

Minutes of 34th SLBC Quarterly Meeting held on 30.09.2022 at Dr. MCR HRD Institute of Telangana, Jubilee Hills, Hyderabad to review the performance of Banks for the quarter ended 30th June '2022

The 34th Quarterly meeting of State Level Bankers' Committee, Telangana was held on 30th September 2022 at Dr MCRHRD Institute, Telangana, Jubilee Hills, Hyderabad to review the performance of Banks for the quarter ended 30th June '2022.

Shri P K Mohandas, DGM (FI & SLBC) SBI, extended a warm welcome to Shri D. Ronald Rose, IAS, Secretary(Finance), Govt. of Telangana, Smt K. Nikhila, Regional Director, Reserve Bank of India, Shri Amit Jhingran, Chief General Manager, SBI & President SLBC, Smt. Ch Suseela, Chief General Manager, NABARD, Shri K Vijaya Kumar, Addl. Director of Agriculture, Govt. of Telangana, Shri Y Sreenivasa Rao, Director, DoT, Govt. of India, Shri Shashivardhan Reddy, Executive Director NFDB, Govt. of India, Smt Yashoda Bai, General Manager, RBI, Shri Debashish Mitra, General Manager & Convenor, SLBC, Senior Officials of Public/Private Sector Banks/RRBs/TSCAB/FIs and Departments of Government of Telangana.

(Detailed list of participants is annexed).

Shri Amit Jhingran, Chief General Manager, SBI & President, SLBC in his keynote address briefly presented the performance of Banks up to the quarter ended 30th June'2022 as under:

- Total Deposits of the banks have marginally come down by Rs.2073 crores during the quarter and the total deposits were at **Rs.630,451.27 crores**.
- Total Advances with Banks have come down by 22,182 crores during the Quarter and the advances of all banks were at **Rs.710,149.49 crores**.
- CD ratio though continues to be above 100 percent, it has come down from 115.78% as on 31st March 2022 to 112.64% during the quarter.
- During the first quarter of current FY, Banks have lent Short Term Production Loans amounting to **Rs. 9,771.96** crores under Kharif.
- Banks have disbursed **Rs.9,407.90** crores as Investment Credit to Agri. Allied, Agri. Infra and Agri. Ancillary activities during the first quarter of the current FY.
- Banks together have disbursed **Rs. 42,783.71** crores to borrowers under Priority Sector, recording an achievement of 30.74% of annual targets.
- Banks have disbursed **Rs.22,298.55** crores to Micro, Small & Medium enterprises (MSME) segment so far during the first quarter achieving **44.59%** of the targets.
- Under Pradhan Manthri Mudra Yojana, Banks have disbursed **Rs.1097.91** crores as against a target of **Rs.8872** crores, achieving **12.37%** of the Annual targets.

On the Financial Inclusion front:

- Banks have covered all the **221** Unbanked Rural Centers with population above 5000 identified by DFS, in FY 2019-20 with Brick and Mortar Branches or with Banking outlets. As and when DFS identifies any Unbanked Rural Centre, it is ensured that the village is covered with Banking outlet by Banks.
- All the villages and villages with 500 & above households in hilly areas have been covered with Banking outlets within 5 KMs radius.
- Banks in the State have so far opened **104.64 lakh** accounts under PMJDY out of which **86.89 lac** accounts are seeded with Aadhaar. RuPay cards were issued to **83.47 lacs** PMJDY accounts.
- **96.13 lakh** customers have been covered with Pradhan Manthri Suraksha Bheema Yojana (PMSBY) whereas **37.73 lakh** customers are covered under Pradhan Manthri Jeevan Jyothi Beema Yojana (PMJJBY) and **13.23 lakh** customers subscribed for Atal pension Yojana.

Under AtmaNirbhar Bharat Abhiyan:

- Banks have sanctioned Rs. **9,874.59** Crore and disbursed Rs. **8,883.86** Crore to beneficiaries under Guaranteed Emergency Credit line of 30%.
- Banks have sanctioned Rs. **8.22** crores under CGSSD and disbursed Rs. **2.55** crores.
- Under PMSvanidhi Tranche 1, Banks have sanctioned **355,214** applications and disbursed **344,855** upto July 2022. Under Tranche 2, Banks have sanctioned 96229 applications and disbursed loans to 66695 SVs. (**SBI took lead with 42 % of disbursals under Tranche 1 and 33% under Tranche2**)
- Under Agriculture Infrastructure Fund, against a target of Rs. **3075** crores Banks have sanctioned Rs. **617.67** crores.

