on part time basis (weekly 2 or 3 days) at Chalamala and Tippapuram CRPF camp centres and the matter will be pursued for appointment of BCs on part time basis at these centres at the earliest.

- b) **issue of opening of one banking outlet at each Gram Panchayat Bhawan:**There are 479 Gram Panchayats in Bhadradi Kothagudem District. 478 Gram Panchayats are covered with Banking infrastructure viz., (brick & mortar, Business correspondents & India Post Payment Banks) within 5km radius of the villages. There is only one Gram Panchayat. i.e. Samath Mothe is not having any banking outlets. In our previous DCC meeting, District Collector instructed Union Bank of India controllers to open brick & mortar branch. But UBI controllers expressed their inability to open brick & mortar branch as it is not economically viable and feasible as this village & it's hamlets are thinly populated.
- Advised Controllers of AP Grameena Vikas Bank to open Business Correspondents point at Samath Mothe or within 5km of the village as one of their branch is operating at Karakagudem village which is 10 km away from Samath Mothe village.
 - Appointment of business correspondents by AP Grameena Vikas Bank will be ensured at Samath Mothe village or within 5km radius of the village before 15th September 2021.

b. Review of operations of Business Correspondents – Connectivity Issues:

All Banks to ensure that their BCs will work from a fixed point location with online interoperable devices so that the financial services and benefits of Social Security Schemes and PMJDY reach the beneficiaries.

There are 8579 BCs of banks functioning in the State, out of which 6054 are in Rural, 1523 are in Semi Urban and 1002 are in Urban & Metro areas. About 247 BCs are inactive as on 30.06.2021, out of which 149 are in Rural, 65 are in Semi Urban and 33 are in Metro Areas.

Bank wise status of BCs in Telangana as on 30.06.2021 is as shown in the following table:

SI No	Name of the Bank	No. of BC/CSP as on 30.06.2021				No. of Inactive BC/CSP(>30days) as on 30.06.2021				Increase/Decrease in No. of Inactive BC/CSP over 31.03.2021			
		R	SU	U/M	Total	R	SU	U/M	Total	R	SU	U/M	Total
1	IDFC First Bank	383	153	58	594	68	31	19	118	-13	-6	2	-17
2	HDFC Bank	402	172	66	640	40	17	5	62	11	6	-3	14
3	Union Bank Of India	781	0	0	781	30	0	0	30	6	0	0	6
4	APGVB	1025	351	31	1407	2	7	0	9	-9	-4	0	-13
5	Canara Bank	136	233	33	402	7	1	0	8	1	-1	0	0
6	Bank Of Baroda	69	52	112	233	0	4	4	8	-5	0	0	-5
7	UCO Bank	12	17	1	30	2	4	1	7	0	-1	0	-1
8	Indusind Bank	0	0	2	2	0	0	2	2	0	0	2	2
9	Indian Overseas Bank	58	14	14	86	0	0	2	2	0	0	0	0
10	Central Bank of India	92	1	0	93	0	1	0	1	0	0	0	0
11	State Bank of India	1896	523	652	3071	0	0	0	0	0	0	0	0
12	Telangana Grameena Bank	596	0	0	596	0	0	0	0	0	0	0	0
13	ICICI Bank	406	0	6	412	0	0	0	0	0	0	0	0
14	Indian Bank	87	0	17	104	0	0	0	0	0	0	0	0
15	Kotak Mahindra Bank	72	0	0	72	0	0	0	0	0	0	0	0
16	Bank of India	5	2	4	11	0	0	0	0	0	0	0	0
17	Bank of Maharashtra	6	0	1	7	0	0	0	0	0	0	0	0
18	KBSLAB	0	5	0	5	0	0	0	0	0	0	0	0
19	Axis Bank	4	0	0	4	0	0	0	0	0	0	0	0
20	Karur Vysya Bank	0	0	3	3	0	0	0	0	0	0	0	0
21	Punjab National Bank	24	0	2	26	0	0	0	0	0	-2	0	-2
	TOTAL	6054	1523	1002	8579	149	65	33	247	-9	-8	1	-16

In the Sub-Committee Meeting on Financial Inclusion for the quarter ended June'2021 held on 24th August 2021, the status of inactive BCs was reviewed.

Banks more particularly IDFC Bank, HDFC Bank and Union Bank of India, which have highest number of inactive BCs i.e., 118, 62 and 30 respectively, need to review the position and initiate suitable steps for activation or to appoint new BCs in respect of inactive BCs, before **15.09.2021**.

Connectivity issues:

In Sub-Committee meeting on Financial Inclusion, held on 24.08.2021, SBI has reported connectivity issues for deployment of a BC in Khanapur Village, Adilabad district.

DoT has advised that Khanapur Village of Adilabad Rural mandal, Adilabad District is surrounded by hills. They explored the possibility of fiber termination (for media) in the said village through M/s T-FIBER of Telangana State Government. In response, M/s T-FIBER replied that the said village is waiting for Right of Permission from Forest Department of Telangana State. Once permission is provided, the village will be connected with fiber.

Regarding the issues raised by Telangana Grameena Bank in Sub – Committee meeting ,DoT is awaiting the Co-ordinates /details of the locations where challenges are faced. It is advised by DoT, once the details are shared, matter will be taken up with the concerned for resolution.

c. Progress in increasing digital modes of payment / ATMs & PoS, etc

ATMs: As on 30.06.2021, a total of 9,687 ATMs are functioning in the State of Telangana as against 9,675 ATMs as on 31st March'2021.

POS: Banks have deployed 1,83,156 POS machines at Merchant points across the State of Telangana as at the end of June'2021 (1,92,408 as on 31st March'2021). RBL Bank and HDFC Bank have reported a decrease of 10,693 and 1,325 respectively in POS machines during the quarter.

d. Direct Benefit Transfer (DBT) / Aadhaar Seeding and Authentication

Banks in the State have 1,03,86,978 PMJDY accounts in their books as on 30th June'2021, out of which 85,51,588 accounts (82.33%) were seeded with Aadhaar Number and 84,18,653 accounts were issued with Rupay Cards (81.05%). Performance of Banks was reviewed in Sub-committee meeting on Financial Inclusion held on 24.08.2021. Total Deposits held in these accounts as on 30.06.2021 was at Rs. 3,181 Crore. The number of accounts with zero balance are at 16,31,695, which constitute 15.71% of total PMJDY accounts.

Sector wise position of PMJDY accounts as on 30.06.2021

Bank Name	Rural A/C	Urban A/C	Total A/C	Total Deposit	Zero Balance Account	RupayCard Issued	Aadhaar Seeded
Public Sector	2669244	4314490	6983734	2016.17	492681	6017050	5960720
Private Sector	1129099	171935	1301034	198.74	933303	1273782	858047
RRBs	1911448	190762	2102210	966.30	205711	1127821	1732821
Grand Total As on 30.06.2021	5709791	4677187	10386978	3181.21	1631695 (15.71%)	8418653 (81.05%)	8551588 (82.33%)
As on 31.03.2021	5758246	4650610	10378856	2706.00	1104222 (10.64%)	8439436 (81.31%)	8527520 (82.16%)
Net growth during the quarter	-48455	26577	8122	475.21	527473	-20783	24068

Controllers of Banks are advised to focus on reduction in zero balance PMJDY accounts, 100% coverage of accounts with issue of Rupay Cards and Aadhaar seeding etc., and to initiate suitable steps to bring all eligible family members of PMJDY account holders under Financial Inclusion. Bank-wise / district-wise data is enclosed as **Annexure 'C' & 'D'**.

(i) AADHAAR Centers in Bank Branches

UIDAI has reported that in some of the Mandals more than one Aadhaar Centre are opened and **there is no Aadhaar Centre in about 118 Mandals** which is a major cause of concern causing inconvenience to the General public to travel long distance to avail the facility. It is suggested by UIDAI that the Un-remunerative Aadhaar Centre of a place where more than one Aadhaar Centre is opened, may be shifted to the uncovered Mandals with their permission.

SLBC requested the Controllers of member Banks to review the position of their Aadhaar Centres and to initiate suitable steps for opening of new AECs/relocation of un-remunerative AECs in all 118 uncovered mandals, where the Bank's presence is predominant.

ii) Concerns of UIDAI:

- As per Govt of India mandate, Banks are required to open Aadhaar centres in 10% of their bank branches, ensuring uniform spread across districts/mandals.

Among Public Sector Banks: State Bank of India, Union Bank of India, Bank of Maharashtra, Bank of Baroda, Punjab and Sindh Bank, UCO Bank, Central Bank of India and Canara Bank have met the 10% target.

Among Private Sector and RRBs: Axis Bank, City Union Bank, Dhanalaxmi Bank, Equitas Bank, Federal Bank, Karnataka Bank, Karur Vysya Bank, DBS Bank, RBL, Kotak Mahindra Bank, Yes Bank and Tamilnadu Mercantile Bank have achieved 10% target.

Among Districts : Adilabad, Jangaon, Khammam, KB Asifabad, Mahaboobabad, Mahabubnagar, Suryapet, Vikarabad, Wanaparthy, Warangal Urban, Yadadri districts (10 districts), have met the 10% target.

- **573 Bank Branches are required to have Aadhaar centres in Telangana**, which is 10% of the bank branches in the state (excluding cooperative banks, APSFC).
- **527** branches have Aadhaar Enrolment centers which are active as on date (92% of the mandated 10% i.e., out of 578 centers).
- **About 33% of the total Aadhaar Enrolment & Update being done in Telangana state is now catered to by the Aadhaar Enrolment Centres in Banks**
- Distribution of Aadhaar centres in Bank Branches across districts/ mandals are not uniform. Banks may mutually discuss to arrive at Mandals where each Bank will have Aadhaar Centre.
- Mandal wise distribution of bank branches data is required to be provided, by each bank.
- Details of new Banks and their branches may be given in the data base / MIS.
- IEC for Aadhaar to be prominently displayed at the Bank Branches.
- Shift to In-House Model for all Aadhaar Centre operations from outsourced model to be completed early.
- Responsibilities of Branch In charge, Verifier etc., in respect of Aadhaar has be understood by officers concerned.
- **Banks should add their centres in AMS portal and open the slots to the residents for booking the centres through AMS portal**
- Footfall per day per station should be increased. Target 8 per day per kit.

LDMs in the respective districts were advised to identify the potential centres for opening of new AECs and to inform the same to UIDAI for taking up with respective Banks for establishing new Aadhaar centres.

iii) Aadhaar Seeding of Bank Accounts and mapping on NPCI

Department of Financial Services, Govt of India vide their letter No. 6/41/2012-FI dated 12.01.2021 advised, SLBC/DCC/DLRC to facilitate and encourage Aadhaar seeding of Bank accounts and mapping of the same on NPCI mapper, in respect of customers receiving DBT in their Bank accounts, so that use of Aadhaar payment Bridge (APB) can be promoted.

Controllers of Banks in the State have been requested to suitably advise their branches.

e. Social Security / Insurance Schemes launched by Govt. Of India

The progress under **Social Security Schemes** made by banks (sector-wise) in the State as on **30.06.2021** is as per the following table:

Bank Type	PMSBY	PMJJBY	APY	Total
Public Sector	5114160	1588633	721329	7424122
Private Sector	1142747	225676	84750	1453173
RRB	1593521	1056262	225231	2875014
Coop.	405188	205484	0	610672
Total	8255616	3076055	1031310	12362981

Bank-wise Enrolment of Social Security Schemes is enclosed as **Annexure ' E '**

(i) PRAGATI (PRO-Active Governance and Timely Implementation) on PMJJBY PMSBY & APY

RBI vide its letter No. FIDD. CO. LBS. No. 02.01.011/2019-20 dated 07.04.2020 communicated the following action points emerged in the PRAGATI meeting chaired by the Hon'ble Prime Minister to increase coverage and to spread awareness among the targeted beneficiaries.

Controllers of Banks were advised to focus on the following:

- Conduct of periodic publicity campaigns with special focus on rural areas at regular intervals for creating awareness about benefits of Social Security Schemes
- Streamlining the procedures and leverage technology to speed up claim settlement process and improve outreach
- To Ensure that no eligible Jandhan Account holders are left out from availing the risk covers under PMJJBY & PMSBY
- Enrolment of beneficiaries of other Government scheme like PM Ujjawala PM Kisan MGNREGA etc. under the schemes
- Use of SMS and other Digital platforms to make account holders aware of the schemes and also to seek auto debit mandate from them
- Leveraging marketing channels like Banking Correspondents (BCs) for ensuring Pan India coverage and innovative ways be devised for motivating the field level functionaries for enhancing enrolments especially under PMJJBY & PMSBY
- To Fix target of fresh enrolment under PMJJBY & PMSBY to enhance enrolment

The progress of covering PMJDY Accounts under Insurance and Pension Schemes of Govt. of India under the programme as on 30.06.2021 is as under:

- Out of the 52,36,757 accounts eligible for coverage under PMJJBY , 816,959 account holders have been covered
- Out of the 66,75,135 accounts eligible for coverage under PMSBY, 2096, 998 account holders have been covered
- Out of the 45,82014 accounts eligible for coverage under APY, 359,029 account holders have subscribed for apy.
- Out of the 288,846 account holders eligible for coverage under NPS, 114,824 have enrolled for coverage under NPS.

Bank wise coverage is enclosed as '**Annexure-M'**

(ii) APY Targets for 2021-22 and CITIZEN's CHOICE Campaigns:

APY Targets for 2021-22 : DFS, MoF, GoI approved the following targets allocated by PFRDA for enrolments under Atal Pension Yojana (APY) to Banks/Department of Posts for FY 2021-22:

Category	Target per branch FY 2021-22-APY accounts
Major Banks (All PSBs and 4 private Banks i.e. ICICI Bank Axis Bank HDFC Bank IDBI Bank)	70
Regional Rural Banks	70
Private Banks (others)	30

DFS approved a Target of 3,32,410 enrolments for FY 2021-22. Banks have been advised of the targets.

The achievement under APY during CFY 2021-22 as on 31.07.2021 was 44,749 enrolments against target of 3,32,410 which is 13% of target. Except Tamilnadu Mercantile Bank (100%), IDBI (57%), Central Bank of India (42%), Canara Bank (40%), Punjab and Sindh Bank (20%), Bank of Baroda (20%) and SBI (17%) and other Banks performance is below 15%.

CITIZEN'S CHOICE- H1, FY 2021-22 CAMPAIGN:

To take forward the objective of covering all eligible population under the APY, DFS/PFRDA launched the **APY CITIZEN'S CHOICE (H1, FY 2021-22) from 1st August '21 to 30th September '21**. The Campaign aims to target the uncovered potential population in age group of 18-40 yearws in all states across the country and bring them under the ambit of Atal Pension Yojana so that they can live respectfully in their vulnerable years after 60 years. **The Campaign is meant for Member Banks, SLBCs and Lead District Managers (LDMs).**

Targets under the Campaign:

Parameters	Target under the Campaign
Minimum Number of APYs by each Branch	15 - (All PSBs,RRBs and 4 private Banks i.e. ICICI Bank Axis Bank HDFC Bank IDBI Bank) 6- (for all Other Private Sector Banks except 4 major Pvt.Banks)
Minimum number of APYs for SLBC convenors	1000
Minimum number of APYs for SLBC co-ordinators of Banks	500
Minimum number by each District for qualification – for LDMs	500
Total Target for Telangana during Campaign	69,818

As on 23.08.2021, Banks in the State have achieved 23,087 enrolments under the Campaign -33% of the Target. Member Banks & Lead District Managers of all districts were advised to conduct enrolment camps at all centres and motivate branches to source more and more APY accounts to achieve targets under the Campaign.

Saturation of APY in LWE Districts:

Department of Financial Services vide their letter dated 25.11.2020 advised for saturation of Govt Schemes in the Left-Wing Extremism (LWE) Districts. Bhadradri Kothagudem District in Telangana is identified as LWE District. Accordingly, PFRDA has directed to increase the coverage of APY in LWE Districts at saturation level (covering all eligible subscribers).

With the collective efforts of Banks/LDM, enrolments under APY can be saturated before September, 2021 along with other Insurance schemes. Accordingly, all Controllers are requested to advise their Branches in Bhadradri Kothagudem District to actively conduct camps in their respective service area villages to cover all eligible customers under APY.

f. Financial Literacy Initiatives

Financial Literacy Centres (FLCs) – Position as on 30.06.2021

Particulars	No. of FLCs
No. of FLCs operating in the District Head Quarters	36
No. of FLCs operating in Divisional Head Quarters	23
No. of FLCs operating in Rural Areas	19
Total FLCs functioning in the State of Telangana	78
Banks	No. of FLCs
State Bank of India (AVA)	11
Telangana Grameena Bank	6
AP Grameena Vikas Bank	5
Union Bank of India	7
Canara Bank	2
Dist Co-op Banks	47
Total	78

Financial Literacy activity by FLCs and Rural Branches of Banks:

Quarter ended	Total camps conducted by FLCs of Banks & DCCBs				Camps conducted by Rural Branches	
	Special Camps		Specific Camps		Target	Conducted
	Target	Conducted	Target	Conducted		
June- 2020	156	68	390	192	5337	1165
Sept- 2020	162	118	405	195	5337	1337
Dec- 2020	168	91	420	345	5334	2992
March-2021	186	129	465	674	5349	2211
Total (2020-21)	672	406	1680	1406	21357	7705
June-2021	186	192	465	291	5337	1371

The brief performance of the FLCs during the quarter ended June 2021 is as under:

- 78 FLCs are functioning in the state.
- 192 special camps and 291 specific camps were conducted by FLC / FLCs during the quarter. (Target- two special camps per month by each FLC covering UPI and USSD & five specific camps per month by each FLC one each for Farmers SMEs SHGs School Children & Senior Citizens)

- **1779** Rural branches in the State have conducted **1,371** camps up to the quarter ended June'2021 against a target of **5,337**

The low number of camps are on account of COVID-19 pandemic. However, Banks have been advised to shift to digital modes for conducting the camps.

Details of camps conducted are enclosed as **Annexure –'F'**

At Rural Self Employment Training Institutes in the State financial literacy material is made available and literacy sessions are made part of sessions in the training schedule. The material is also made available in SLBC website www.telanganaslbc.com. Banks are requested to advise the counsellors to make use of the standardised financial literacy material.

Controllers of Banks to advise their rural branches/FLCs to conduct Financial Literacy camps as per the prescribed periodicity.

g. CFL (Centre for Financial Literacy)

The noble idea of Centre for Financial Literacy (CFL) was sown when the Reserve Bank of India had come out with an approach paper on National Strategy for Financial Inclusion 2019-24 to accelerate Financial Inclusion to promote economic well being, prosperity and sustainable development. The vision of this document is to provide universal access to formal financial services in an affordable manner to all the citizens in a safe and transparent manner to support inclusive and resilient growth with broadening & deepening financial inclusion and promoting Financial Literacy and Consumer protection. It also aims to provide access to livelihood and skill development.

Financial inclusion is increasingly being recognized as a key driver of economic growth and poverty alleviation. Access to formal finance can boost job creation, reduce vulnerability to economic shocks and increase investments in human capital. Without adequate access to financial services, individuals and firms rely on their own limited resources or rely on costly informal sources of finance to pursue growth opportunities. Since the rural customers would not be willing to forego his day's wage to visit a financial service provider, it is important that distance and resulting time taken to visit the service provider does not act as a deterrent. Accordingly to focus on last Mile Delivery is one of the thrust areas. To achieve this, Banks have appointed BCs and all the villages within 5KM distance have been covered with Banking infrastructure in Telangana. In order to spread financial education among the populace, SBI & other Banks have set up Financial Literacy Centers at District Head Quarters and Rural Branches and are conducting awareness camps. To address the barriers of access to a gamut of financial products and services, Reserve Bank of India has come out with " Centre for Financial Literacy" at block level by involving Banks and NGOs. M/s Progressive Action for Community Emancipation (PACE) has been identified for setting up of 98 CFLs covering 294 Mandals in 31 Districts of Telangana at Block level. State Bank of India being the Lead Bank in 20 Districts is partnering for setting up of 60 CFLs based on the successful pilot project undertaken in 2017 in Vikarabad District by SBI with five CFLs. The other Banks partnering in Telangana are Union Bank of India- 29 CFLs in 9 Districts and CanaraBank- 9 CFLs in 3 Districts.

Status of opening of CFLs in the 1st phase as on 31.08.2021 is as per the following table:

Sl.No.	Name of the Sponsor Bank	District wise details of CFLs established	No. of CFLs established	CFLs to be established
01	State Bank of India	Mahabubnagar-3 , Medak-3,Nalgonda-4, Rangareddy-3, Jangaon-3, Narayanpet-2	18	42
02	Union Bank of India	Wanaparthi-3, Jogulamba Gadwal-3 and Nagarkurnool -4	10	19
03	Canara Bank	Proposed to establish in next month	0	9
	Grand Total		28	70

Remaining CFLs will be opened before 1st December, 2021 as per the time stipulated by RBI.

h) 100% digitally enabling Khammam District :

Khammam District was identified in Telangana State for 100% digitization under “Transformation of Aspirational District” programme of Government of India and as per the guidelines, the same has to be achieved before October 2020. However, due to the COVID-19 pandemic the deadline has been extended up to 31st March,2021 and Khammam district has achieved the distinction of becoming 100% digitally enabled district by March 31, 2021.

RBI vide its Letter FIDD.CO.LBS.No.71339/02.01.001/2021-22 dated 14.07.2021 advised that a pan India study on Digi districts has shown that majority of the districts are marginally short of 100% achievement in the set parameters. RBI has advised to continue submission of periodical progress reports.

DGM, SLBC advised the Controllers of Banks to continue their efforts in Khammam district to cover the newly opened/ remaining eligible customers of SB and Current accounts under each parameter and also to digitally on- board all merchants/traders in the district on continuous basis.

RBI vide its Letter FIDD.CO.LBS.No.71339/02.01.001/2021-22 dated 14.07.2021 has also advised SLBC to identify one or two districts, in consultation with State Government, to make them 100% digitally enabled districts. Accordingly, Rajanna Sircilla & Jangaon have been identified for making 100% digitally enabled district and communicated the same to Reserve Bank of India.

The progress in promotion of digital transactions under various parameters in Khammam District as on 31.07.2021 is as under:

Khammam District: Expanding and Deepening of Digital Payments Ecosystem – Progress Report											
1. Digital coverage for individuals (Savings Accounts)											
Period	Total No. of SB Accs.	No. of Debit cards/ RuPay cards issued to SB Accs.	% Debit/ RuPay cards coverage	No. of net banking issued	% Net banking coverage	No.of Mobilie Banking + UPI + USSD	% of MB/ UPI/ USSD coverage	No. of eligible a/cs covered with Aadhaar enabled payment system		Total No. of Operative SB A/cs covered with at least one of the facilities	
								No	%	No	%
July'21	1706414	1396385	81.83	400887	23.49	545198	31.95	1337909	78.40	1704101	99.86

2. Digital coverage for individuals (Current Accounts)											
Period	Total No. of Eligible Operative Current/ Business Accounts	No. of Eligible Operative Current/ Business Accounts covered through Net Banking	% Net banking coverage	No. of POS/ QR availed by Eligible Operative Current/ Business accounts	% of POS/ QR coverage	No. of Eligible Operative Current/ Business Accountd covered with Mobile Banking etc.	% of Mobile Banking coverage	No. of Eligible Operative Current/ Business Accounts covered with Debit Card/Ru pay Card	% of Debit Card coverage	Total No. of Eligible Operative Current/ Business Accounts covered with at least one of facilities - Net Banking/ POS/ QR/ Mobile Banking* etc.	% of Eligible Operative Accounts digitally covered (with at least one of the facilities) out of total Operative Current/ Business Accounts
Jul'21	24811	16409	66.14	12573	50.68	12155	48.99	11330	45.67	24136	97.28

3. Provision of Digital infrastructure						4. Digital Financial Literacy	
Period	A. POS/ QR issued to shopkeepers (other than CA holders)	B. POS/ QR issued to Govt./ Public Service providers	C. POS/ QR issued to others	Total POS/ QR (A+B+C) other than CA holders	No. of FLC camps on Digital FL	No. of people trained/ educated	
July'21	949	54	1531	2218	2040	60017	

Controllers of Banks in Khammam district to continue their efforts to cover the remaining eligible customers of SB and Current accounts under each parameter and also digital on-boarding of all merchants/traders in the district.

i) NABARD FI Fund Utilisation:

NABARD has been extending grant assistance under Financial Inclusion Fund (FIF) to SCBs, RRBs and RCBs various financial inclusion and banking technology related interventions. Concerted efforts of all stakeholders have brought notable progress in creating financial awareness and delivery of financial services. However there still exist regions that are financially excluded and banks where technology adoption is inadequate thus preventing equitable spread of financial services.

To address these disparities NABARD has adopted a Differentiated Approach by identifying the Special Focussed Districts (SFDs) on the basis of their physical economic and sociological characteristics. Eight Special Focussed Districts (SFDs) (Adilabad Asifabad Nirmal Khammam Bhadradi Warangal(R) JS Bhupalapalli and Peddapalle) have been identified in Telangana as SFDs and efforts are on to give more emphasis on financial inclusion interventions in these districts.

Some of the schemes for support under FIF and their progress are indicated in **Annexure - 'I'** .

Agenda 4: Review of Credit Disbursement by Banks:

Sub-Committee meetings on Agriculture & MSME for the quarter ended June'2021 were held on 25.08.2021 & 26.08.2021 respectively to review the credit flow to Agriculture, MSME and other priority sectors. Highlights of the position reviewed in the Sub-Committees are furnished in the following paragraphs.

Banking at a Glance / Priority Sector lending as on 30.06.2021 (Rs. In cr)

No	Particulars	O/s as on	O/s as on	O/s as on	RBI Norm	Level of Compliance/ achievement
		31.03.2020	31.03.2021	30.06.2021		
1	Total Deposits	484440.29	571909.18	602917.04		
2	Total Advances	570418.14	627039.85	667537.99		
3	Credit Deposits Ratio (%) (RBI Norm 60%)	117.75%	109.64%	110.72%		
4	Total Priority Sector Advances	183275.22	208528.27	203985.19	40.00%	32.53%
	Of which					
A	Agriculture advances	79472.22	95498.97	93525.61	18.00%	14.92%
i.	Of which: small & marginal farmers	42214.11	48795.43	49293.40	9.00%	7.86%
B	Non-farm Sector / MSMEs	61975.90	66508.56	62684.55		
i.	Of which: Micro enterprises	24446.08	25786.59	24934.77	7.50%	3.98%
ii.	Small Enterprises	28566.43	28128.41	25017.77		
iii.	Medium Enterprises	8963.39	12593.56	12732.01		
C	Export Credit	211.76	1016.59	1192.08		
D	Others' under Priority Sector Advances	41615.34	45504.15	46582.95		
	Of which					
i.	Educational Loans	3086.46	3242.73	3164.91		
ii.	Housing Loans	30660.87	32915.48	32942.44		
iii.	Social Infrastructure	45.49	42.74	74.05		
iv.	Renewable Energy	94.35	136.26	94.03		
v.	Others	7728.16	9166.94	10307.52		
5	Out of Priority Sector Adv-Finance to:					
i.	Advances Weaker Sections	50291.77	56317.35	56715.13	11.00%	9.04%
ii.	Advances to Women	32608.12	44448.43	43203.99	5.00%	6.89%
iii.	Advances to SC/ST	14000.04	16846.43	16929.50		
iv.	Advances to Minorities	9623.83	9592.35	9851.27		
v.	SHGs	16114.14	18717.57	18406.98		

* RBI Norm for computation of priority sector targets/sub-targets achievement is to be based on the ANBC or Credit Equivalent Amount of Off-Balance Sheet Exposures whichever is higher as on the corresponding date of the preceding year. However in the absence of availability of ANBC it is calculated on the total advances outstanding as on 31.03.2021.

Performance of Banks upto the quarter ended 30th June' 2021

- As at the end of June'2021, Total deposits of the Banks in the State are at Rs. 6,02,917.04 crores and advances are at Rs. 6,67,537.99 crores.
- Deposits grew by Rs.31,007.86 Crores during June'2021 quarter. Advances grew by Rs. 40,498.14 Crores during June'2021 quarter.
- Banks in the State have registered a CD Ratio of 110.72% as on 30th June'2021, a marginal increase from 109.64% as on 31st March'2021.
- Advances to Priority Sector was at 32.53%, as against 36.55% as on 31.03.2021
- Advances to Agri. Sector was at 14.92%, as against 16.74% as on 31.03.2021
- Credit to Small & Marginal Farmers was at 7.86%, as against 8.55% as on 31.03.2021
- Finance to Micro enterprises was at 3.98%, as against 4.52% as on 31.03.2021
- Advances to weaker sections was at 9.04%, as against 9.87% as on 31.03.2021
- Advances to Women was at 6.89%, as against 7.79% as on 31.03.2021

a. Achievement of Annual Credit Plan 2021-22 Priority Sector lending: Position as on 30.06.2021 (Rs.In cr)

S. No	Particulars	Achievement during			Target 2021-22	Achievement 01.04.2020 to 30.06.2020	Achievement 01.04.2021 to 30.06.2021	% of Ach
		2018-19	2019-20	2020-21				
1	Short Term Production Loans							
A	Kharif	19671.76	20583.79	22935.85	35665.00	7750.58	11,039.99	30.95
B	Rabi	14079.96	16524.96	18264.71	---	-	---	---
	Total	33751.72	37108.75	41200.56	35665.00	7750.58	11,039.99	30.95
2	Agriculture TLs	12672.32	10209.74	12644.29	16537.28	3038.36	1,922.42	11.62
3	Agriculture Infra	591.66	211.00	355.50	3895.61	95.06	118.81	3.05
4	Agr. Ancillary	4336.07	4428.68	3815.29	11668.38	2398.39	1,742.26	14.93
5	Total Agriculture	51351.77	51958.17	58015.64	67766.27	13282.39	14,823.48	21.87
6	Micro & small Medium Enterprises	36639.03	49848.88	38416.31	39361.16	15415.21	11689.75	29.70
7	Other priority Sector	7713.35	9115.27	6694.55	13451.19	1353.97	1268.45	9.43
	Of which							
A	Education Loans	533.56	977.13	693.68	2347.85	108.61	126.71	5.40
B	Housing Loans	5848.66	5099.57	4162.39	8640.24	653.58	818.20	9.47
C	Others	1331.13	3038.57	1838.48	2463.10	591.78	323.54	13.13
8	Total Priority Sector	95736.55	111036.29	103126.50	120578.62	30051.57	27862.99	23.10
9	Non-Priority Sector*	123855.80	133613.72	155135.02	41681.54	29767.60	47359.44	113.62
	Total Credit Plan	219592.35	244650.01	258261.52	162260.16	59819.17	75222.43	46.36

(*Non- Priority sector advances include Advances to L&M, PLs, HLs other than priority sector, Gold Loans other than AGRI Gold Loans, Loans against FDRs and other Mortgage based loans etc.)

Performance of Banks upto the quarter ended 30.06.2021:

- Banks together disbursed Priority Sector loans of Rs.27,862.99 Crs and achieved 23.10% of ACP target
- Under Short Term Production loans for Kharif 2021, Banks disbursed Rs. 11,039.99 Crs and achieved 30.95% of targets.

- Term loans to agriculture including allied activities; Infrastructure and Ancillary activities were disbursed to the extent of Rs. 3,783.49 Crs and achieved 11.79% of targets.
- An amount of Rs. 14,823.48 Crs was disbursed by Banks to Agriculture sector achieving 21.87 % of ACP target.
- MSME loans totalling to Rs.11,689.75 Crs were disbursed by banks achieving 29.70% of annual target.
- An amount of Rs.1,268.45 Crs was disbursed by Banks as 'Other priority sector advances' achieving 9.43% of annual target.
- Education loans amounting to Rs.126.71 Crs were disbursed by banks achieving 5.40% of annual target.
- Housing loans amounting to Rs. 818.20 Crs were disbursed by banks achieving 9.47% of target.
- Banks together have disbursed Priority & Non Priority Sector Advances totalling to Rs.75,222.43 Crs achieving 46.36% of annual targets.

i) Credit flow to Agriculture: Achievement of Annual Credit Plan

Total Agriculture: Sector-wise / Category-wise as on 30.06.2021 (Rs. In Crs)

Sector	As on 30.06.2020			As on 30.06.2021		
	Targets	Achievement	% Achievement	Targets	Achievement	% Achievement
Public Sector Banks	32839.24	7454.13	22.70%	40699.34	6783.87	16.67%
Private Sector Banks	7998.56	2451.07	30.64%	13485.93	2585.83	19.17%
Regional Rural Banks	6761.75	2239.64	33.12%	7547.01	4078.54	54.04%
Cooperative Banks	6254.64	1137.55	18.19%	6033.99	1375.24	22.79%
Yasangi(Rabi 2021-22) Target	21286.51	--	-	23775.44	-	--
Total	75141.71	13282.39	17.68%	91541.71	14823.48	16.19%

Category	As on 30.06.2020			As on 30.06.2021		
	Targets	Achievement	% Achievement	Targets	Achievement	% Achievement
Crop Loans	53221.51	7750.58	14.56%	59440.44	11039.98	18.57%
Term Loans	12061.07	3038.35	25.19%	16537.28	1922.42	11.62%
Infrastructure	2422.37	95.07	3.92%	3895.61	118.81	3.05%
Agr. Ancillary	7435.76	2398.39	32.25%	11668.38	1742.26	14.93%
Total	75141.71	13282.39	17.68%	91541.71	14823.48	16.19%

Short Term Crop Production Loans – Vanakalam (Kharif-21) as on 30.06.2021

(Rs. In cr)

Category	Achievement in FY 2020-21			As on 30.06.2020			As on 30.06.2021		
	Vanakalam(Kharif) & Yasangi(Rabi)			Vanakalam (Kharif Season)			Vanakalam(Kharif)		
	Target	Achievement	%	Target	Achievement	%	Target	Achievement	%
Public Sector Banks	33113.06	22449.83	67.80%	19868.00	4185.01	21.06	22610.00	5146.22	22.76%
Private Sector Banks	6029.53	3248.50	53.88%	3619.00	932.90	25.78	3937.00	1140.60	28.97%
Regional Rural Banks	7188.25	8869.23	123.39%	4313.00	1642.70	38.09	4351.00	3553.34	81.67%
Cooperative Banks	6891.67	6633.00	96.25%	4135.00	989.97	23.94	4767.00	1199.82	25.17%
Total	53222.51	41200.56	77.41%	31935.00	7750.58	24.27	35665.00	11039.98	30.95%

Achievement under Short Term Crop loans Vanakalam(Kharif):

- Public sector banks have disbursed Rs.5,146.22 Crs in Kharif-2021 upto June'2021 and achieved 22.76% of annual target.
- Private sector banks have disbursed Rs.1,140.60 Crs and achieved 28.97% of annual Target.
- RRBs have disbursed Rs. 3,553.34 Crs and achieved 81.67% of annual target.
- Co-operative Banks have disbursed Rs.1,199.82 Crs and achieved 25.17% of annual target.

Campaign for 100% KCC Saturation :The Department of Agriculture Cooperation & Farmers Welfare (DAC&FW) launched 100% KCC Saturation Campaign covering the farmers engaged in Crops raising, Dairy /Fisheries and other allied activities for which interest subvention and prompt repayment incentive are available.

The broad objectives of the campaign are:

- All eligible PM-KISAN beneficiaries are covered under the KCC scheme by issue of fresh KCC; or enhancement of existing KCC limit; or activation of inoperative KCC account.
- To cover 100% Dairy farmers associated with Milk federations.
- To cover farmers engaged in fisheries activity.
- 100% Aadhaar Seeding to all KCC Accounts (Without Aadhaar linkage interest subvention is not available)
- Bank branches will prepare a list of all PM-KISAN beneficiaries and map with the list of KCC loan accounts. Branches should also prepare the list of those PM-KISAN beneficiaries who do not have KCC from that branch and the list may be shared with village Sarpanch and bank sakhi for coverage of eligible PM Kisan beneficiaries under the Scheme. There are 36,79,825 PM Kisan Beneficiaries in the State.

Bank wise details of fresh KCC Sanctions and no. of pending applications as on 06.08.2021 is as under:

Sr No	Bank name	Cumulative number of KCC applications Received Total	KCC Sanctioned - KCC(Crop Loan)	KCC Sanctioned - KCC(Crop Loan) with dairy	KCC Sanctioned - KCC(Crop Loan) with other allied activities	AH Dairy	Fisheries	AH Poultry & Others	Grand Total	KCC Limit Sanctioned Grand Total Amt in Crs	No of Pending Applications Total
1	SBI	403214	352298	9360	1684	5674	342	3676	373034	3012.05	96
2	UBI	151881	133191	3264	659	2243	451	1	139809	1844.5	0
3	RRBs	136286	104509	1139	0	689	291	0	106628	694.96	18215
4	DCCBs	106559	96208	645	0	336	128	244	97561	558.56	4255
5	Canara	43100	38437	93	3	583	288	6	39410	432.65	632
6	HDFC	23460	19569	1013	53	0	8	18	20661	3978.6	330
7	BOB	10066	8258	502	389	179	16	3	9347	60.23	162
8	CBI	8822	7615	0	1	166	2	2	7786	32.63	729
9	Ind Bank	7115	4890	0	0	64	6	0	4960	40.41	113
10	PNB	5327	4168	0	0	19	32	0	4219	40.41	0
11	IOB	5287	3716	0	0	15	11	33	3775	36.14	838
12	UCO Bk	2630	1770	0	0	257	1	0	2028	16.81	253
13	BOM	1430	1161	0	0	10	23	0	1194	18.36	150
14	BOI	611	508	0	0	1	0	0	509	4.44	94
15	P & SB	31	24	0	0	1	0	2	27	0.67	0
	Total	905819	776322	16016	2789	10237	1599	3985	810948	10771.42	25867

(Source: pmjdy.gov.in; pmfby portal)

As detailed above, fifteen Banks together sanctioned new KCC limits to the extent of Rs.10,771.42 Crore to 8,10,948 farmers. Banks rejected 69,004 applications due to multiple loans of applicants and non-production of land records etc., Out of 8,10,948 new KCC loan sanctions, 2,07,987 farmers are covered under PMJBY and 3,59,078 farmers covered under PMSBY.

Issue of KCC to Dairy farmers:

Department of Agriculture and Cooperation, Govt. of India launched a campaign for covering Dairy farmers under KCC Scheme with an objective to cover the farmers who are supplying Milk to the Dairy Development Cooperative federations/Societies/Private Dairy units etc., Accordingly, the TSDDCF targeted 2,50,000 farmers supplying Milk to various Federations/Societies.

The progress report as on 30.06.2021 in respect of applications mobilised and sanctioned are as under:

Sl No	Name of the Bank	Total Applications Sourced	Received by Banks	Not received by Banks	No Action by Banks	Sanctioned by Banks	Rejected by Banks	Pending With Banks
1	APGVB	24954	23907	435	612	2645	9345	11917
2	SBI	48468	19559	27081	1828	6763	6291	6505
3	TSCAB Total	10720	8507	626	1587	811	5439	2257
4	TGB	13761	12850	503	408	287	11245	1318
5	I O B	2070	1170	646	254	6	37	1127
6	Indian Bank	2566	1112	1335	119	61	67	984
7	Central Bank	3214	1712	119	1383	532	452	728
8	Others	245	245	0	0	0	0	245
9	ICICI	132	129	0	3	0	0	129
10	U B I Total	25043	10024	14342	677	8486	1501	37
11	IDBI Bank	221	16	0	205	0	0	16
12	Canara Bank	6442	4717	1398	327	1938	2773	6
13	U C O Bank	786	369	376	41	135	229	5
14	Bank of Bar	1893	1240	583	70	719	521	0
15	PNB	1075	1063	11	1	124	939	0
16	HDFC	729	0	0	729	0	0	0
17	Kotak Mah	248	0	0	248	0	0	0
18	BOI	202	47	112	43	41	6	0
19	All other Pvt Bks	137	7	1	129	2	5	0
	Grand Total	142906	86674	47568	8664	22550	38850	25274

As on 30.06.2021 applications from 1,42,906 dairy farmers are sourced and uploaded by TSDDCF in PMFBY portal for sanction by Banks. Banks have sanctioned loans to 22,550 beneficiaries out of 86,674 physical applications received from TSDDCF. Govt. of India is monitoring progress on a regular basis through VC meetings. Controllers of Banks are requested to focus on pending applications and pass on instructions to branches for sanction of KCC loans to all eligible dairy farmers.