Shri Amit Jhingran, Chief General Manager, SBI & President, SLBC requested the Hon'ble Finance Minister and the Chief Secretary of Govt of Telangana through the Secretary Finance, to resolve the long pending issues of:

- a) Reimbursement of VLR/ PV amounting to Rs.725 crores due to the Banks for the last 5-6 years for which Banks have made a provision at the instance of Reserve Bank of India, though the Banks are entitled for the amount from the Government. There has been immense pressure from the Head Offices of the Banks to resolve this long pending matter.
- b) The pending Rythu Bandhu-Rabi 2018 Cheque printing charges reimbursement of Rs.25.93 Crore due to Banks.

He thanked all the stakeholders for the co-operation to the forum in discharging its functions.

CGM, SBI and President of SLBC placed on record the immense contribution of Smt. Yashoda Bai, General Manager FIDD RBI who is retiring on 31st October 2022, in guiding the SLBC .

Later, **AGM SLBC** made a detailed presentation on the performance of Banks during/up to the quarter ended June, 2022.

Agenda 1: Adoption of Minutes of the 33rd SLBC Quarterly Meeting:

The minutes of 33rd SLBC meeting for the quarter ended 31st March 2022 held on 14.06.2022 were adopted without any changes as no requests for amendments/modifications were received.

Agenda 2: Action points of 33rd SLBC Quarterly Meeting - Action Taken Report

i) Inactive BCs- 98% of the inactive BCs in the State are of Yes Bank. Yes Bank has clarified that they are in communication with their HO and the no. of their BCs will undergo a change and correct data will be reported before the next SLBC meeting.

ii) Banks have achieved 100% digitization in the Districts of Jangaon and Rajanna Sircilla within the timelines.

iii) There has been improvement in all the three parameters under all three PM's Task Force Recommendations during the quarter.

iv) Reimbursement of VLR/ PV, Revised RythuBandhu 2018 cheque printing charges are pending and no development during the quarter.

v) Reimbursement of RSETI claims: A meeting of RSETI directors, Director SERP, sponsor Banks SBI & UBI was held on 21.09.2022 to reconcile the pending dues and the sponsor Banks sought clarification from SERP on the guidelines based on which sponsor Banks' claims have been reimbursed.

vi) Pending subsidies of BC corporation, Utilisation Certificates to the extent of Rs.38.96 crores have been submitted and an amount of Rs. 0.38 crore has been refunded to the BC Corporation by Banks during the quarter. Banks which have not submitted, to submit the same by 15.10.2022.

vii) All Banks have started uploaded the txt files SLBC portal as per revised data flow system under revamped Lead Bank Scheme.

viii) Progress under KCC saturation is being reviewed regularly in the agriculture sub-committee.

ix) As advised by Finance Dept, GoTBanks to obtain fresh User credentials and update the data on Government deposits within 10 days from the end of the month in the Finance Department portal.

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

There are 5897 bank branches of commercial Banks/RRBs/ Co-op Banks ,7 small finance banks have a network of 85 branches and 9 BCs whereas the 3 payment banks have 25 branches and 23274 BC points across the state.

a) **Unbanked Rural Centres** - All 221 villages identified by DFS in FY 2019-20 have been covered with Banking outlets by member Banks to provide Banking facilities. However, DFS has recently identified one village, PeddaVenkatapuram in Bhadradi Kothagudem district as uncovered and the village has been allotted to Union Bank of India. Union Bank of India has informed that there is connectivity issue in the village for setting up a banking outlet. The matter has been taken up with DoT.

b) All the unbanked Rural Centres in the only LWE affected district of Bhadradi Kothagudem have been covered with Banking Infrastructure.

c) **LWE district coverage of CAPF/CRPF camps:** In respect of the only uncovered CAPF Camp Chalamala, Union Bank of India has confirmed that their Corporate BC has been entrusted to place CSP in Chalamala camp.

There are 479 Gram Panchayats in Bhadradi Kothagudem District and DCC has confirmed that all 479 Gram Panchayats are covered with Banking infrastructure.

d) National Strategy for Financial Inclusion and National Strategy for Financial Education:

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.

e) **Targeted Financial Inclusion Intervention Programme (TFIIP)** for Aspirational Districts (Bhadradi Kothagudem, KomaramBheemAsifabad, JayashankarBhupalapally): KumaramBheemAsifabad has achieved benchmark targets under all 4 parameters viz., opening of CASA A/cs, coverage under PMJJBY, PMSBY & APY. Bhadradi Kothagudem has achieved Benchmark targets under CASA, PMJJBY and PMSBY enrolments

whereas Jayashankar Bhupalapally has achieved Benchmark target under PMJJBY and APY enrolments.

f) Pradhan Mantri Adarsh Gram Yojana (PMAGY):

In the 169 villages identified for implementation of PMAGY, by DFS, SB accounts have been opened for 1,11,014 out of 147699 eligible population.

g) Review of operations of Business Correspondents: There are 67742 BCs of commercial Banks/RRBs functioning in the State of which 42,327 are in Rural, 9,137 in Semi Urban and 16,278 in Urban & Metro areas.