Controllers of Banks are requested to acknowledge receipt of KCC applications in PMFBY portal as and when received from TSDDCF Officials and process the loan applications immediately. The Applications received, sanctioned, rejected and pending should be updated in PMFBY portal by branches and in FI Plan Portal by the Bank's respective Head Office/Corporate Centre.

Issue of KCC to fish farmers: The Department of fisheries evolved special schemes for fisheries farming under KCC scheme and proposed action plan to tie up the farmers for financing in the service area banks. The department vide their letter No. KCC/A2/2020 dated 21.03.2020 have elaborated the scope of the various projects and fixed scale of finance that can be considered while sanctioning KCC limit to fisheries farmers and the same has been circulated amongst member banks to maximize the beneficiaries. The details are as under:

A	Fishermen Societies members/Licence Holders (Reservoir Fishermen)	Rs.30000
B	Marketing support to fishers	Rs.25000
C	Re-Circulatory Aquaculture System Units (10 tons capacity)	Rs.600000
D	Ice Plant with capacity of 10 tonnes	Rs.600000
E	Feed Mill Small (1-5 Quintal/day)	Rs.500000
F	Pen Culture (Per 1 Hectare unit)	Rs. 50000
G	Cage Culture (6 X 4 X 4 Sq.Mts)	Rs. 150000
H	Establishment of Fish seed Hatchery (unit of 2 Ha)	Rs. 300000
I	Ornamental Fish rearing and Aquarium	Rs. 175000

Detailed guidelines were circulated to all member Banks. Request all Controllers of Banks to disseminate the information to Branches and ensure to cover maximum KCC accounts for Dairy and Fisheries activity.

Progress Report on KCC issued to Fish Farmers as on 19.08.2021 – District wise data

SI NO	Name of the District	Total no. of Applications received from fish farmers by the DFO	Total Applications submitted and acknowledged by Banks	Loans Sanctioned by Banks		Rejected by Banks	Pending applications
				No.	Amount (Rs. In lakhs)		
1	Warangal Rural	7025	7025	0	0	0	7025
2	Wanaparthy	4340	4340	9	2.7	0	4331
3	Jagtial	4044	3791	8	2	245	3538
4	Nirmal	3436	3436	0	0	0	3436
5	Karimnagar	3659	3541	118	29.5	0	3423
6	Nizamabad	4710	4710	1319	3.29	0	3391
7	Mancherial	3726	3548	3	3.00	178	3367
8	Jogulamba	4034	4034	589	147.25	89	3356
9	Nalgonda	4402	3352	125	31.25	6	3221
10	Kamareddy	3255	3255	90	22.5	0	3165
11	Khammam	3103	3103	63	18.9	0	3040
12	Peddapalli	3858	3001	0	0	0	3001
13	Jangaon	3509	3509	372		349	2788
14	Adilabad	2800	2800	1	0.3	305	2494

15	Medak	2448	2448	2	0.5	80	2366
16	Warangal Urban	3348	2426	22	5.5	197	2207
17	Yadadri	2500	2500	385	96.25	0	2115
18	Nagarkurnool	2500	2134	20	5	0	2114
19	Suryapet	1939	1939	0	0	0	1939
20	Mulugu	2132	1834	49	12.25	0	1785
21	Bhadradi	1994	1994	220	56.55	0	1774
22	Sangareddy	2179	1504	0	0	0	1504
23	Mahabubnagar	2671	1778	9	2.25	426	1343
24	Siddipet	1231	1231	0	0	0	1231
25	Komaram Bhim	1200	1185	0	0	15	1170
26	Narayanpet	1200	860	51	14.45	40	769
27	Jayashankar	662	662	12	3	0	650
28	Mahabubabad	543	543	22	5.5	0	521
29	Rajanna	313	313	42	0	0	271
30	Vikarabad	751	751	477	142.75	102	172
31	Medchal	441	214	1	0.25	72	141
32	Rangareddy	345	70	0	0	0	70
33	Hyderabad	0	0	0	0	0	0
	GRAND TOTAL	84298	77831	4009	604.94	2104	71718

(Source: Dept. of Fisheries, Govt. of Telangana)

The Applications received, Sanctioned, Rejected and pending should be updated in PMFBY portal/ FI Plan Portal by the respective Bank's Head Office/Corporate Centre.

Controllers of Banks have been advising that branches are not in receipt of applications as mentioned in the report of Department of Fisheries. As there is huge difference between the no. of applications submitted by Department of Fisheries and the no. of applications received by branches, the Department of Fisheries is requested to advise their DFOs to reconcile the gap in coordination with LDM and Bank Officials at district level.

ii) Crop Insurance under PMFBY/RWBCIS Schemes:

Government of Telangana has not issued guidelines regarding participation in PMFBY Revamped Scheme introduced by the Government of India.

iii) Agri. Term Loans including Allied Infrastructure & Ancillary Activities as on 30.06.2021 (Rs. In cr)

Sector	As on 30.06.2020			As on 30.06.2021		
	Target	Achievement	%	Target	Achievement	%
Public Sector Banks	12971.24	3269.12	25.20	18089.34	1637.65	9.05%
Private Sector Banks	4379.56	1518.17	34.66	9548.93	1445.23	15.13%
Regional Rural Banks	2448.75	596.93	24.38	3196.01	524.87	16.42%
Cooperative Banks	2119.64	147.59	6.96	1266.99	175.74	13.87%
Total	21919.19	5531.81	25.24	32101.27	3783.49	11.79%

Achivement upto the quarter ended 30.06.2021 under Agl. Term Loans (Term Loans including allied; Infrastructure & Ancillary activities)

- Public sector banks have disbursed Rs.1,637.65 Crs and achieved 9.05% of Annual Targets.
- Private sector banks have disbursed Rs. 1,445.23 Crs and achieved 15.13% of Annual Targets.
- RRBs have disbursed Rs.524.87 Crs and achieved 16.42% of Annual Targets.
- Co-operative Banks have disbursed Rs. 175.74 Crs and achieved 13.87% of Annual Targets.

Govt of Telangana is giving major thrust on Investment Credit under Farm Mechanisation and Infrastructure i.e. financing Tractors, Paddy transplanters, Paddy thrashers, Minor Irrigation projects land development, Construction of Rural warehouses, Cold storages and Fruit ripening plants, Seed processing and Agro Food processing units etc. Controllers of Banks are requested to focus on extending financial assistance to Agriculture Infrastructure, Agri Allied and Ancillary activities for creating sustainable incomes for the farmers.

Agriculture Infrastructure Fund-Allocation of Budget to Banks in Telangana State:

Govt of India launched Agri Infrastructure Fund Scheme of Rs. 1.00 lakh crore for farm-gate infrastructure for farmers. Under the Scheme, financing facility will be provided for funding of Agriculture Infrastructure Projects at farm-gate & aggregation points (PACS FPOs Agri Entrepreneurs Start-ups etc.) with an impetus for development of affordable and financially viable Post Harvest Management Infrastructure. The Scheme details already circulated to Banks and through SLBC Quarterly review for September,2020.

During a special meeting under the Chairmanship of Secretary to Govt , APC and Commissioner of Agriculture, NABARD and member banks, Bank wise Target allocation was finalized within the overall target of Rs. 3,075 crores allocated to Telangana State for the FY 2020-21 to 2023-24. **The targets have been communicated to all Banks.**

The progress of implementation of the Scheme in Telangana is as under:

AGRICULTURE INFRASTRUCTURE FUND SCHEME : PROGRESS AS ON 30.08.2021 (Rs.in Crs)

SL No	Name of the Bank	Target	No of A/cs Sanctioned	Amt Sanctioned	SL No	Name of the Bank	Target	No of A/cs Sanctioned	Amt Sanctioned
1	TSCAB	200	270	132.53	13	HDFC Bank	275	4	0
2	SBI	375	51	53.22	14	ICICI Bank	200	0	0
3	UBI	325	19	18.11	15	IDBI	75	0	0
4	Kotak Mahindra Bank	50	23	9.50	16	IOB	100	1	0
5	Bank of India	175	1	2.00	17	INDUS IND Bank	100	0	0
6	Indian Bank	100	1	2.00	18	Karnataka Bank	5	2	0
7	APGVB	25	0	0	19	KVB	5	0	0
8	AXIS Bank	150	0	0	20	PNB	100	0	0
9	Bank of Baroda	200	0	0	21	South Indian Bank	30	2	0
10	Bank of Maharashtra	75	0	0	22	TGB	25	0	0
11	Canara Bank	275	8	0	23	UCO Bank	60	1	0
12	Central Bank of India	100	1	0	24	YES Bank	50	0	0
						GRAND TOTAL	3075	384	217.56

All Banks to explore potential avenues and sanction the loans to improve the Agriculture Infrastructure as the scheme covers interest subvention and Credit Guarantee.

Pradhan Mantri Formalisation of Micro Food Processing Enterprise Scheme(PMFME):

Ministry of Food Processing Industries in partnership with the State/UT Governments, has launched an all India Centrall Sponsored PM Formalisation of Micro Food processing Enterprises Schemes (PM FME Scheme) under Aatmanirbhar Bharat Abhiyan with the aim to enhance the competitiveness of existing individual micro-enterprises in the unorganized segment of the food processing industry and promote formalization of the sector. The Scheme will be implemented over a period of five years from 2020-21 to 2024-25 with a total outlay of Rs.10,000 crore. The Scheme has a special focus on supporting Groups engaged in Agri-food processing such as Farmer Producer Organisations (FPOs), Self Help Groups(SHG) and Producers Cooperatives along their value chain. for providing Financial, technical and business support for upgradation of existing micro food processing enterprises.

The PMFME scheme support in terms of:

- i. Food processing entrepreneurs through credit-linked capital subsidy @35% of the eligible project cost with a maximum ceiling of Rs.10 lakh per unit.
- ii. Seed capital @ Rs. 40,000/- per SHG member for working capital and purchase of small tools.
- iii. Credit linked grant of 35% for capital investment to FPOs/ SHGs/ producer cooperatives.
- iv. Support for marketing & branding to micro-units.
- v. Support for common infrastructure and handholding support to SHGs, FPOs and Producer Cooperatives.
- vi. Providing Capacity building and training support to increase the capabilities of the enterprises and up-gradation of skills of workers.

Features:

One District One Product (ODOP) Approach:

- The States would identify food products for districts keeping in view the existing clusters and availability of raw material.
- The ODOP could be a perishable produce based or cereal based or a food item widely produced in an area. E.g. mango, potato, pickle, millet based products, fisheries, poultry, etc.

Other Focus Areas:

Waste to wealth products, minor forest products and Aspirational Districts.

Capacity building and research:

Academic and research institutions under MoFPI along with State Level Technical Institutions would be provided support for training of units, product development, appropriate packaging and machinery for micro units.

Financial Support:

Upgradation of Individual Micro Food Processing Units:

Existing individual micro food processing units desirous of upgrading their units can avail credit-linked capital subsidy at 35% of the eligible project cost with a maximum ceiling of Rs.10 lakh per unit.

Seed Capital to SHG:

Initial funding of Rs. 40,000- per Self Help Group (SHG) member would be provided for working capital and purchase of small tools.

Implementation:

Over a period of five years from 2020-21 to 2024-25.

Funding Details:

It is a centrally sponsored scheme with an outlay of Rs. 10,000 crore. The expenditure under the scheme would be shared in 60:40 ratio between Central and State Governments, in 90:10 ratio with North Eastern and Himalayan States, 60:40 ratio with UTs with legislature and 100% by Centre for other UTs.

Pending position of applications under the Scheme as on 31.08.2021:

Out of 338 applications received for financial assistance under the Scheme, 265 applications are under process and 73 applications are rejected by Banks.

District wise pending position of applications under the Scheme as on 31.08.2021

Name of the District	Total Applications Received	Under Process	Rejected
Hyderabad	1	0	1
Jagitial	22	22	0
Jayashankar Bhupalapally	24	2	22
Khammam	30	23	7
Kumuram Bheem Asifabad	30	30	0
Mahabubabad	14	14	0
Mancherial	11	10	1
Medak	9	9	0
Nagarkurnool	3	3	0
Nalgonda	56	49	7
Nirmal	21	21	0
Peddapalli	2	2	0
Siddipet	1	1	0
Suryapet	1	1	0
Vikarabad	5	4	1
Wanaparthy	25	17	8
Warangal Rural	56	37	19
Warangal Urban	27	20	7
Grand Total	338	265	73

Bank branches are provided with login credentials to <https://pmfme.mofpi.gov.in> portal for updation of status of applications received under the Scheme. SLBC has forwarded the granular data(branchwise-beneficiary wise) in respect of 338 applications to respective banks for information . Controllers of Banks are requested to initiate suitable steps for processing of all eligible applications under the Scheme and also up-dation of the status of applications on a regular basis in the portal.

iv) Dairy Entrepreneurship Development Scheme (DEDS) :

Upto the quarter ended 30th June'2021, banks have disbursed an amount of Rs.14.00 Crs to 1,931 beneficiaries under DEDS and the total outstanding as on 30.06.2021 is Rs.175.83 Crs to 19,026 beneficiaries. The Scheme has since been discontinued by Govt. Of India.

v) Pledge Finance against Warehouse Receipts :

During the quarter ended 30th June'2021 banks have disbursed an amount of Rs. 18.32 Crs to 76 beneficiaries under Negotiable Ware House Receipts. Total outstanding as on 30.06.2021 is Rs. 67.23 Crs to 391 beneficiaries. The performance of Banks under NWR finance has been reviewed in the Sub-Committee Meetings on Agriculture held on 25.08.2021.

Controllers of Banks were advised to plan for improvement in financial assistance under the Scheme to help the farmers from distress selling of agriculture produce.

vi) Joint Liability Groups (Bhoomi Heen-Kisan):

During the quarter ended 30th June'2021, banks have disbursed an amount of Rs.1.24 crores to 48 groups against a target of 10,500 groups for the FY 2021-22. The total outstanding loans to JLGs with Banks as on 30.06.2021 is at Rs.78.94 crore extended to 8,662 groups.

vii) Review of progress in Financing Agri Clinics/Agri Business units:

Ministry of Agriculture and farmers welfare Govt. of India in association with NABARD has launched the programme to adopt innovative methods of farming by each and every farmer across the country. The programme aims to tap the expertise available in the large pool of Agriculture Graduates and to offer professional extension services to the farmers. As a part of this initiative free of cost specialized training will be provided to Agriculture Graduates through the Nodal Training Institutes for improvement their skills in Entrepreneurship and Business Management in the chosen activity.

Status as on 30.06.2021-pending applications of 2018-19 and 2019-20

Sl No	Name of the Bank	No. of applications	Loan Amount (Rs.in Lakhs)
1	State Bank of India	196	2430.18
2	Union Bank of India	76	915.71
3	Canara Bank	15	175.93
4	APGVB	11	101.46
5	Central Bank of India	5	67.82
6	Bank of Baroda	4	26.00
7	Indian Bank	4	40.82
8	Indian Overseas Bank	3	34.52
9	IDBI Bank	2	15.00
10	Punjab National Bank	2	20.00
11	HDFC Bank	1	15.00
12	Karimnagar Co-operative Bank	1	12.20
	GRAND TOTAL	320	3854.64

Performance of Banks under the Scheme has been reviewed in Sub-committee Meeting on Agriculture held on 25.08.2021. It is reported by Controllers of Banks that most of the beneficiaries in respect of pending applications were settled in Jobs or otherwise and not coming forward for financial assistance.

As per the data submitted by the MANAGE, 320 applications pertaining to the years 2018-19,2019-20 amounts to Rs. 3854 lacs are pending with Banks for sanction.

State Bank of India has communicated to MANAGE as well as SLBC that there are no applications pending with their branches and requested the MANAGE for deletion of 196 pending applications in the portal through NTIs.

Controllers of Banks are requested to examine applicant wise status and communicate to MANAGE under the signature of Head of the Department for deletion of applications from the pending list.

Controllers of Banks are requested to co-ordinate with MANAGE Hyderabad (National Institute of Agricultural Extension Management) to extend necessary financial assistance on priority basis to all eligible applicants to encourage unemployed trained graduates and to take the scheme forward.

b) Outstanding Overdues & NPAs under Agriculture sector as on 30.06.2021

(Rs. In Crs)

Category	Outstandings		Overdues			Non-Performing Assets		
	No. of a/cs.	Amount	No. of a/cs.	O/s in Overdue A/cs	%	No. of a/cs.	Amount	%
Short Term Crop Production Loans	5653467	65225.05	1674654	17100.92	26.22	453400	3676.56	5.63
Agri. Term Loans	1014104	19817.22	119374	2945.36	14.86	95156	1490.24	7.52
Agri. Infrastructure	1735	1287.75	192	188.65	14.65	83	36.48	2.83
Ancillary activities	16995	7195.58	258	349.52	4.85	362	300.80	4.18
Total Agriculture	6686301	93525.60	1794478	20584.45	22.01	549001	5504.08	5.88

i) Overdues in Agriculture segment

- 26.22% of Short Term Crop Loans are overdues in the books of the banks as against March'2021 levels of 23.43%.
- 12.30% of Agriculture Term Loans incl. Allied Activities; Agri. Infrastructure; Agri. Ancillary Activities outstanding are overdues as against March'2021 levels of 8.99%.
- Overdues in total agriculture advances constitute 22.01% of outstanding as against March'2021 levels of 18.87%.

ii) NPAs in Agriculture segment

- 5.63% of short term crop loans are NPAs in the books of the banks as against March'2021 levels of 5.00%.
- 6.45% of Agriculture Term Loan incl. Allied activities; Agri. Infrastructure; Agri. Ancillary Activities outstanding are NPAs as against March'2021 levels of 6.00%.
- NPAs in total agriculture advances are at 5.88% as against March'2021 levels of 5.31%.

iii) Vaddileni Runalu/Pavala Vaddi on Crop Loans:

As per the Crop Loan waiver Scheme-2014 guidelines of Government of Telangana (vide their G.O.Ms No.323 dt. 04.07.2013 & Subsequent guidelines) interest subvention (VLR & PV) to the promptly paid farmers was permitted at the time of renewal/repayment of loan and subsequently submitted claims to Department of Agriculture.

- As of now, a total amount of Rs.725.25 crores is due to be reimbursed to banks by Govt. of Telangana.
- Banks have made a provision for the outstanding claims of Rs. 725.25 Crore as per the directions of the Statutory Auditors.

We request the Govt. of Telangana to immediately reimburse PV/VLR claims of Banks amounting to Rs.725.25 crores.

Rythu Bandhu 2018 Cheque Printing Charges

An amount of Rs.64.84 Crores towards RBS -2018 cheque printing charges is due to be paid to Banks. At the request of Agriculture department, Banks revised the charges to 40% of applicable charges i.e., Rs.25.94 Crores. We request Agriculture Department, Govt. Of Telangana to immediately reimburse the revised claim of Rs.25.94 crores to Banks

iv) Reimbursement of pending RSETIs claims:

11 RSETIs together have to receive pending dues to the tune of Rs. 21.44 Crores as on 30.06.2021 (SBI- Rs.19.17 crores and UBI (e-Andhra Bank) –Rs.2.27 Crores) from MoRD Government of India. SLBC requests the CEO SERP to follow up the matter with MoRD Govt. of India for reimbursement of the pending amount to RSETIs at the earliest.

v) Crop Loan Waiver Scheme-2018 – Implementation – Progress:

Govt of Telangana issued guidelines on Crop Loan waiver Scheme 2018 vide G.O.Rt No. 148 dated 17.03.2020 and subsequent communications on the subject.

- Banks have submitted data in respect of 42,22,928 A/cs amounting to Rs. 27,487.36 Crore.
- An amount of **Rs.408.38 crores were credited into 2,96,571 Loan Accounts of farmers** having outstanding loans upto Rs.25,000/- in first phase.
- The Transactions to **16,353 Accounts** for an amount of **Rs.19.87 Crores** failed due to Closed Loan Accounts, No such Account, Account Description does not tally, Invalid Account Type, Account Blocked/frozen, Documents Pending, Invalid IFSC/MICR/IIN etc ., The same was placed in the Bankers Login for rectification and uploading in the portal.
- A Bankers Meeting on Crop Loan Waiver was convened by the Hon'ble Minister for Finance on 06.08.2021 during which it was advised that :.
 - i) out of 39.00 lakh farmers Accounts, data pertaining to 2 lakh Accounts needs rectification of errors.
 - ii) the eligible amounts for waiver upto Rs.50,000/- will be credited into the farmers loan accounts from 16th August onwards
- Shri.Raghunandan Rao IAS, APC & Secretary to Government, explained Errors in detail and advised the banks to complete the accounts due for validation , latest by 9th August 2021.

Sri T.Harish Rao, Hon'ble Minister for Finance requested the Bankers:

- To issue fresh crop loans to farmers who are benefitted under the Crop Loan Waiver Scheme.
- Crop Loan Waiver benefit amount must not be adjusted towards any pending claims, not to be deposited and only the amount is to be adjusted to the farmer Loan Account

vi) Oil Palm Cultivation- Modalities of Finance- Scale of Finance

Considering the potential available in Telangana for cultivation of Oil Palm with the completion of Major and Medium Irrigation projects and increased irrigation facility, the Govt. of India notified potential area of 3.29 lakh Ha (8.14 lakh acres) in 25 Districts of Telangana apart from already notified area.

Benefits:

- No. Of farmers expected to be benefitted - 1,62,800
- Fresh Fruit Bunches production - 80 Lakh MT per annum
- Value of fresh fruit bunches - 8000 Crore per annum
- Revenue generation on Crude Palm oil prod - 14.80 Lakhj MTs – Rs. 10,360 Crores
- Expected revenue to Government in terms of GST per annum is Rs. 518.40 Crores . Apart from revenue generation to the farmers, there is a huge scope for employment generation through establishment of processing industries.

The Sub-Committee constituted by the Agriculture Department, Govt. of Telangana finalized and approved the unit cost/cost of cultivation per acre as Rs.1,20,000 (cost capitalized up to first four years). The details are as under:

- The Scale of Finance finalized by the Sub-Committee at Rs. 1,20,000 Per Acre
- Borrower contribution : 10%
- Bank loan – 90%
- Rate of Interest as per Individual Bank's Loan policy.
- Minimum Area to be cultivated 1 Hectare (2.5 Acres)
- Disbursement will be made to the farmers in four years as per requirement.
- The Moratorium period will be for 4 years for repayment (During moratorium Borrower has to pay the Interest) (Total loan period 9 years)
- Repayment will commence from 5th year onwards up to 9 years.
- Govt Subsidy will be credited to the Farmer Account as and when received.
- Security for the Loan :

For Limit up to Rs. 3.00 lacs:

Primary : Hypothecation of Crop

Collateral: Tripartite Agreement between Farmer, Company & Bank

For Limit above Rs. 3.00 lacs:

Primary : Hypothecation of Crop

Collateral : a) Tripartite Agreement between farmer, Company & Bank

b) Mortgage of lands (Any Relaxation can be done as per

- Individual Bank's policy decision)
c) Mortgage entry will be made in Dharani portal.

Other issues:

- Escrow Account : The Company which is entering into tripartite agreement should open escrow account with all participating Banks in the name of the Company .

- Inter Crop Financing : Inter crop financing can be considered to individual farmers under KCC as a separate limit based on the Crops raised and usual security norms and to avail the interest subvention and Prompt repayment incentives by the farmer as per eligibility .

The detailed workings on cost of cultivation finalized by the Sub-Committee constituted by the Agriculture Department, Govt. of Telangana and approved in SLBC quarterly review meeting for the quarter ended 31st March 2021 held on 28.06.2021 were circulated to all Banks.

c. Flow of Credit to MSMEs

i) Micro Small & Medium Enterprises (MSME) Targets & Achievement (Rs. In Crs)

Particulars	Target 2020-21	As on 31.03.2021		Target 2021-22	As on 30.06.2020		As on 30.06.2021	
		Achievement	% of Ach		Achievement	% of Ach	Achievement	% of Ach
Micro Enterprises	10143.87	14834.23	146.24	12038.97	5231.70	51.57	3893.29	32.34
Small Enterprises	11028.84	16210.30	146.98	12046.75	7688.04	69.71	5024.02	41.70
Total SME	21172.71	31044.53	146.62	24085.72	12919.74	61.02	8917.31	37.02
Medium Enterprises (ME)	14024.19	7371.78	52.56	15275.44	2495.47	17.79	2772.43	18.15
Total MSME advances	35196.90	38416.31	109.16	39361.16	15415.21	43.80	11689.75	29.70

ii) Micro Small & Medium Enterprises (MSME) Out standings : (Rs. In Crs)

Particulars	Outstandings as on 31.03.2020		Outstandings as on 31.03.2021		Outstandings as on 30.06.2021	
	A/c.	Amt.	A/c.	Amt.	A/c.	Amt.
Micro Enterprises	634422	24446.08	861638	25786.59	712705	24934.77
Small Enterprises	99649	28566.43	108947	28128.40	78842	25017.77
Total MSE	734071	53012.51	970585	53914.99	791547	49952.54
% of Micro Enterprises to total MSE	86.42%	46.11%	88.77%	47.83%	90.04%	49.92%
% of Small enterprises to total MSE	13.58%	53.89%	11.22%	52.17%	9.96%	50.08%
Medium Enterprises (ME)	10028	8963.39	13943	12593.57	21905	12732.00
% of ME to total MSME advances	1.34%	14.46%	1.41%	18.93%	2.69%	20.31%
Total MSME advances	744099	61975.90	984528	66508.56	813452	62684.54

Performance under MSME upto the Quarter:

- Outstanding Advances to MSEs decreased by Rs.3,962.45 Crs (7.35%) and stood at Rs.49,952.54 Crs.
- Outstanding Advances to MEs increased by Rs. 138.43 Crs (1.09%) and stood at Rs. 12,732 Crs.
- Outstanding Advances under MSME segment decreased by Rs.3,824.02 Crs (5.75%) and stood at Rs.62,684.54 Crs.

ii) **PM Task Force Recommendations:**

Compliance to PM Task Force Recommendations	Norm %	Actual %
Banks are advised to achieve a 20 percent year-on-year growth in credit to micro & small enterprises (June '20 – June'21)	20	-7.20%
10 percent annual growth in the number of micro enterprise accounts	10	-17.28%
60 percent of MSE advances should go to the micro enterprises. Allocation of 60% of the MSE advances to the micro enterprises is to be achieved in stages	60	49.92%

Banks compliance to the PM Task Force recommendations and the performance of Banks under different parameters of the recommendations has been reviewed in the Sub-committee meeting on MSME held on 26.08.2021.

Status of Compliance as on 30.06.2021 is as per the following table:

Compliance to PM Task Force Recommendations		
Parameter	No. of banks achieved	Names of Banks not complied with
Banks are advised to achieve a 20 percent year-on-year growth in credit to micro & small enterprises (June '20 – June'21)	8	Bank of Baroda; Bank of India; Central Bank of India; Indian Bank; Indian Overseas Bank; PNB; PSB; UCO, Union Bank of India; SBI; AXIS; BB; CSB; CUB; Federal Bank; Dhanalakshmi Bank; Equitas Bank; HDFC; ICICI; IndusInd Bank; Karnataka Bank; KVB; KOTAK; LVB; RBL Bank; TMB; YES; TGB; KBS LAB Bank; APGVB; TSCAB Bank; APSFC.
10 percent annual growth in the number of micro enterprise accounts	6	Bank of Baroda; Bank of India; Canara Bank; Central Bank; IDBI; Indian Bank; PNB; UCO; Union Bank; SBI; AXIS; BB; CSB; CUB; Dhanlakshmi Bank; Equitas; Federal Bank; HDFC; ICICI; JKB; Karnataka; KVB; APSFC; KBS LAB Bank; LVB; SIB; Kotak; TMB; YES Bank; MAHESH Bank; RBL Bank; APGVB; TGB, IDFC First.
60 percent of MSE advances should go to the micro enterprises. Allocation of 60% of the MSE advances to the micro enterprises is to be achieved in stages	14	BOB; Canara Bank; Central Bank of India; Indian Overseas Bank; PNB; PSB; Union Bank of India; SBI; Axis Bank; CUB; Dhanlakshmi Bank; JKB; Federal; HDFC; ICICI; INDUSIND; Karnataka Bank; KVB; KOTAK; LVB; RBL Bank; South Indian Bank; YES; APSFC; MAHESH Bank; IDFC First.

Controllers of Banks have been advised to comply with the norms stipulated under each head as per the PM TASK FORCE recommendations.

iv) Overdues in MSMEs as on 30.06.2021(Rs. In Crs)

SI No	Particulars	Outstandings as 30.06.2021		Overdues as on 30.06.2021		
		A/cs.	Amount	A/cs.	Amount	% to Outstanding
1	Micro	712705	24934.77	129949	4215.06	16.90%
2	Small	78842	25017.77	20110	4711.14	18.83%
	Total MSE	791547	49952.54	150059	8926.20	17.87%
3	Medium	21905	12732.00	2721	2319.68	18.21%
	Total MSME	813452	62684.54	152780	11245.88	17.94%

Overdues for the quarter ended 30th June' 2021:

- Overdues under MSE segment constitute 17.87% of outstandings(March'21-16.50%).
- Overdues under Medium enterprises constitute 18.21% of outstandings (March'21-17.75%).
- Overdues under MSME segment constitute 17.94% of outstandings (March'21-16.74%).

v) NPAs in MSME segment as on 30.06.2021 (Rs. In Crs)

S. No.	Particulars	Outstandings as on 30.06.2021		NPAs as on 30.06.2021		
		A/c.	Amt	A/c.	Amt	% to Outstandings
1	Micro	712705	24934.77	148482	2881.47	11.55%
2	Small	78842	25017.77	7970	2990.37	11.95%
	Total MSE	791547	49952.54	156452	5871.84	11.75%
3	Medium	21905	12732.00	582	1312.43	10.31%
	Total MSME	813452	62684.54	157034	7184.27	11.46%

NPAs for the quarter ended 30th June' 2021:

- NPAs under MSE segment advances constitute 11.75% of outstandings (March'21-9.89%).
- NPAs under Medium enterprises constitute 10.31% of outstandings. (March'21-8.28%).
- NPAs under total MSME segment constitute 11.46% of total outstandings.(March'21-9.59%).

vi) **CGTSME-COVERAGE:** About 1,02,411 proposals of banks have been approved for an amount of Rs.6,486.02 Crores for coverage under CGTMSE up to 30.06.2021.

During the quarter ended June'2021, 1,449 proposals with an amount of **Rs. 185.38 crore** have been approved under CGTMSE.

District wise details of coverage: **CGTMSE**

District Wise coverage in Telangana (Guarantee Approved) (Rs. in Crores)					
S. No.	District Name	From 01.04.21 to 30.06.21		As on 30.06.2021	
		Proposals	Amount	Proposals	Amount
1	Adilabad	104	2.78	2948	89.63
2	Bhadradu Kothagudem	26	0.89	268	6.75
3	Hyderabad	1211	168.34	36936	3144.13
4	Jagityal	26	0.69	164	4.17
5	Jangaon	8	0.40	75	1.87
6	Jayashankar Bhupalapally	7	0.20	141	3.89
7	Jogulamba Gadwal	38	0.53	197	3.43
8	Kamareddy	15	0.56	255	7.30
9	Karimnagar	274	7.39	4960	194.83
10	Khammam	334	11.14	4701	227.14
11	KB Asifabad	1	0.04	185	4.09
12	Mahabubabad	19	0.78	67	2.05
13	Mahabubnagar	149	9.20	7326	165.09
14	Mancherial	7	0.41	57	2.12
15	Medak	244	6.41	4139	195.45
16	Medchal	145	15.87	812	78.69
17	Nagarkurnool	4	0.12	64	2.17
18	Nalgonda	173	5.45	7498	218.31
19	Nirmal	14	0.72	141	4.24
20	Nizamabad	186	6.56	3915	122.43
21	Peddpalli	15	0.24	168	6.08
22	Rajanna siricilla	32	2.27	203	8.12
23	Rangareddy	532	38.76	17596	1301.66
24	Sangareddy	65	7.61	406	28.95
25	Siddipet	45	1.45	215	8.31
26	Suryapet	120	3.47	455	17.34
27	Vikarabad	53	0.78	263	4.67
28	Wanaparthy	6	0.13	52	1.42
29	Warangal (Rural)	23	0.79	479	69.90
30	Warangal (Urban)	300	12.91	6031	368.89
31	Yadadri Bhongir	40	1.43	245	7.54
Total		1449	185.38	102411	6486.02

MLI Wise coverage in Telangana (Guarantee Approved) From 01.04.2021 to 30.06.2021

S. No.	Bank Name	Proposals	Approved Amount (Rs. in crs)	S. No.	Bank Name	Proposals	Approved Amount (Rs. in crs)
1	APGVB	98	1.07	13	Karnataka Bank	14	1.48
2	Axis Bank	24	11.34	14	Kotak Mahindra Bank	8	7.50
3	Bank of Baroda	178	11.83	15	Punjab & Sindh Bank	1	0.23
4	Bank of India	59	5.93	16	Punjab National Bank	57	2.12
5	Bank of Maharashtra	4	1.05	17	SIDBI	2	1.45
6	Canara Bank	139	33.08	18	State Bank of India	90	41.74
7	Central Bank of India	5	0.64	19	TGB	14	0.94
8	ESAF SFB	2	0.20	20	Dhanalakshmi Bank	1	0.28
9	HDFC Bank	42	24.61	21	Karur Vysya Bank	5	0.41
10	IDBI Bank	2	0.48	22	South Indian Bank	1	0.01
11	Indian Bank	126	2.56	23	Union Bank of India	551	24.15
12	Indian Overseas Bank	17	3.80	24	YES Bank	9	8.50
				Total		1449	185.38

vii) One time Restructuring of MSME Advances(Cir.RBI/2020-21 / 17 DOR.No.BP.BC/ 4 / 21.04.048 /2020-21dt. 06.08.2020 and Cir. DOR.No.BP.BC.34 / 21.04.048 / 2019-20 dated February 11 2020)

Data on One Time Restructuring accounts under MSME Segment as on 30.06.2021 (Rs. in Crores)								
Category	No. of eligible Accounts to be restructured (As per RBI guidelines)		No. of accounts Restructured		No. of accounts pending for Restructuring		No. of customers opted out for Restructuring	
	No. of A/cs	Loan account outstanding	No. of A/cs	Loan account outstanding	No. of A/cs	Loan account outstanding	No. of A/cs	Loan account outstanding
Micro	181216	4894.04	34552	739.19	107977	3181.44	38687	973.41
Small	33850	6130.68	8257	1046.70	19077	3640.24	6516	1443.74
Medium	2825	4069.91	555	408.35	1951	2664.37	319	997.19
TOTAL	217891	15094.63	43364	2194.24	129005	9486.05	45522	3414.34

viii. Review of Bank Linkage in MSME Clusters:

Credit flow in MSME clusters as on 30.06.2021.

There are 5169 enterprises in MSME Clusters across Telangana State .

Progress under Bank Credit linkage in MSME clusters as on 30.06.2021 is as under:

- 2493 Micro Enterprises / 1076 Small Enterprises and 292 Medium Enterprises have been extended finance by banks.
- Total No. of Enterprises in the Clusters Linked to banks are at 3861 i.e a credit linkage of 74.69% Reserve Bank of India advised the Banks to adopt clusters for achieving 100% linkage. Controllers of banks are advised to adopt clusters in their service areas to ensure that 100% credit linkage is achieved.

ix. Review of Guaranteed Emergency Credit Line (Aatma Nirbhar Bharat Abhiyan Package)- 20% credit to MSME's

The Govt of India has announced a Scheme for MSMEs under Aatma Nirbhar Bharat Abiyan package for revival of the MSME units affected due to COVID 19 pandemic. Accordingly, Banks have sanctioned 20% of outstanding working capital loan under Guaranteed Emergency Credit Line for revival of the affected MSMEs during COVID-19 pandemic to meet their immediate working capital needs. The loans will be covered under CGTMSE Scheme.

The performance of Banks under the Scheme as on 30.06.2021 is as per the following table:

Banks	ELIGIBLE		SANCTIONED		DISBURSED		OPTED OUT		% Sanctions	% disbursals	% opted out
	No.	Amt	No.	Amt	No.	Amt	No	Amount			
PSBs	141444	3540.62	104030	3242.93	68084	2972.04	26397	450.44	91.59	83.94	12.72
Private Banks	54175	5129.07	35779	4070.68	17793	3192.82	6581	665.26	79.36	62.25	12.97
RRBs	18042	16.11	996	1.80	996	1.80	13	0.05	11.14	11.14	0.31
TSCAB	2606	73.82	650	11.92	643	11.75	622	3.11	16.15	15.92	4.21
Grand Total	216267	8759.61	141455	7327.32	87516	6178.40	33613	1118.86	83.65	70.53	12.77

As on 30.06.2021, under GECL (20% of outstanding MSME loans), Banks together have sanctioned Rs. 7,327.32 Crore as against eligible amount of Rs. 8,759.61 Crore (83.65%) and disbursed Rs.6,178.40 Crore (84.32%) of Sanctioned amount. About 33,613 eligible borrowers i.e., 12.77% have opted out of the Scheme.

In the Sub-Committee meeting held on 26.08.2021, the performance of Banks has been reviewed and Controllers of Banks have been advised to initiate necessary steps to ensure 100% disbursals to all eligible and sanctioned borrowers.

x. Distressed Asset Fund-Subordinate Debt for StressedMSMEs : Credit Guarantee Scheme for Subordinate Debt(CGSSD)

The Govt of India has announced a Scheme of Credit Guarantee Scheme for Subordinated Debt “Distressed Assets fund – Subordinate Debt for Stressed MSMEs” to provide guarantee coverage for the CGSSD to provide Sub-Debt support in respect of restructuring MSMEs. 90% guarantee coverage would come from scheme/Trust and remaining 10% from concerned promoter(s). The objective of the scheme is to provide personal loan through Banks to the promoters of stressed MSMEs for infusion as equity/quasi equity in the business for restructuring as per RBI guidelines for restructuring of stressed MSME advances. Under this arrangement promoter of the MSME unit will be given credit equal to 15% of his/her state (equity plus debt) or Rs. 75 lakh whichever is lower.

Under CGSSD Scheme, for accounts with outstanding below Rs. 10.00 lacs, Banks together have sanctioned Rs.2.32 Crore and disbursed Rs. 0.73 crore to 562 units.

In respect of accounts with outstanding Rs. 10.00 lacs and above, Banks sanctioned Rs. 4.95 crore and disbursed Rs. 1.43 crore.

Controllers of Banks are requested to expedite the disbursals.

xi. PMSVANidhi – FINANCE TO STREET VENDORS:

Ministry of Municipal Administration and Urban Development (MA&UD) announced a Scheme PMSVANidhi for financing Street Vendors with Rs. 10000/- each under Aatma Nirbhar Bharat Abiyan package. The loan will be covered under CGTMSE Scheme with interest subvention. Govt of Telangana estimated a beneficiaries of 5,00,000 under the Scheme and so far identified 4,42,724 in all ULBs of Telangana. The Agency wise progress in financing the beneficiaries is as under:

Progress under the Scheme as on 18.08.2021:

Sl. No.	Name of the Bank	No. of Loan applications submitted	Sanctioned			Disbursed		
			No.	Balance	%	No.	Balance	%
1	Public Sector Bks	338825	291480	47345	86.03	275101	16379	81.19
2	Pvt Sector Banks	7415	2662	4753	35.90	1634	1028	22.04
3	RRBs	53366	34368	18998	64.40	31578	2790	59.17
4	Coop Banks/DCCBs	8001	5164	2837	64.54	4727	437	59.08
5	Sreenidhi	28612	23776	4836	83.10	23423	353	81.86
6	Market place	6505	0	6505	0.00	0	0	0.00
7	SFBs	2	0	2	0.00	0	0	0.00
	GRAND TOTAL	442726	357450	85276	80.74	336463	20987	76.00

Bank wise performance is enclosed as 'Annexure - P'

- A Total of 4,42,724 street vendors are identified by the MA&UD in Telangana State. Banks together sanctioned loans to 3,57,450 and disbursed to 3,36,463 street vendors as on 18.08.2021.
- The DFS, Govt. of India fixed a disbursal target of 3,40,000 under the Scheme for Telangana State against which Banks sanctioned 3,57,450 (93.81%) and disbursed to 3,36,463 (88.31%).
- State Bank of India sanctioned 1,54,628 (43.25% of total sanctions) and disbursed 1,39,702 (41.52% of total disbursals) loans followed by UBI with 86,021(24.06%) sanctions and 85,601 (25.44%) disbursals.
- The performance private sector Banks in sanctions and disbursals is very low at 0.74% (of total sanctions) and 0.48 % (of total disbursals).
- DFS, Govt of India fixed a Target for sanction and disbursal of all pending applications and in the Sub-committee Meeting on MSME held on 26.08.2021, Controllers of Banks have assured that 100% disbursal target will be achieved.
- Details of disbursals in respect of loans sanctioned to be updated immediately in the portal.
- Private Banks are not sanctioning loans and need to pick up applications from market place and improve their performance.
- Bank's Nodal Officers have to participate in camps and on board all the Street Vendors financed onto Digital platform "My Bhi Digital" campaign.

SOCIO ECONOMIC PROFILING

- DFS/MoHUA issued instructions to conduct Socio Economic Profiling (SEP) of Street vendors by constituting Dist level Committees for covering all the eligible family members of Street vendors under DFS Schemes of PMJDY A/c opening, covering under PMJJBY, PMSBY and APY Schemes etc., by conducting camps. Banks to setup desks at the camps to fill application forms of the eligible beneficiaries.
- DFS has launched a month-long campaign from 15.08.2021 to 14.09.2021 to give impetus to enrolments under the two Jansuraksha Schemes of PMJJBY and PMSBY and Banks shall synergize their efforts in the campaign so as to optimize the enrolment of beneficiaries under these Schemes.
- MEPMA is organising camps every month for ensuring scheme linkages to these beneficiaries as per the eligibility
- The DLC will supervise and prepare the upcoming camps programme. City Level Nodal Officers of various line departments to deploy ground level Officials to conduct camps and ensure form filling
- One-time visits by the SVs and their family will enable them to apply for all the eligible schemes
- All other Govt. Schemes i.e., PM Matru Vandana Yojana & Janani Suraksha Yojana, One Nation One Ration Card etc., to be taken care

During the EC-MSME meeting for the Quarter June 2021 held by Reserve Bank of India, few banks have represented that there are high incidences of NPAs in PM Svanidhi loans. Reserve Bank of India advised that the matter be taken up as an agenda in the forthcoming SLBC Quarterly Review meeting.

During the 'Sub Committee meeting on MSME' held on 26.08.2021, MD-MEPMA assured the banks that all assistance will be extended in recovery of NPAs under PM Svanidhi and said that one retired Bank official, Shri M V Krishna recruited as SMC- MEPMA will take care of the recovery of PM Svanidhi NPAs.

We request MD-MEMPA to advise the concerned officials at State/ ULB level to extend necessary cooperation to Banks in recovery of NPAs.

Submission of Interest Subsidy claims: Controllers of Banks are advised to submit interest subsidy claim on all standard accounts at the end of each quarter on PAISA portal.

d) Lending towards Government sponsored schemes:

i) **Credit Flow under DAY-NRLM Scheme:**

(Rs. In Crs)

As on	Outstanding		Target 2021-22		Disbursements Upto the Quarter		Overdues			NPAs		
	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	%	No. of A/cs	Amount	%
30.06.2021	482318	15182.45	380042	12066.55	45743	1050.01	68375	2178.58	14.35	33810	614.24	4.04

Banks performance upto the quarter ended 30th June'2021:

- A total of 482318 groups with outstanding loans of Rs.15182.45 crores are in the books of the banks.
- During the quarter ended June'21, Banks disbursed Rs.1050.01 Crs to 45743 groups
- Overdues are at Rs.2178.58 Crs i.e. 14.35% of outstandings.
- NPAs are at Rs.614.24 Crs i.e. 4.04% of outstandings.
- Bank-wise details are enclosed as Annexure -22.

ii) **Credit Flow under DAY-NULM Scheme – SHG Bank Linkage**

(Rs. In Crs)

As on	Outstanding		Target 2021-22		Disbursements Upto the Quarter		Overdues			NPAs		
	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	%	No. of A/cs	Amount	%
30.06.2021	126887	3224.53	35503	1507.46	9085	321.02	12197	265.92	8.24	4482	68.30	2.11

Banks performance upto the quarter ended 30th June'2021:

- A total of 126887 groups with outstanding loans of Rs.3224.53 crores are in the books of banks.
- During the quarter ended June'21, Banks disbursed Rs.321.02 Crs to 9085 groups
- Overdues are at Rs.265.92 Crs i.e., 8.24% of outstandings.
- NPAs are at Rs.68.30 Crs i.e., 2.11% of outstandings.

Under Self Employment Programme (SEP), against a Target of Rs.17.62 crores to 2397 units for FY 2021-22, Banks during the quarter ended June'21 have sanctioned loans Rs.1.39 crores to 49 units

Performance of Banks in respect of SEP and SHG Bank linkage is furnished in Annexure – 'O'

iii) **Credit Flow under MUDRA Scheme as on 30.06.2021**

(Rs in Crs)

	Shishu Sanctions		Kishore Sanctions		Tarun Sanctions		Total A/Cs		Target Amt	% of Ach
	A/Cs	Amt	A/Cs	Amt	A/Cs	Amt	A/Cs	Amt		
During FY 2019-20	1213412	3722.14	176702	2768.75	45512	2637.35	1435626	9128.24	6960.82	131.13%
During FY 2020-21	379113	555.86	138807	2937.56	41383	2951.40	559303	6444.82	5196.90	124.01%
During FY 2021-22 (upto June'2021)	48946	92.72	16998	288.44	4672	331.79	70616	712.95	6791.70	10.50%

Sector Wise performance under PMMY in Telangana as on 30.06.2021 (Rs in Crores)

	Shishu Sanctions		Kishore Sanctions		Tarun Sanctions		Total A/Cs		Target	% of Ach
	A/Cs	Amt	A/Cs	Amt	A/Cs	Amt	A/Cs	Amt	Amt	
Public Sector	20135	28.39	10365	208.22	3211	253.12	33711	489.72	4307.89	11.37
Private Sector	16723	55.97	4215	75.34	1198	76.6	22136	207.91	1508.81	13.78
RRBs	9650	1.12	2383	3.95	246	0.64	12279	5.72	975.00	0.59
Others	2438	7.25	35	0.93	17	1.43	2490	9.61	15.00	64.06
Total	48946	92.72	16998	288.44	4672	331.79	70616	712.95	6791.70	10.50

Category wise Sanctions under Pradhan Mantri Mudra Yojana(PMMY) as on 30.06.2021 (Rs in Crores)

Sr No	Category	Shishu		Kishore		Tarun		Total	
		(Loans up to Rs. 50,000)		(Loans from Rs. 50,001 to Rs. 5.00 Lakh)		(Loans from Rs. 5.00 to Rs. 10.00 Lakh)			
		No Of A/Cs	Sanctioned Amt	No Of A/Cs	Sanctioned Amt	No Of A/Cs	Sanctioned Amt	No Of A/Cs	Sanctioned Amt
1	General	35681	77.23	10914	200.92	3277	251.94	49872	530.09
2	SC	2131	1.64	870	14.01	321	19.13	3322	34.78
3	ST	1065	0.74	833	16.63	286	16.25	2184	33.62
4	OBC	10069	13.10	4381	56.88	788	44.48	15238	114.47
5	Total	48946	92.72	16998	288.44	4672	331.79	70616	712.95
Out of Above									
6	Women	27836	67.66	6125	75.91	605	35.38	34566	178.95
7	New	14582	22.91	6444	108.44	1393	82.10	22419	213.46
8	Minority	5418	11.99	898	13.25	245	17.30	6561	42.54
9	PMJDY OD	1235	0.07	0	0.00	0	0.00	1235	0.07
10	Mudra card	4390	3.87	910	2.89	139	4.09	5439	10.86
11	NULM	391	0.03	114	1.19	12	0.31	517	1.53
12	NRLM	328	0.02	196	4.92	70	4.32	594	9.25
13	Other Govt. Sponsored.	2723	1.12	1815	26.00	238	14.12	4776	41.24
14	Skill Certified	7	0.04	240	7.55	31	2.51	278	10.10
15	Self Certified	178	0.74	1100	19.06	165	11.72	1443	31.52
16	Unskilled	13265	14.71	2462	49.45	1089	85.82	16816	149.98

Banks Performance under PMMY upto the quarter ended 30.06.2021 :

- Banks sanctioned MUDRA loans to 70616 beneficiaries with an outlay of Rs. 712.95 Crs
- Rs. 178.95 Crs Sanctioned to 34566 Women Entrepreneurs.
- Rs.213.46 Crs Sanctioned to 22419 New Entrepreneurs
- Rs. 42.54 Crs Sanctioned to 6561 Minority community Entrepreneurs
- Rs. 34.78 Crs Sanctioned to 3322 SC Entrepreneurs
- Rs. 33.62 Crs Sanctioned to 2184 ST Entrepreneurs
- Bank-wise / district-wise details are enclosed an **Annexure 'G'**

Overdues and NPAs position in PMMY Scheme as on 30.06.2021 (Rs. in Crores)

SCHEME	Outstandings as on 30.06.2021		Disbursements from 01.04.2021 to 30.06.2021		Overdues as on 30.06.2021			NPAs as on 30.06.2021		
	No.of a/cs	Amount	No.of A/cs	Amount	No.of A/cs	Total Balance in overdue A/cs	%	No.of A/cs	Amount	%
MUDRA-SHISHU <=50K	435257	646.87	16861	22.53	55484	161.93	25.03	76276	205.72	31.80
MUDRA-KISHORE>50k <=5 lacs	277305	3921.51	14825	293.86	28814	381.92	9.74	40386	480.72	12.26
MUDRA-TARUN >5 lacs <=10 lakhs	62281	3614.27	5118	315.78	4990	294.62	8.15	5514	275.31	7.62
Total	774843	8182.65	36804	632.17	89289	838.47	10.25	122176	961.75	11.75

iv) Credit Flow under STAND UP INDIA Scheme :

(Rs. In Crore)

Period	No of Applications Sanctioned	Amount Sanctioned	Amount Disbursed
Upto Mar, 2020	5560	1399.32	564.05
Upto June, 2020	5688	1426.89	569.54
Upto Sept,2020	5772	1466.11	572.31
Upto March'2021	7336	1821.22	620.81
Upto June'2021	7414	1837.17	623.07
During the Quarter	78	15.73	2.26

Sl. No.	Category	Total loans/ applications sanctioned (Upto 31.03.2021 Cumulative)		Total loans/ applications sanctioned (Upto 30.06.2021 Cumulative)		Total loans/ applications sanctioned During the Quarter	
		No	Amt	No	Amt	No	Amt
1	SC	1423	362.36	1436	365.39	13	3.03
2	ST	778	193.77	798	196.92	20	3.15
3	Women	5135	1265.31	5180	1274.86	45	9.55
	Total	7336	1821.44	7414	1837.17	78	15.73

Banks performance upto the quarter ended 30.06.2021:

- Under Stand-Up India scheme banks have sanctioned loans to 7414 borrowers with an outlay of Rs.1837.17 Crs
- 5180 women beneficiaries have been sanctioned loans amounting to Rs.1274.86 Crs
- 1436 SC beneficiaries have been sanctioned loans amounting to Rs.365.39 Crs
- 798 ST beneficiaries have been sanctioned loans amounting to Rs.196.92 Crs
- During the quarter under review Banks disbursed Rs.15.73 Crs to 78 beneficiaries
- Bank wise details are enclosed an **Annexure 'H'**

v) Credit Flow under DRI Scheme as on 30.06.2021 (Rs. In Crore)

As on	Outstandings		Disbursement Upto the quarter		Overdues			NPAs		
	No.	Amount	No.	Amt	No.	Amt	%	No.	Amt	%
30.06.2021	3763	8.61	31	0.04	1380	3.33	38.67	539	1.45	16.84

Banks performance as on 30.06.2021:

- As at the end of June'2021 outstanding credit to 3763 beneficiaries is at Rs.8.61 Crs.
- Overdues at Rs.4.40 Crs constitute 38.67% of outstandings.
- NPAs with an amount of Rs.1.45 Crs constitute 16.84% of outstandings.

vi) Credit Flow under PMEGP Scheme:

Agency wise MM/Subsidy claims achievement position: as on 30.06.2021

(Projects Employment in Nos. MM in Rs. crore)

Agency	Target for 2021-22			Achievement as on 30.06.2021			% of Achievement as on 30.06.2021		
	Projects	M.M.	Emp.	Projects	M.M.	Emp.	Projects	M.M.	Emp.
KVIC	431	12.93	3448	40	1.54	320	9	12	9
KVIB	1029	30.88	8232	126	4.72	1008	12	15	12
DIC	934	28.01	7472	218	6.96	1744	23	25	23
Total	2394	71.81	19152	384	13.22	3072	16	18	16

Banks Performance as on 30.06.2021

384 projects were sanctioned by Banks with a Margin Money involvement of Rs.13.22 crores generating employment to 3072 members. Banks have achieved sanctions of 16 % in terms of projects & employment generation and 18% in terms of Margin Money.

Performance of Banks under PMEGP as on 30.06.2021: (Rs. In Crores)

Outstandings		Disbursements In FY 2020-21		Disbursements During the quarter ended June'21		Overdues			NPAs		
No.	Amount	No.	Amount	No.	Amount	No.	Amount	%	No.	Amount	%
7768	306.43	1572	90.75	501	31.80	1777	23.80	7.77	2967	24.25	7.91

Banks performance as on 30.06.2021

- Outstanding under PMEGP as on 30.06.2021 are at Rs.306.43 Crs
- Banks disbursed Rs.31.80 Crs to 501 beneficiaries during the quarter
- Overdues in PMEGP are at Rs.23.80 Crs constituting 7.77% of outstandings (Mar'21- 8.59%)
- NPAs in PMEGP are at Rs. 24.25 Crs constituting 7.91% of outstandings (Mar'21- 11%)

Online EDP Training Programme under PMEGP launched with effect from 22.10.2019 can be accessed either through www.kvic.org.in PMEGP portal i.e. www.kviconline.gov.in/pmegp and the applicant can complete the training by logging into the portal with ID of PMEGP or with his registered mobile Number. After completion of all modules certificate will be generated automatically which will entail the applicant to approach the Bank for loan.

vii) Credit flow under SC Corporation Schemes as on 30.06.2021:**SC Corporation – Year wise Pending applications Status as on 30.06.2021 (Rs. In Cr)**

Sl.No.	Scheme Year	No. of Beneficiaries	Total Outlay	Subsidy	Bank loan
1	2015-16	202	3.88	2.59	1.29
2	2016-17	498	11.92	7.72	4.20
3	2017-18	2218	41.12	27.89	13.22
4	2018-19	NOT IMPLEMENTED			
5	2019-20	NOT IMPLEMENTED			
6	2020-21	Under implementation Targets communicated in Dec,20			
	Grand Total	2918	56.92	38.20	18.71

For the years 2018-19 and 2019-20- SC Corporation has not implemented any schemes

SC Corporation vide their letter No. 22.12.2020 circulated SC Action Plan for FY 2020-21 duly approved by Govt. of Telangana with a total outlay of Rs. 786.22 Crore, out of which 500.00 Crore is Corporation subsidy and Rs. 286.22 Crore would be Bank Loan.

Controllers of Banks to issue suitable instructions to concerned branches to ground all viable proposals immediately and utilize the subsidy amount already provided to the Banks.

Status Report on Economic Support Schemes (Skilled / Unskilled) for FY : 2018-19 as on 30.06.2021:
(Rs. In crores)

Selected		Approved by Banks		A/c Number received	A/c Number to be received	Sanctioned at District level		To be Grounded	
Phy	Fin	Phy	Fin	Phy	Phy	Phy	Fin	Phy	Fin
10008	128.72	8795	113.72	8479	1529	8240	107.19	4202	53.31

Pilot Project of Dairy Development and Vegetable Pandals in Telangana Districts:

Telangana Scheduled Castes Co-op Development Corporation Ltd. Hyderabad has taken up pilot projects of dairy development and vegetable pandals with 60% subsidy and 40% Bank Loan.

SI No	Bank Name	Selected						Vegetable Pandal		
		Pilot Dairy		Vegetable Pandal		Total		Banker Approved	Account Numbers Received	Balance Account Numbers
		Phy	Fin	Phy	Fin	Phy	Fin	Phy	Phy	Phy
1	STATE BANK OF INDIA	1510	3624.00	541	1117.67	2051	4741.67	541	480	61
2	APGVV	828	1987.20	237	494.69	1065	2481.89	237	163	74
3	UNION BANK OF INDIA	698	1675.20	231	486.37	929	2161.57	231	202	29
4	CANARA BANK	185	444.00	41	131.04	226	575.04	41	34	7
5	TGB	86	206.40	105	210.02	191	416.42	105	67	38
6	KDCC BANK	96	230.40	67	137.48	163	367.88	67	67	0
7	SYNDICATE BANK	38	91.20	111	242.54	149	333.74	111	87	24
8	CENTRAL BANK OF INDIA	70	168.00	59	118.15	129	286.15	59	57	2
9	DIST COOP CENTRAL BANK	27	64.80	83	136.57	110	201.37	83	61	22
10	INDIAN BANK	82	196.80	11	24.38	93	221.18	11	11	0
11	PUNJAB NATIONAL BANK	74	177.60	2	4.20	76	181.80	2	2	0
12	INDIAN OVERSEAS BANK	45	108.00	9	20.48	54	128.48	9	6	3
13	ORIENTAL BANK OF COMMERCE	38	91.20	0	0.00	38	91.20	0	0	0
14	BANK OF BARODA	2	4.80	33	65.57	35	70.37	33	31	2
15	BANK OF MAHARASTRA	0	0.00	19	39.90	19	39.90	19	18	1
16	VIJAYA BANK	5	12.00	11	26.26	16	38.26	11	11	0
17	AXIS BANK	9	21.60	3	6.30	12	27.90	3	3	0
18	BANK OF INDIA	0	0.00	9	18.06	9	18.06	9	9	0
19	UCO BANK	0	0.00	8	16.30	8	16.30	8	8	0
20	ALHABAD BANK	2	4.80	3	6.30	5	11.10	3	2	1
21	TSCAB	0	0.00	1	4.49	1	4.49	1	1	0
22	IDBI BANK	0	0.00	2	4.20	2	4.20	2	2	0
23	ANDHRA BANK	1	2.40	0	0.00	1	2.40	0	0	0
24	DBS (e-LVB)	1	2.40	0	0.00	1	2.40	0	0	0
25	KARUR VYSYA BANK	0	0.00	1	4.49	1	4.49	1	0	1
Total		3797	9112.80	1587	3315.46	5384	12428.26	1587	1322	265

Sl No	District	Sanctioned						Subsidy Released					
		Pilot Dairy		Vegetable Pandal		Total		Pilot Dairy		Vegetable Pandal		Total	
		Phy	Fin	Phy	Fin	Phy	Fin	Phy	Fin	Phy	Fin	Phy	Fin
1	STATE BANK OF INDIA	1510	3624.00	531	1059.09	2041	4683.09	1421	3410.40	379	755.30	1800	4165.70
2	AP GRAMEENA VIKAS BANK	828	1987.20	230	409.47	1058	2396.67	767	1840.80	119	232.73	886	2073.53
3	UNION BANK OF INDIA	698	1675.20	210	455.01	908	2130.21	559	1341.60	132	271.25	691	1612.85
4	CANARA BANK	185	444.00	36	121.34	221	565.34	176	422.40	12	25.20	188	447.60
5	TGB	86	206.40	89	175.95	175	382.35	85	204.00	58	114.07	143	318.07
6	KDCC BANK	96	230.40	61	124.88	157	355.28	96	230.40	50	101.78	146	332.18
7	SYNDICATE BANK	38	91.20	91	204.32	129	295.52	37	88.80	51	113.95	88	202.75
8	CENTRAL BANK OF INDIA	70	168.00	57	113.95	127	281.95	68	163.20	51	102.15	119	265.35
9	DIST COOP CENTRAL BANK	27	64.80	82	179.47	109	244.27	27	64.80	54	98.11	81	162.91
10	INDIAN BANK	82	196.80	11	24.38	93	221.18	81	194.40	10	21.00	91	215.40
11	PUNJAB NATIONAL BANK	74	177.60	2	4.20	76	181.80	71	170.40	2	4.20	73	174.60
12	INDIAN OVERSEAS BANK	45	108.00	9	20.48	54	128.48	37	88.80	5	10.50	42	99.30
13	ORIENTAL BANK OF COMMERCE	38	91.20	0	0.00	38	91.20	0	0.00	0	0.00	0	0.00
14	BANK OF BARODA	2	4.80	31	61.37	33	66.17	1	2.40	12	23.10	13	25.50
15	BANK OF MAHARASTRA	0	0.00	19	39.90	19	39.90	0	0.00	15	31.50	15	31.50
16	VIJAYA BANK	5	12.00	11	26.26	16	38.26	5	12.00	10	24.16	15	36.16
17	AXIS BANK	9	21.60	3	6.30	12	27.90	7	16.80	3	6.30	10	23.10
18	BANK OF INDIA	0	0.00	9	18.06	9	18.06	0	0.00	3	6.30	3	6.30
19	UCO BANK	0	0.00	8	16.30	8	16.30	0	0.00	7	13.90	7	13.90
20	ALHAABAD BANK	2	4.80	3	6.30	5	11.10	2	4.80	1	2.10	3	6.90
21	TSCAB	0	0.00	1	4.49	1	4.49	0	0.00	1	4.49	1	4.49
22	IDBI BANK	0	0.00	2	4.20	2	4.20	0	0.00	0	0.00	0	0.00
23	ANDHRA BANK	1	2.40	0	0.00	1	2.40	1	2.40	0	0.00	1	2.40
24	THE LAXMI VILAS BANK LTD	1	2.40	0	0.00	1	2.40	0	0.00	0	0.00	0	0.00
25	KARUR VVSYA BANK	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
Total		3797	9112.80	1496	3075.72	5293	12188.52	3441	8258.40	975	1962.09	4416	10220.49

SLBC requests Controllers of all Banks to ensure grounding of all viable units and utilize the subsidy already provided to the Banks. Banks are requested to return the applications only on valid reasons along with subsidy immediately, in case any application cannot be sanctioned.

Bank wise and District wise performance under the Schemes has been reviewed in the Sub-Committee meeting on MSME held on 26.08.2021. Controllers of Banks are requested to extend necessary financial assistance to eligible applicants as the Government has already sanctioned subsidy for the above schemes.

LDMs of respective Districts are also advised to follow up with concerned banks for consent/sanction of loans & grounding of units under the Schemes in co-ordination with the district level officials of TSSC Corporation.

viii) Credit Flow under TRICOR(Telangana State Scheduled Tribal Co-operative Finance Corporation) Schemes as on 30.06.2021 (Rs. In Cr)

Status of ESS 2017-18 Scheme as on 30.06.2021 (Rs. in Crores)

Subsidy released			Grounded			To be grounded		
Phy	Subsidy	Bank Loan	Phy	Subsidy	Bank Loan	Phy	Subsidy	Bank Loan
16811	187.31	83.43	15390	170.05	74.99	1336	16.20	7.91

ix) Credit flow under TS BC Corporation Schemes as on 30.06.2021 (Rs. In Crore)

BC Corporation is not implementing Govt sponsored Schemes from 2018-19 onwards.

BC Corporation ESS Scheme:

Status of application pending for grounding from 2013-14 onwards

Scheme Year	No of Beneficiaries	Unit Cost	Subsidy	Loan
2013-14	10447	7078.47	3286.81	3789.70
2014-15	5218	4037.50	1645.79	2390.72
2015-16	5241	5104.84	3923.10	1181.12

BC Corporation has advised the Controllers of 12 Banks as mentioned below to return/remit back the subsidy portion amounting to Rs.18.37 Crores belonging to 151 ungrounded applications of Toddy Tappers.

Toddy Tappers applications pending with Banks and Subsidy amount to be remitted back to BC Corporation			
Sl No	Bank Name	No.	Amt in Rs.(in crores)
1	Union Bank of India	35	4.44
2	APGVB	27	3.22
3	Bank of Baroda	2	0.19
4	Bank of India	3	0.40
5	Canara Bank	10	1.15
6	Central Bank of India	1	0.15
7	TSCAB(DCCBs)	21	2.22
8	Indian Bank	4	0.57
9	Indian Overseas Bank	2	0.19
10	Punjab National Bank	4	0.56
11	State Bank of India	40	5.00
12	Telangana Grameena Bank	2	0.29
	Grand Total	151	18.38

Similarly, the Corporation has also advised Banks to return/remit back the subsidy amounting to Rs.88.54 Crores in respect of 20,906 ungrounded applications of ESS pertaining to the years 2013-14, 2014-15 and 2015-16.

Controllers of Banks have expressed that branches are unable to trace the unutilized subsidy portion in their records and requested the BC Corporation officials to provide the account numbers of beneficiaries to which the subsidy was credited during the years 2013 to 2016 to take up the issue on priority basis with branches for refund of the amount or submission of utilization certificates in respect of grounded units.

SLBC has informed that a request has already been made to the BC corporation to provide the account numbers to which the subsidy was remitted by the BC corporation for resolution of the issue at the earliest and the officials of BC corporation have assured to provide the same.

x) Credit flow under TS Minorities Finance Corporation Schemes as on 30.06.2021

Minority Corporation is not implementing Govt sponsored Schemes from 2018-19 onwards.

xi) Position of Overdues and NPAs in respect of Schematic Lending as on 30.06.2021 (Rs. In Crores)

Scheme	Outstandings		Overdues			NPAs		
	No. of a/cs	Amt	No. of a/cs	Amt	%	No. of a/cs	Amt	%
Central Government Sponsored Schemes (Total)	374432	9998.46	53232	1245.46	12.45	33275	491.55	4.91
State Govt. Sponsored Schemes (Total)	1375738	31579.17	236355	5044.57	15.97	125228	2512.39	7.95

The scheme wise performance Overdues and level of NPAs under Government sponsored schemes was discussed in the Sub Committee meeting on MSME held on 26.08.2021 and the concerned departments of the Govt of Telangana were requested to extend assistance to Banks in recovery of NPAs.

Scheme-wise details are enclosed as **Annexure 'J'**

xii) Credit flow to Others:

a) Credit Flow to Weaker Sections as on 30.06.2021: (Rs. In Crs)

Outstandings		Disbursements Upto the quarter		Overdues			NPAs		
No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	%	No. of A/cs	Amount	%
4953013	56715.13	526696	6120.50	722134	6722.24	11.85	132543	1360.57	2.39

Banks performance upto the quarter ended 30.06.2021:

- As at the end of June'2021, outstanding credit to 4953013 weaker section borrowers is at Rs.56715.13 Crs.
- Upto the quarter, Banks have disbursed an amount of Rs. 6120.50 Crs to 526696 borrowers
- Overdues are at Rs.6722.24 Crs constituting 11.85% of outstandings.
- NPAs are at a level of Rs.1360.57 Crs constituting 2.39% of outstandings.

b) Credit Flow to Women as on 30.06.2021:

(Rs. In Crs)

Outstandings		Disbursements during the Quarter		Disbursements Upto the quarter		Overdues			NPAs		
No. of A/cs	Amount	No. of A/cs	Amt	No. of A/cs	Amount	No. of A/cs	Amount	%	No. of A/cs	Amount	%
2404031	43203.99	383239	6362.94	383239	6362.94	425017	4615.13	10.68	168059	1382.46	3.19

Banks performance as on 30.06.2021:

- As at the end of June'2021, outstanding credit to 2404031 women beneficiaries was at Rs.43203.99 Crs.
- During the quarter under review, Banks have disbursed an amount of Rs. 6362.94 Crs to 383239 women beneficiaries.
- Overdues are at Rs. 4615.13 Crs constituting 10.68% of outstandings.
- NPAs are at a level of Rs. 1382.46 Crs, constituting 3.19% of outstandings

e. Credit flow under Education Loans as on 30.06.2021: (Rs. In Crores)

Category	Outstanding		Disbursement during the Quarter		Disbursement up to the Quarter		Overdues			NPAs		
	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	%	No. of A/cs	Amount	%
Priority	65486	3164.91	3089	126.70	3089	126.70	8146	98.68	3.12	2726	84.42	2.67
Non-priority		1699.12		162.97		162.97		31.36	1.85		23.86	1.40
Total	65486	4864.03	3089	289.67	3089	289.67	8146	130.04	2.67	2726	108.28	2.23

- As at the end of June'2021, Banks have extended credit to 65486 beneficiaries amounting to Rs.4864.03 Cr
- During the quarter under review, Banks have disbursed an amount of Rs. 289.67 Cr to 3089 beneficiaries
- Overdues of Rs. 130.04 Cr constitute 2.67% of outstandings.
- NPAs of Rs. 108.28 Cr constitute 2.23% of outstandings.

f. Credit Flow - Housing Sector as on 30.06.2021

(Rs. In Crores)

Category	Outstandings		Disbursement during the Quarter		Disbursement up to the Quarter		Overdues			NPAs		
	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	%	No. of A/cs	Amount	%
Priority	269851	32942.44	14970	818.20	14970	818.20	29214	695.07	2.11	16665	444.69	1.35
Non-priority	174071	57159.37	16402	2396.09	16402	2396.09	15332	401.04	0.70	4395	466.76	0.82
Total	443922	90101.81	31372	3214.29	31372	3214.29	44546	1096.11	1.22	21060	911.45	1.01

- As at the end of June'2021, Banks extended credit to 443922 beneficiaries amounting to **Rs. 90101.81 cr.**
- During the quarter under review, Banks have disbursed an amount of **Rs. 3214.29 cr to 31372** beneficiaries
- Overdues at **Rs.1096.11 cr** constitute **1.22%** of outstandings.
- NPAs with an amount of **Rs. 911.45 cr** constitute **1.01%** of the Housing Loans outstandings.

PMAY Scheme– Details of Subsidy Released:

Under PMAY Scheme, subsidy to PLIs (Primary Lending Institutions) in respect of Housing Loans sanctioned in Telangana State from 01.04.2018 (Introduction of the Scheme) to 30.06.2021 is as under:

Year	Details of Subsidy Released in Telangana State Under PMAY Scheme to all PLIs		
	No. of accounts	HL- Loan amount sanctioned (Rs.in crs)	Subsidy Released (Rs. In Crs)
2017-18	2271	549.57	49.71
2018-19	14964	3908.71	328.76
2019-20	13757	3682.84	311.59
2020-21	16623	4634.91	374.96
2021-22	5540	1554.72	127.62

Under PMAY Scheme –Total Subsidy of Rs.1192.64 crores was released to 53155 housing loan accounts up to 30.06.2021.

District wise performance as on 30.06.2021 (Rs. In crores)

Sl No	District Name	No of Loan Accounts	Net Loan Sanctioned	Total Net Subsidy
1	Adilabad	309	65.01	6.59
2	Hyderabad	35949	10411.67	803.12
3	Jagtial	0	0.00	0.00
4	Jogulamba Gadwal	1	0.30	0.02
5	Kamareddy	0	0.00	0.00
6	Karimnagar	1527	324.22	32.22
7	Khammam	1315	300.48	30.39
8	Mahabubabad	3	0.76	0.06
9	Mahbubnagar	1713	348.01	39.23
10	Manchiryal	7	1.80	0.16
11	Medak	2228	543.71	51.59
12	Medchal	600	155.44	13.55
13	Nalgonda	2019	377.04	47.51
14	Nirmal	4	0.89	0.09
15	Nizamabad	666	143.56	14.48
16	Peddapalli	2	0.55	0.03
17	Rangareddy	3978	961.18	90.20
18	Sangareddy	18	4.10	0.42
19	Siddipet	0	0.00	0.00
20	Suryapet	1	0.30	0.02
21	Vikarabad	0	0.00	0.00
22	Wanaparthy	16	4.27	0.35
23	Warangal	2796	686.88	62.55
24	Warangal (Rural)	0	0.00	0.00
25	Yadadri Bhuvanagiri	3	0.61	0.06
	Grand Total	53155	14330.75	1192.64

- Under PMAY Scheme during the quarter– Total Subsidy of Rs.127.62 crores was released to 5540 housing loans
- Details of subsidy released - PLI wise are enclosed as **Annexure 'K'**

(Source: NHB)

Rural Housing Interest Subsidy Scheme (RHIS):

Pradhan Mantri Awas Yojana - Gramin (PMAY (G) for rural areas was launched with effect from April 1, 2016 with an objective to provide a pucca house with basic amenities to all houseless and households living in kutcha houses by 2022. However, to ensure that adequate resources are made available to such households which requires construction/modification of their dwelling units and have not been covered under PMAY (G), Ministry of Rural Development (MoRD), GoI has launched the Rural Housing Interest Subsidy Scheme (RHIS) under Housing for All by 2022 to provide easy access to institutional loan to needy households for construction/modification of their dwelling units who are not covered under PMAY (U).

The beneficiaries, eligible to receive central assistance under this Scheme, will include any rural household who do not appear/figure on the permanent waitlist for PMAY (G) and have not availed benefit under PMAY (U).

The Scheme is effective from June 19, 2017 and beneficiaries would be eligible for an interest subsidy at the rate of 3 per cent for loan amount up to Rs.2 lakh for maximum tenure of 20 years or the actual tenure of the loan whichever is lesser, with the NPV discount rate of 9 per cent.

RHIS will cover entire India, excluding the statutory towns as per Census 2011 and towns subsequently covered under PMAY (U). It will be implemented through PLIs viz. SCBs, HFCs, RRBs, Co-operative Banks, Small Finance Banks and NBFC-MFIs.

NHB has been identified as the CNA by the GoI, MoRD to implement the RHIS vertical of Housing for All Mission.

Progress in Telangana State:

Sl. No.	Particulars	No of a/s covered	Amount
01	No. of Loan Account	74	397.29 lakhs
02	Loan disbursed	74	389.60 lakhs
03	No. of Claims of Subsidy		15.98 lakhs

The progress under the Scheme is discussed in Sub-Committee Meeting on Financial Inclusion held on 24.08.2021 and Controllers of Banks have been advised to focus on the Scheme and cover all eligible accounts under the Scheme

g. Progress under SHG Bank Linkage as on 30.06.2021:

(Rs. In Crs)

As on	Outstandings		Disbursement up to the quarter		Overdues			NPAs		
	No. of A/cs	Amount	No. of A/cs	Amount	No. of A/cs	Amount	%	No. of A/cs	Amount	%
30.06.2021	609205	18406.97	54829	1371.03	80572	2444.50	13.28	38292	682.55	3.70

- As at the end of June'2021, Banks extended credit to 609205 SHG groups amounting to Rs.18406.97 Crs.
- Upto the quarter, Banks have disbursed an amount of Rs. 1371.03 Crs to 54829 groups
- Overdues are at Rs.2444.50 Crs, constituting 13.28% of outstandings.
- NPAs are at Rs. 682.55 Crs, constituting 3.70% of outstandings.

Agenda 5: CD Ratio - Review of District with CD Ratio below 40% and working of Special Sub-committees of the DCC (SCC)

The CD ratio of the State is at 110.72% as on 30.06.2021 against 109.64% as on 31.03.2021. The highest ratio was in Medak District with 236.68% and the lowest ratio was 56.43% in Medchal District. None of the District has CD ratio below the stipulated norm of 40%.

District wise CD Ratio is enclosed as Annexure – “ B “

Agenda 6: Review of Restructuring of loans in Natural Calamity affected districts if any

Accounts restructured due to Natural calamity in the State of Telangana during the last two years - **NIL**

The Reserve Bank of India's portal provides facility for uploading data files relating to relief measures extended by banks and notifications issued by State Governments with regard to natural calamities.

Front line staff of Banks to be made aware of the detailed guidelines of RBI on natural calamities in order to ensure timely implementation of relief measures by Banks and to access the portal for the purpose which is maintained by RBI.

All Banks to ensure that the data on relief measures extended is invariably uploaded in RBI's portal by 10th of the following month.

Agenda 7: Policy Initiatives of the Central / State Governments / RBI:

a) Review of Instructions on Interest on overdue domestic deposits:(RBI Circular No RBI/2021-22/66 DoR.SPE.REC.29/13.03.00/2021-2022 dt. 02.07.2021)

As per extant instructions, if a Term Deposit matures and proceeds are unpaid, the amount left unclaimed with the bank shall attract rate of interest as applicable to savings deposits.

On a review of these instructions, it has been advised that if a Term Deposit (TD) matures and proceeds are unpaid, the amount left unclaimed with the bank shall attract rate of interest as applicable to savings account or the contracted rate of interest on the matured TD, whichever is lower.

b) New Definition of Micro, Small and Medium Enterprises - Addition of Retail and Wholesale Trade: (RBI Circular No.RBI/2021-2022/67FIDD.MSME& NFS.BC.No.13/06.02.31/2021-22 dt. 07.07.2021)

Refer to the [circulares FIDD.MSME & NFS.BC.No.3/06.02.31/2020-21 dated July 2, 2020](#) on 'Credit flow to Micro, Small and Medium Enterprises Sector' and [FIDD.MSME & NFS.BC.No.4/06.02.31/2020-21 dated August 21, 2020](#), on 'New Definition of Micro, Small and Medium Enterprises- clarifications'.

2. In this connection, Ministry of Micro, Small and Medium Enterprises vide [Office Memorandum \(OM\) No. 5/2\(2\)/2021-E/P & G/Policy dated July 2, 2021](#), has decided to include Retail and Wholesale trade as MSMEs for the limited purpose of Priority Sector Lending and they would be allowed to be registered on Udyam Registration Portal for the following NIC Codes and activities mentioned against them:

45	Wholesale and retail trade and repair of motor vehicles and motorcycles
46	Wholesale trade except of motor vehicles and motorcycles
47	Retail trade except of motor vehicles and motorcycles

3. The Enterprises having Udyog Aadhaar Memorandum (UAM) under above three NIC Codes are now allowed to migrate to Udyam Registration Portal or file Udyam Registration afresh.

c) Resolution Framework - 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses – Revision in the threshold for aggregate exposure: (RBI Circular No: RBI/2021-22/46 DOR.STR.REC.20/21.04.048/2021-22 dt.04.06.2021

Refer to [circular DOR.STR.REC.11/21.04.048/2021-22](#) on “Resolution Framework – 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses” dated May 5, 2021.

Clause 5 of the above circular specifies the eligible borrowers who may be considered for resolution under the framework and includes the following sub-clauses:

(b) Individuals who have availed of loans and advances for business purposes and to whom the lending institutions have aggregate exposure of not more than ₹25 crore as on March 31, 2021.

(c) Small businesses, including those engaged in retail and wholesale trade, other than those classified as MSME as on March 31, 2021, and to whom the lending institutions have aggregate exposure of not more than ₹25 crore as on March 31, 2021.

Based on a review, it has been decided to enhance the above limits from ₹25 crore to ₹50 crore. All other provisions of the circular remain unchanged.

Agenda 8: Dharani Portal Issues :

Banks have been representing time and again that certain operational issues are being faced by their Branches in Dharani portal. The issues have been taken up with Terrasistech, the service provider for Dharani portal for necessary resolution. Persistent issues are adversely affecting the crop loan renewals in the branches.

Hence, we have requested the Agriculture Department/ Finance Department, Govt. of Telangana to appoint a nodal officer for quick resolution and smooth functioning of module provided to Banks and also arranging a meeting of Banks and service Provider/ CCLA office at the earliest to resolve the issues of Banks.

Agenda 9: Improving Rural Infrastructure

NABARD has been aiding the creation of Rural Infrastructure in the country since 1995 through its Rural Infrastructure Development Fund (RIDF). RIDF was set up in the year 1995-96 to fund incomplete infrastructure projects in States due to lack of financial resources. Though RIDF was first envisaged to support the ongoing rural infrastructure projects in irrigation sector, its ambit was later broadened to cover almost all important aspects of rural infrastructure. The annual allocations to RIDF have grown up from an initial corpus of Rs 2000 crore to Rs 30,000 crore in 2020-21 (RIDF XXVI).

Telangana State has a Normative Allocation of Rs. 1130 crore under RIDF XXVI. NABARD has budgeted an amount of Rs. 1200 crore to be disbursed to the Telangana State Government during 2020-21.

Support under Rural Infrastructure in Telangana

A. RURAL INFRASTRUCTURE DEVELOPMENT FUND (RIDF)

The Government of India had set up Rural Infrastructure Development Fund (RIDF) in NABARD, during 1995-96, with the objective of providing low cost fund support to the States to facilitate quick completion of ongoing rural infrastructure projects, which were languishing for want of resources. During 1995-96, RIDF was started as a “last mile approach” to facilitate completion of ongoing irrigation, flood protection and watershed management projects. Today, it covers as many as 37 activities which are broadly classified under three categories (i) Agriculture and Related Sector, (ii) Social Sector and (iii) Rural Connectivity.

In Telangana, NABARD has sanctioned **Rs14387.51** crore under RIDF, as on 31 March 2021, for **14,694** different infrastructure projects such as roads and bridges, irrigation, drinking water supply, education, animal husbandry, water harvesting, etc. During 2020-21, NABARD has sanctioned **Rs 1142.55 crore** to Govt. of Telangana for construction of **282 check dams** (Rs 1134.71 crore) and for Improvements of **one Rural Road** in Nirmal district (Rs 7.84 crore). Also, NABARD has disbursed Rs. 703.18 crore to the Telangana State Government during 2020-21. The loans under RIDF are disbursed to State Government at an interest rate of Bank Rate minus 1.5%.

During 2021-22, NABARD has made an Interim Normative Allocation of Rs 800 crore to Telangana. Government of Telangana has proposed to utilize these funds for construction of check dams across major streams in the State. In this regard, Irrigation & CAD Dept, GoTS has already submitted DPRs of 142 check dams for consideration of sanction under RIDF Tranche XXVII.

(a) Focus of RIDF Initiatives in Telangana State:

During last five years, RIDF loan in Telangana State have been primarily sanctioned for Rural Drinking Water Supply Projects (Mission Bhagiratha) and for Construction of check dams.

Mission Bhagiratha project was undertaken by the State Government to provide safe, adequate, sustainable and treated drinking water for the entire rural and urban areas of the State except Hyderabad urban agglomeration inside outer Ring Road. It envisages treated drinking water to every household at their doorstep at the rate of 100 LPCD in rural areas, 135 LPCD in Municipalities / Nagar Panchayats and 150 LPCD in Municipal Corporations. The Project has a Total Financial Outlay of Rs 45,027.61 crore.

NABARD has sanctioned Rs 4262.26 crore to various Mission Bhagiratha projects from 2016-17 to 2019-20. Out of a sanction of Rs. 4262.26 crore, NABARD has already disbursed Rs. 2898.11 crore to Government of Telangana as on 31 March 2021, leaving a further drawable gap of Rs. 1364.14 crore under Mission Bhagiratha projects.

For construction of check dams, NABARD has sanctioned Rs 82.46 crore during 2019-20 and Rs 1134.71 during 2020-21, the details of which are given below.

(b) New Infrastructure Projects Sanctioned Under RIDF during the Year 2020-21:

1. Construction of Check Dams across Major Streams (Minor Irrigation)

The average annual rainfall in Telangana state is 927.58 mm and ranges from 604 mm in semi-arid belt in Mahabubnagar district to 1157mm in the north of the state. The topography and rainfall pattern in Telangana has made tank irrigation ideal for irrigation, storing of water and regulating water flow for agricultural use.

However, well irrigation has progressed substantially in the state, while Tank irrigation witnessed a decline since the 1990s. This accelerated the ground water depletion in the state. Nearly 18% of the 462 groundwater basins in Telangana have been declared as 'over exploited' and 28% are 'critical' or 'semi-critical'. With deterioration of the tanks in the state, recharge of groundwater has been badly affected.

The Government of Telangana in 2015 initiated a flagship programme called **Mission Kakatiya** for restoration and rehabilitation of all minor irrigation tanks in the state. As an extension to Mission Kakatiya, Govt of Telangana has decided to construct check dams across the major and minor streams (4th to 8th order) in the state, to prevent the water from flowing down to lower levels, improve ground water table and to use the stored water for further irrigation. Government of Telangana has accorded administrative approval for construction of **1200 Check Dams** in the state on 4th to 8th order streams, vide G.O.Ms.No.8, Dt. 08.03.2019 based on typical designs. The projects are being implemented by the Minor Irrigation Wing, Irrigation and Command Area Development Department, Govt of Telangana.

Out of the 1200 check dams proposed to be constructed across Telangana State, 6 check dams on Manair Vagu (Godavari Basin) was sanctioned a loan of **Rs 82.46 crore** by NABARD under RIDFXXV. Further, a loan of **Rs 1134.71 crore** was sanctioned for construction of another 282 check dams under RIDF XXVI.

As on 15 Aug 2021, NABARD has disbursed a sum of **Rs 607.15 crore** to the State Government against these 288 check dam projects.

Construction of check dams will improve the ground water recharge on either side of the stream and stabilize tail end ayacut of major irrigation projects. At present, farmers in Telangana grow only one crop under rain-fed conditions. It is expected that the construction of check dams will enable the farmers to have upto three crops in a year, thereby increasing their income.

B. Rural Infrastructure Promotion Fund (RIPF) Rural Infrastructure Promotion Fund has been created with an initial corpus of Rs.25 crore and operationalized from 1st September 2011 with an objective to promote capacity building initiatives as also efforts for creation of innovative/ experimental/ promotional infrastructure. The activities to be supported lead to promotion of sustainable infrastructure development in rural and agriculture & allied sector. Special thrust to North-East Regions including Sikkim, Eastern Region and Hilly Himalayan States of Uttarakhand, Himachal Pradesh and J & K, for creation of experimental/ promotional infrastructure as also for supporting all other activities.

The Institutions eligible for grant support under RIPF include State Governments/UTs, NGOs, Registered Community Based Organisations (CBOs), Panchayat Raj Institutions (PRIs), SHGs/ SHG Federations and Farmers' Clubs/ FC Federations, Research Institutions, Universities etc.

C. Warehouse Infrastructure Fund (WIF) Warehouse Infrastructure Fund (WIF) was instituted by Govt of India with a corpus of Rs 5000 crore in 2013-14 with NABARD, to provide credit to public and private players for creation and augmentation of decentralised modern scientific storage facilities; leverage credit facilities for farmers against stored produce to mitigate problem of distress sale and realise better prices for produce after harvest. The WIF corpus was augmented with a further allocation of Rs 5000 crore in 2014-15.

In Telangana, a storage gap of 21 lakh MT for warehouses and 1 lakh MT for cold storages had been estimated during 2014-15. To bridge this gap, Government of Telangana has availed a loan of Rs972.79 crore under WIF for creating 364 warehouses with 18.23 lakh MT of dry storage capacity. After deletion of 14 Non Starter Projects, the loan amount has been revised downwards to **Rs951.69 crore for 350 warehouses with a total capacity of 17.76 lakh MT**. The cumulative disbursements under WIF has reached **Rs 852.28 crore**, including a disbursement of **Rs 19.72 crore** in 2020-21.

The phasing of all projects, under WIF, in the state has ended as on 31 March 2021 and 347 projects have been completed creating a storage capacity of **17.60 lakh MT**.

However, it is observed that the food production in the state has significantly increased in the last few years. During 2020-21, Government of Telangana State has estimated a storage gap of 43.64 lakh MT an

D. Long Term Irrigation Fund (LTIF)

LTIF was announced in the Union Budget 2016-17 for fast tracking the completion of 99 identified medium and major irrigation projects, spread across 18 states, in mission mode by 31 December 2019. Under LTIF, NABARD provides loan towards Central share and State share with a tenure of 15 years. The Central share is provided to National Water Development Agency (NWDA), whereas the State share is availed by the State Government as a loan.

In Telangana, a total of 11 projects are sanctioned by Government of India under LTIF. A loan of Rs 3478.83 crore has been sanctioned by NABARD towards Central share. However, no loan has been sanctioned/released towards State share.

E. Micro-Irrigation Fund (MIF)

Government of India has operationalized a Micro-Irrigation Fund (MIF) with a corpus of Rs. 5000.00 crore for supporting micro irrigation projects, to achieve the goal "Per Drop, More Crop". Ministry of Agriculture and Farmers Welfare is the nodal agency for implementation of the fund. The objective of the fund is to facilitate State Governments in mobilizing additional resources for expanding coverage under micro-irrigation. Under MIF, NABARD lends to State Government at 3% below the cost of fund mobilized from the market with Govt of India providing interest subvention of 3% to meet the balance cost.

A Tripartite Memorandum of Agreement (MoA) is envisaged to be signed amongst State Government, NABARD and DAC&FW, MoA&FW, Govt. of India for operationalizing the scheme in respective states. The State Government is yet to execute the MoA with NABARD and DAC&FW, in this regard.

F. Agri Market infrastructure Fund (AMIF)

The Agri Market infrastructure Fund, with a corpus of Rs 2000 crore, is established in NABARD, to provide subsidised loans to States and Union Territories for up gradation of 10,000 Rural Haats to GrAMs and for modernisation of 585 APMCs in the country. The Finance Department of the State Govt. is the nodal department to avail loan under AMIF from NABARD.

A Tripartite Memorandum of Agreement (MoA) is envisaged to be signed amongst State Government, NABARD and DAC&FW, MoA&FW, Govt. of India for operationalizing the scheme in respective states. The State Government is yet to execute the MoA with NABARD and DAC&FW, in this regard.

The loan under AMIF will be to the extent of 95% of the Total Financial Outlay (TFO), balance 5% will be the contribution from the State Government as margin money. The repayment period is up to 7 years, including a moratorium period up to 2 years on principal repayment. The rate of interest on loan on each occasion shall be 3% below the corresponding cost of fund (inclusive of 0.60% margin of NABARD) mobilized by NABARD from the market.

G. NABARD Infrastructure Development Assistance (NIDA)

NABARD opened a new window of support viz., NABARD Infrastructure Development Assistance (NIDA) to fund directly to State Governments /State owned institutions/ corporations on both on-budget as well as off-budget projects for creation of rural infrastructure outside the ambit of RIDF borrowing. Further, PPP and non PPP projects by registered entities like companies, co-operatives etc., and funding for NBFC- Infrastructure Finance Companies (IFCs) and Public Financial Institutions approved by the RBI are also covered under NIDA.

Infrastructure projects largely benefiting rural areas and covered in a harmonized list of projects as approved by the GOI/RBI and activities covered under RIDF and “Rurban” mission are eligible for funding under NIDA.

The Government of Telangana, ever since the formation of the state in June 2014, has been taking a lot of initiatives for improving rural infrastructure in the State. The Telangana Regional Office of NABARD has been working closely with the Government of Telangana and has partnered with the GoTS/GoTS’ promoted SPVs by sanctioning financial assistance under NIDA for various flagship programmes such as the Mission Bhagiratha, the Micro Irrigation Project and the Kaleshwaram Irrigation Project. The projects sanctioned by NABARD in Telangana under NIDA are summarised below:

Sl. No	Name of the Client Supported	Name of the Project	Projects Sanctioned	Sanctioned Loan Amount (Cumulative) (₹ Crore)	Disbursed Loan Amount (Cumulative) (₹ Crore)
1	Telangana Drinking Water Supply Corporation Limited (TDWACL) (05 Loans)	Telangana Drinking Water Supply Project (Mission Bhagiratha)	Grid works in erstwhile districts of Medak (Segments 8,9,10A and 10B), Rangareddy (Segment 6), Nizamabad(Segment 13), Khammam (Segments 25 & 26) and Nalgonda (Segment 3) and Intra Village Works in erstwhile districts of Nalgonda, Adilabad and Karimnagar	5416.67	4459.244
2	Telangana State Horticulture Development Corporation Limited (TSHDCL) (01 Loan)	Telangana State Micro Irrigation Project	Micro Irrigation Project in all the districts of Telangana State	874.00	874.00
3	Kaleshwaram Irrigation Project Corporation Limited (KIPCL) (03 Loans)	Kaleshwaram Project	Packages 12, 12 feeder, 13 (in erstwhile district of Medak and Karimnagar) and Sri KomaravelliMallanaSagar Reservoir (in erstwhileMedak) of the Project Recently sanctioned for implementation of balance works in package 15, a6 and Baswapur reservoir	8225.97	3005.1906
Total				14516.64	8338.4356

Since TDWSCL and KIPCL have been financed by other banks as well, the concerned banks may share Credit Information Reports on quarterly basis as mandated by RBI.

H. Dairy Infrastructure Development Fund (DIDF)

Government of India, in the Union Budget 2017-18, announced creation of a dedicated Dairy Processing and Infrastructure Development Fund (DIDF) in NABARD with corpus of Rs.8004 crore. The primary objective of DIDF is to modernize the milk processing plants and machinery and to create additional infrastructure for processing milk and increased value addition, especially in the cooperative sector. Loans out of DIDF shall be extended by NABARD to NDDDB and NCDC for financing creation/modernization of dairy processing and value addition infrastructure to Co-operative Milk Unions, State Cooperative Dairy Federations, Multi State Milk Cooperatives, Milk Producer Companies and NDDDB subsidiaries (collectively, the end borrowers). Financial assistance will be given to the end borrowers that are financially viable and fulfil the eligibility criteria.

In Telangana State, under DIDF, NABARD has sanctioned term loans aggregating to Rs 156.70 crore to the NDDDB on behalf of three dairy units, viz. the Telangana State Dairy Development Corporation (TSSDCFL), the Mulkanoor Women's Mutually Aided Milk Producers' Cooperative Union Ltd. (Mulkanoor Dairy) and the Nalgonda Ranga Reddy Milk Producers' Mutually Aided Cooperative Union Ltd. (NARMUL). The sanction has been extended for establishment/upgradation of infrastructure in their dairy units. Disbursements are yet to be made.

I. Fisheries and Aquaculture Infrastructure Development Fund (FIDF)

Department of Fisheries, Ministry of Agriculture and Farmers Welfare, Government of India, has set up a dedicated Fisheries and Aquaculture Infrastructure Development Fund (FIDF) for creation of fisheries infrastructure facilities both in marine and inland fisheries sectors to augment the fish production to achieve the target of 20 million tonnes by 2022-23. The fund creates a special window for the State Governments/UTs and State entities, cooperatives and individual entrepreneurs to avail of concessional finance for development of fisheries infrastructure. National Fisheries Development Board (NFDB) has been designated as the Nodal Implementing Agency (NIA). NABARD, NCDC and all scheduled banks are designated as Nodal Loaning Entities (NLEs). NABARD will be providing support for creation of public infrastructure projects to the tune of about Rs.2600 crore through State Governments. In order to operationalise the scheme in the states, a tri -partite agreement is required to be signed between respective State Governments, NABARD and Government of India.

The Fisheries and Aquaculture Infrastructure Development Fund (FIDF) has been set up by Government of India for creation of fisheries infrastructure facilities both in marine and inland fisheries sectors with a corpus of Rs.7522.48 crore. To avail of the benefits under the fund, Government of Telangana, is required to sign a tripartite Memorandum of Agreement with NABARD and Government of India.

(Courtesy : NABARD)

Agenda 10: Efforts towards Skill Development

Performance of RSETIs during the Quarter of FY 2021-22

State Bank of India has 9 RSETIs and UBi has 2 RSETIs in the State.

RSETIs have conducted 14 camps and trained 416 people during the quarter ended 30th June'2021 against target of 260 camps and 6775 people for FY 2021-22. Due to COVID pandemic conditions, the performance during the quarter is not at expected level.

At Rural Self Employment Training Institutes in the State financial literacy material is made available and literacy sessions are made part of sessions in the training schedule. The material is also made available in SLBC website www.slbctelangana.com. Banks are requested to advise the counsellors to make use of the standardised financial literacy material.

Details of Rural Self Employment Training Institutes and performance of RSETIs during the quarter enclosed as **Annexure 'N'**

Agenda 11: Doubling of farmers income

1. Benchmark Parameters for doubling of farmers income

RBI has advised inclusion "Doubling of Farmers' Income" as an agenda item in SLBC besides regular review at DCC/DLRC/BLBC meetings.

NABARD had developed "Benchmark Parameters" for monitoring progress in achievement of Doubling of Farmers' Income and advised all banks/SLBC for using the same for fruitful deliberations in various fora.

SLBC in its Sub-Committee meeting on Agriculture held on 25.08.2021 has reviewed the progress during the period from 31.03.2017 to 30.06.2021 in Benchmark Parameters.

LDMs are advised to ensure that the review of the progress of the Benchmark parameters be taken up regularly in DCC/DLRC/BLBC meetings.

Progress in respect of various Benchmark parameters as on 30.06.2021 is as under:

- Number of Agriculture loans have grown by 989813 when compared to March 2017
- Short Term working capital loans have increased by 537531 when compared to March 2017.
- Number of farmers financed for Allied activities have increased by 210479 when compared to March 2017.
- Close to 95% of SF/MF have availed Bank finance as on 30th June 2021
- Outstanding finance to Agriculture has grown substantially by Rs.35741 crores i.e by 62% when compared to March 2017
- Outstanding finance to SF/MF has grown substantially by Rs.27460 crores i.e by 126% when compared to March 2017.
- Outstanding finance to SF/MF for Allied activities has grown by Rs.4368 crores i.e 68% over March 2017.

DOUBLING OF FARMERS INCOME – BENCHMARK PARAMETERS

Sl No.	Benchmark parameters	As on 31.03.2017	As on 31.03.2018	As on 31.03.2019	As on 31.03.2020	As on 31.03.2021	As on 30.06.2021
1	Total No. of farmers in the State (As per data of Agriculture Dept)	55,54,000	55,54,000	55,54,000	59,48,000	60,95,134	60,95,134
2	No. of Agri loan A/cs as compared to No. of farmers in the State (Crop Loans + ATLS + Agri Gold loans)	56,96,488	56,51,734	58,93,652	62,03,975	69,61,120	66,86,301
	% loan Accounts compared to No. of farmers	102.56%	101.75%	106.11%	104.30%	114.21%	109.69%
	Outstanding Agri Finance (Crop Loans + ATLS + Agri Gold Loans) (Amount Rs. In Crores)	57,784.64	62,843.53	73,087.01	79,472.22	95,498.97	93,525.60
3	No. of SF/MF Farmers in the State	47,68,000	47,68,000	47,68,000	52,49,000	52,49,000	52,49,000
	No. of SF/MF finance in the State (Crop Loans+ATLS + Agr Gold Loans)	35,65,634	34,77,418	35,22,947	46,77,408	50,43,084	50,21,331
	% of SF/MF financed in the State	74.78%	72.93%	73.88%	89.11%	96.07%	95.66%
	Finance to SF/MF farmers (Crop Loans+Agr Gold Loans+ATLS) (Amount Rs. in crores)	21,833.05	30,053.44	29,539.42	42,214.10	49,452.37	49,293.39
4	Total Cultivable area (in lacs of Acres)	166.77	166.77	166.77	167.219	167.219	167.219
	Crop Loan Accounts	47,64,999	46,79,139	48,22,544	49,75,610	53,18,723	53,02,530
	Crop Loans disbursed to net cultivable area (Amount Rs. In Crores)	30,116.45	36,042.60	41,845.59	46,775.99	50,015.49	52557.86
5	No. of farmers financed for Allied Activities	8,03,625	7,88,077	7,19,862	9,05,284	11,62,850	10,14,104
	Finance to Allied Activities (Amount Rs. in crores)	17,004.46	16,376.83	15,577.79	17,540.66	21,465.73	19,817.22
	No. of SF/MF/Tenant out of allied activities	5,53,080	5,28,961	4,89,501	8,17,312	10,90,270	9,12,693
	Amount financed to SF/MF/Tenant farmers (Amount Rs. in Crores)	6424.88	7831.83	6296.04	9317.26	11,690.15	10,792.35
	% of allied activities in total loans to farmers (No. of A/cs)	14.11%	13.94%	12.21%	14.59%	16.70%	15.17%
	% of allied Activities Finance to total Agri Finance (Amount)%	29.43%	26.06%	21.31%	22.07%	22.48%	21.18%
6	CROP INSURANCE						
	No. of loan a/cs covered under Insurance	9,02,121	10,57,612	6,98,276	8,84,130	NA	NA
	% crop loans covered	18.93.%	22.60%	14.48%	17.76%	NA	NA
		As on 31.03.2017	As on 31.03.2018	As on 31.03.2019	As on 31.03.2020	As on 31.03.2021	As on 30.06.2021
A.	Growth in No. of A/cs of short term credit /WC for allied activities to farmers	1,11,299	65,373	1,45,283	1,51,870	3,43,113	103978
B	Growth in amount of short term credit/WC for allied activities to farmers (Amount Rs. In Crores)	2,505.61	5,926.15	5,802.99	4,930.39	3,239.50	619.99

Capital Formation in Agriculture							
a.	Agriculture Term Loan disbursed:						
	Agriculture and Allied activities (Farm Credit)/Agriculture Infrastructure/Ancillary activities (Amount Rs. In Crores)	8751.67	11,572.15	16,898.00	14,849.40	16,815.08	3783.48
1. Crop insurance							
	Amount of claims received and settled. (Rs. in Crores)	178.50	639.15	154.77 Cr settled Out of total 435.77 cr.	NIL	NA	NA
	No. of farmers benefitted (In lakhs)	2.35	4.46	2.85	NIL	NA	NA
2. Development linkage							
a.	FPOs financed by Banks (No. of A/cs)	62	62	255	301	330	333
	FPOs financed by Banks (Amount Rs. in Crores)	0	0	7	27	52	55
b.	SHGs Financed by Banks (No. of A/cs)	567733	392988	395500	559455	581392	609205
	SHGs Financed by Banks (Amount Rs. In Crores)	10662.83	7991.43	9705.76	16,114.14	18,717.56	18,406.97
c.	JLGs Financed by Banks (No. of A/cs)	17004	18863	17125	5895	9848	8662
	JLGs Financed by Banks (Amount Rs. in Crores)	1300.79	1329.90	1330.88	96.57	91.12	78.93
D	NWHR Financed by Banks (No. of A/cs)	553	1702	697	456	351	391
	NWHR Financed by Banks (Amount Rs. in Crores)	30.72	242.75	118.36	100.33	53.98	67.23

Agenda 12: Financing of FPOs

Agriculture has always been a lifeline of the Indian economy, providing livelihood to millions of farmers; However high production costs, as well as poor market linkages hinder the sector's growth. This adversely impacts India's ranks of small and marginal farmers, which comprises around 85% of the sector. Aggregation and consolidation provide a means for these farmers to unite and reap the benefits of economies of scale, making this a critical means to create new growth.

Collectivization of producers, especially small and marginal farmers, into producer organizations has emerged as one of the most effective pathways to address the many challenges of agriculture but most importantly, improved access to investments, technology, inputs and markets.

Recognizing the centrality of FPOs to meet national agricultural goals, NABARD has been promoting the FPOs. In Telangana state, NABARD has promoted and sanctioned grant assistance to 333 FPOs (62 FPOs under PRODUCE and 271 FPOs under PODFI-ID). Out of these 333 FPOs, 230 FPOs are promoted in the watershed project areas covering 151 watersheds and 03 FPOs are promoted in Tribal Areas involving TDF projects of NABARD.

The present shareholder membership in these FPOs is 91317, out of which 22845 are women shareholders. The 83% of the shareholders are small and marginal farmers.

Some encouraging highlights of FPO promotion.

- 4 FPOs with Membership of 1000 or more and Equity of Rs. 12 Lakh or more
- 27 FPOs with Membership of 500 to 1000 and Equity more than Rs. 5 Lakh
- 79 FPOs with Membership of 300 to 500 and Equity of Rs. 3 Lakh – Rs. 5 Lakh
- 65 FPOs have been successfully Credit Linked with the formal banking channel. Credit totalling to Rs. 1966 lakhs has been sanctioned by APGVB, Adilabad DCCB, TSCAB, NABKISAN, HDFC Bank, SBI. (During 2021-22, 8 FPOs were credit linked with a loan amount of Rs.142.20 Lakhs)
- 48 FPOs registered and have started trading on e-NAM platform
- 220 FPOs are into various business activities viz. Input Supply, Procurement, Custom hiring centre etc.

Convergence with State Government Department/ other agencies

1. Tribal Welfare Department, GoTS

During the year 2019-20, 13 FPOs, which were promoted in predominantly tribal areas, have been sanctioned grant assistance of amount Rs. 397.80 lakhs by Tribal Welfare Department, (TWD) for creation of agri-infrastructure. These FPOs were also supported by the NABKISAN Ltd with a total amount of Rs 198.86 lakhs as collateral free loan.

An interface meeting was convened by FSDD, Telangana Regional Office, Hyderabad with Bankers & Tribal Welfare Department on 06th Nov 2020 to facilitate the credit linkage for 18 FPOs identified for implementation of infrastructure projects with grant support from the Tribal Welfare Department of Govt. of Telangana.

During the year 2020-21 another 18 FPOs were selected under this project by Tribal Welfare Department with a grant assistance of Rs. 570.40 lakhs. Banks and finance companies such as NABKISAN, HDFC, SBI, TSCAB are supporting there 18 FPOs with a loan amount of Rs. 277.92 lakhs.

2. Dialogue with state government

A State Level Meet organised on 23.10.2020 for developing FPOs as Business organisations with the following objectives:

- *To facilitate the issuance of licenses and permits.*
- *Develop strategies and policy framework for developing FPOs as viable business organisations in the state of Telangana.*
- *All the district level officers were instructed to facilitate the FPOs in their efforts.*

The financial resources needed to initiate business activities are often inadequate due to poor equity contribution by its shareholders/members having voting rights and lack of access to credit for want of collateral security. To address this limitation, a one-time grant support, not exceeding **Rs. 5.00 lakh per FPO**, is being provided by NABARD, to the FPOs promoted with financial assistance from NABARD, towards taking up business activities, subject to certain eligibility criteria. **So far 68 FPOs were provided with business development assistance worth Rs. 302.235 lakhs as grant. (During 2021-22, 11 FPOs were supported with an assistance of RS.41.14 lakhs towards BDA)**

Financing of FPOs

The main issue in financing FPOs is lack of equity and collateral. To address this issue Government of India has launched the "Equity Grant and Credit Guarantee Fund Scheme" for FPOs to access grant upto ₹ 10.00 lakhs to double members equity and seek collateral-free loan upto Rs. 1.00 crore from banks, which in turn can seek 85 percent cover.

NABARD also issued circular no. 297 dated 28.10.2020 to All State Cooperative banks with a guidance note on FPO financing.

Further, RBI has included financing to FPOs up to Rs. 2 Crore under Direct Agriculture Finance under the PSL and loans upto Rs. 5 crore to FPOs were considered to be included under Indirect Agriculture Finance. Further, the financing to FPOs, where more than 75% shareholders are small and marginal farmers (by Number), will be considered as achievement under PSL-Agriculture- SF/MF on-lending target of 8%.

For the holistic development of FPOs and to ultimately achieve the farmer's welfare convergence among various stakeholders' viz. NABARD, Line department of State Govt., Banks and Agr-Institutions is need of hour.

NABARD advocates for increasing the flow of institutional finance to FPOs at various for a viz. SLBC, DCC and banker's meet.

NABARD solicits the cooperation form departments and banks for alignment of their priorities in supporting and financing FPOs for achieving making agriculture viable and profitable.

(Courtesy : NABARD)

Agenda 13: Issues remaining unresolved at DCC/DLRC meetings:

---NIL---

The details of DCC / DLRC meetings held in various districts are given in **Annexure 'L'**

In terms of RBI revamped Lead Bank Scheme, it is mandatory for the Controlling authority or Senior Authority from the Controlling Office, who can take decision and convey to their field functionaries to attend the DCC/DLRC meetings for implementation of various decisions taken in the said meetings.

SLBC is still receiving complaints from the District Collectors of many Districts ex: Warangal Rural district that the Controlling Authority/Senior Authority from Controlling Office are not attending the meetings and the Public representatives attending the meeting are expressing their displeasure for non-attendance.

SLBC requests all the State Heads to give suitable directions to their Controlling authorities to attend the DCC/DLRC Meeting invariably. Wherever, the Controlling Authority is not able to attend, a senior level functionary i.e., Scale-IV Official should attend the meeting and ensure that the decisions taken in the meeting are percolated to their Branch Managers immediately.

It is suggested to LDMs and Controllers of Banks as under:

- LDMs/Lead banks to make every effort to conduct the quarterly DCC/DLRC meetings as per the annual calendar. Ideally the DCC/DLRC meeting for a quarter should be convened by the middle of the following quarter rather than at the end in order to ensure timely review.
- Banks should submit necessary data for the meetings in a timely manner well within the cut-off dates advised by the LDMs/Lead banks. LDMs should finalise and circulate agenda notes for the meetings in advance without waiting for the data from defaulting banks who may be asked to furnish reasons for non-submission at the meeting.
- Wherever the quarterly DCC/DLRC meetings are being skipped or are being frequently cancelled/re-scheduled and held belatedly it is suggested that Joint-Collectors could chair the meetings if District Collectors are not available due to their preoccupation with other commitments.

Agenda 14: Timely submission of data by Bank adhering the schedule of SLBC meetings

It is observed that many Banks are submitting quarterly data beyond 15 days and upto 45 days, thereby SLBC is unable to consolidate and conduct the meetings within 45 days from the date of quarter end. As such SLBC requests all the banks to submit the data within 15 days from the date of quarter ending by adhering to the timelines to enable SLBC to consolidate the same and to review in various fora in stipulated time.

Further the interim data called by various agencies i.e. RBI, NABARD, DFS, Govt of Telangana etc. could not be submitted in time as SLBC is unable to consolidate and submit the data in the absence of timely submission by the member banks. Controllers of banks are requested to instruct their nodal officers to submit the data called for, within the timelines.

Developing a Standardized system for data flow and its management by SLBC Convenor Bank on SLBC Website- Constitution of Implementation Committee:

As per the directions of Reserve Bank of India, a standardized system for data flow and management has been developed on the SLBC website.

As per the suggestion of the Working Group , upload of the data up to block level is to be done for which, **Banks should map all the branches with Block codes in their CBS/MIS systems in order generate data at Block level as well as at District and State level** for effective monitoring at different fora of the Lead Bank Scheme Banks to arrange for extraction of data required from their CBS/MIS to the extent possible. For data pertaining to State Government/Other data (which is not available on CBS or MIS of the Bank) Controlling Office of the bank at state level will collate the data in format given and upload the same on the SLBC portal. Each Bank's controlling office at state level is responsible to feed and upload the data in SLBC portal.

The progress is being reviewed in all the SLBC fora.

Mapping of Branches with Block Codes:

During the quarter under review, two banks viz., Kotak Mahindra Bank and Axis Bank have confirmed mapping of their branches with Block codes, with which mapping of branches has been completed by all banks.

Data extraction from CBS and uploading to new portal:

With regard to extraction of data from CBS, 32 banks have extracted the data as per required txt.format and uploaded the data in SLBC portal. Axis Bank, ICICI Bank, Kotak Mahindra Bank, TSCAB, APSFC, TGB and APGVB have defaulted in uploading the data.

APSFC, APGVB, TGB and TSCAB are advised to update their software to match the data extraction before 30th September 2021. It is advised by them that their software updation is under process for extraction of data from CBS

Controllers of Banks to take up with their Corporate Office/Head Office for extracting the data directly from CBS and to upload onto the SLBC web portal for the Quarter ended June 2021 onwards to enable the SLBC to check with the CQR data manually prepared and submitted by banks.

Agenda Item No. 15 : Government Deposits –Updation of information in Finance Department portal in the prescribed proforma

All the Public Sector Banks, Private Sector Banks, Regional Rural Banks, Cooperative Banks and Notified Financial Institutions maintaining Government accounts/ funds are required to update the requisite information on deposits, Branch wise /account wise in the Finance Department portal every month and hard copy to be submitted to Finance Department. This covers all the deposits kept by the Government Departments/Agencies.

Controllers of Banks to ensure up-dation of Govt. deposits data in the portal before 10th of every month.

Agenda Item No. 16: Any other matter with the permission of the chair

SLBC Call Centre:

SLBC is running PMJDY Call Centre(1800 425 8933) as per the directions of DFS, Ministry of Finance, Government of India and a retired official has been recruited as Call Centre Executive on contract basis. The expenditure on account of Call Centre viz. Call centre monthly charges and remuneration is being shared by all the member banks. The Call Centre Executive was recruited on contract basis for a period of One Year @ Rs.18000/- per month. However, during the COVID Pandemic, the official discontinued his services after completion of his contract period and retired officials are not showing interest to join as Call Centre Executive at the present remuneration. As the remuneration is not revised for the last 3 years, we may increase the remuneration to Rs.25000/- p.m and recruit a retired Bank official as Call Centre Executive.

Agenda Item No. 17: Success Stories

Smt G Prasanna Laxmi W/o Sri Vijay Bhaskar, Resident of Rudraram Village, Sangareddy Dist.

Activity : Beauty Parlour

Smt G Prasanna Laxmi W/o Vijaya Bhaskar has studied up to 10th standard and hails from Rudraram village ,Patancheru Mandal. Her husband and in-laws are engaged in agriculture and the family income is less than Rs.8,000/- per month. She has joined the training programme after coming to know about it through an EAP conducted by RSETI Sangareddy through newspapers. She completed her training successfully and established a beauty parlour with her savings along with the help of her friends and family. Apart from Beauty parlour she has also started a fancy store and Bangle store. With the good work done by her and word of mouth publicity, she successfully made a name for herself in Rudraram. She says that the training imparted at the institute has helped her in enhancing skills and also motivated her to start the business by opening a shop in Rudraram. Initiative, persistence, self-confidence, commitment and concern for high quality work are some of the competencies which made her successful. She is presently earning Rs.20,000/- per month.



Shri P Srinath S/o Anjaiah Resident of Konderapole Village, Nalgonda Dist.

Activity : Installation & servicing of CCTV camera, security alarm & smoke detector

Mr.P Srinath S/O Anjaiah, Aged 25 years is a Graduate and because of his poor financial status, could not continue studies further. His father is an Agriculture labourer having very low Income and he could not get suitable job though having qualification. He was interested and wanted to settle in installation & servicing of cctv camera, security alarm & smoke detector sales and service business. He came to know about RSETI Nalgonda, through Awareness Camp and completed his training. After completing his training successfully, he worked for few months in an established CCTV CAMERA unit in Miryalaguda and further honed his skills. With the help of his friends and close relatives, he has set up CC TV sales and service unit at Nalgonda named “ Shrianjaneya CCTV UNIT”. He is now earning a decent monthly income of about Rs 25,000/- to 30,000/- He is young and energetic and hard working.



Shri Mani Raj S/o Brahmaiah R/o Armour Village, Nizamabad District

Activity : Cell Phone repairing

Mr. Mani Raj belongs to Middle class Family and studied upto Intermediate and due to his financial constraints, could not continue his studies but thought of supporting his family financially. He came to know about various training programmes being organised by RSETI, through a past trainee and was interested in Cell Phone Repairs and Service Training. He approached RSETI, Dichpally and enrolled his name for Cell Phone Repairs and Service Training. He successfully completed his training and on completion of training in the said activity he not only became confident, but also his moral was high. By undergoing training at SB RSETI he could also learn soft skills which helped him to extend service with a smile. At present he established a Unit “MANI MOBILES ”at Armour with the help of his friends and family and earning More than Rs. 20,000/- per Month. Entire family of Mani Raj expressed their gratitude towards SB RSETI, Dichpally.



Agenda 18 : Circulars issued by RBI

Circular Number	Date Of Issue	Department	Subject
RBI/2021-2022/91	25.8.2021	Department of Regulation	Notification as 'Financial Institution' under Section 2(1)(m)(iv) of Securitisation and Reconstruction of Financial Assets and Enforcement of Security Interest Act, 2002 (SARFAESI Act)
DOR.FIN.REC.No.41/03.10.136/2021-22			
A.P. (DIR Series) Circular No.09			
RBI/2021-2022/84	10.8.2021	Department of Currency Management	Monitoring of Availability of Cash in ATMs
DCM (RMMT) No.S153/11.01.01/2021-22			
RBI/2021-2022/83	09.8.2021	Financial Inclusion and Development Department	Enhancement of collateral free loans to Self Help Groups (SHGs) under DAY-NRLM from ₹10 lakh to ₹20 Lakh
FIDD.GSSD.CO.BC.No.09/09.01.003/2021-22			
DOR.RET.REC.36/12.01.001/2021-22			
RBI/2021-2022/80	06.8.2021	Department of Regulation	Resolution Framework for COVID-19-related Stress – Financial Parameters – Revised timelines for compliance
DOR.STR.REC.38/21.04.048/2021-22			
RBI/2021-2022/79	06.8.2021	Department of Regulation	Export Credit in Foreign Currency – Benchmark Rate
DOR.DIR.REC.37/04.02.002/2021-22			
RBI/2021-2022/77	04.8.2021	Department of Regulation	Guidelines for Implementation of the circular on Opening of Current Accounts by Banks
DOR.CRE.REC.35/21.04.048/2021-22			
DPSS.CO.LVPD No.S290/04.04.009/2021-22			
RBI/2021-2022/72	23.7.2021	Department of Regulation	Loans and Advances – Regulatory Restrictions
DOR.CRE.REC.No.33/13.03.00/2021-22			
DoR.RET.REC.30/12.07.150/2021-22	07.7.2021	Financial Inclusion and Development Department	New Definition of Micro, Small and Medium Enterprises - Addition of Retail and Wholesale Trade
RBI/2021-2022/67			
FIDD.MSME & NFS.BC.No.13/06.02.31/2021-22			
RBI/2021-2022/66	02.7.2021	Department of Regulation	Review of Instructions on Interest on overdue domestic deposits
DoR.SPE.REC.29/13.03.00/2021-2022			

RBI/2021-2022/63			
FIDD.MSME & NFS.BC.No.12/06.02.31/2021-22			
DOR.AML.REC.22/14.06.001/2021-22	25.6.2021	Financial Inclusion and Development Department	New Definition of Micro, Small and Medium Enterprises
RBI/2021-2022/56			
A. P. (DIR Series) Circular No. 07			
DCM(Plg).No. 51961/10.27.00/2021-22			
DoR.RET.REC.19/12.05.009/2021-22	17.6.2021	Foreign Exchange Department	Liberalised Remittance Scheme for Resident Individuals – Reporting
RBI/2021-2022/47			
DOR.STR.REC.21/21.04.048/2021-22	04.6.2021	Department of Regulation	Resolution Framework - 2.0: Resolution of Covid-19 related stress of Micro, Small and Medium Enterprises (MSMEs) – Revision in the threshold for aggregate exposure
RBI/2021-2022/46			
DOR.STR.REC.20/21.04.048/2021-22	04.6.2021	Department of Regulation	Resolution Framework - 2.0: Resolution of Covid-19 related stress of Individuals and Small Businesses – Revision in the threshold for aggregate exposure
RBI/2021-2022/45			
DOR. AML.REC 18 /14.01.001/2021-22	31.5.2021	Department of Regulation	Customer Due Diligence for transactions in Virtual Currencies (VC)