A total of 28870 BCs are inactive as on 30.06.2022 of which, 17483 are in Rural, 4057 in Semi Urban and 7330 in Urban & Metro Areas.

Apart from the BCs of Commercial Banks/RRBs, Airtel Payments Bank has 8864, Fino Payments Bank has 8613 and IPPB has 5797 BCs in the State.

h) Progress in increasing digital modes of payment / ATMs &PoS: As at the end of June 2022, there are 9391 ATMs and 204655 POS Machines deployed with the Merchants by banks as touch points across the State of Telangana.

Banks in the State have 1,04,64,845 PMJDY accounts in their books as on 30th June 2022, out of which 86,89,220 accounts (83.03%) were Aadhaar seeded and 83,46,542 accounts were issued with Rupay Cards (79.76%).

i) Social Security / Insurance Schemes launched by Govt. of India: During the quarter there is a reduction in PMSBY coverage by 5,97,277 & PMJJBY by 2,32,295 whereas APY subscriptions have increased by 51,989.

As against a target of 3,75,420, Banks have achieved 85,452 APY enrolments achieving 23% of Annual targets.

j) Financial Literacy Initiatives: There are 78 FLCs functioning in the state. During the Quarter, 851 special camps and 1,200 specific camps were conducted by FLCs, achieving the targets.

1793 Rural branches in the State have conducted 3630 camps during the quarter against a target of 5379.

In the Sub-Committee meeting held on 02.09.2022 Reserve Bank of India has advised Banks that all their rural branches have to conduct at least one camp in a month without fail.

k) DIGI DISTRICTS : During FY 2021-22, Rajanna Siricilla and Jangaon are the two districts identified for making them 100% digitally enabled districts and banks have achieved 100% digitalisation in these two districts.

During the current FY, 6 districts Jogulamba Gadwal, JS Bhupalapally, Medak, Kamareddy, Peddapalli and Wanaparthy have been identified for making them 100% digitally enabled districts.

l) NABARD FI Fund Utilisation: NABARD has been extending grant assistance under Financial Inclusion Fund (FIF) to SCBs, RRBs and RCBs for various financial inclusion and banking technology related interventions.

Agenda 4: Review of Credit Disbursement by Banks:

Total Deposits have come down by Rs.2073.98 Crores and Advances have come down by Rs. 22,182.69 crores during the quarter ended June 2022.

CD Ratio has come down from 115.78% to 112.64%.

Under compliance norms:

- Priority Sector loans of banks are at 33.88% against norm of 40%.
- Agriculture loans of banks are at 15.21% against a norm of 18% and credit to small and marginal farmers is at 8.70% against a norm of 9.5%.
- Advances to micro enterprises are at 5.50% against a norm of 7.50% and Advances to Weaker Sections are at 10.08% against a norm of 11.50%.

a) Achievement of Annual Credit Plan:

Banks have achieved 24% of targets under Short Term Agri credit and 25.96% of Total agriculture targets. Achievement under MSME priority sector is at 44.59% and achievement under total priority sector is at 30.74%. Banks have achieved 72.70% of Annual Credit Plan targets.

b) **Agriculture Infrastructure Fund** - Govt of India has allocated a target of Rs.3075 crores for Telangana for a period of 4 years from FY 2020- 2021 and we are into the 3rd year of the launch of the scheme. Banks have sanctioned Rs. 617.67 crores and disbursed Rs. 416.23 achieving 20.09% of targets.

c) **Pledge Finance against Warehouse Receipts:** During the quarter, Banks have extended credit to 51 beneficiaries amounting to Rs.12.27crores and the total outstandings are at Rs.51.62 Crores.

d) **Joint Liability Groups:** During the FY 2022-23, Banks have disbursed Rs. 3.72 Crores to 610 groups. The total JLG Loans outstanding with Banks as on 30.06.2022 is Rs.111.76 crore extended to 9623 groups.

e) **NPAs in Agriculture segment:** NPAs have increased during the Quarter mainly due to non-renewal of crop loans. **6.46%** of outstanding short-term agri loans are NPAs as on 30.06.2022, whereas **6.31%** of Agriculture Term Loan, **3.47%** of Agri. Infrastructure and **11.40%** of Agri. Ancillary Activities are in NPA category. Total NPAs under agriculture advances are at 6.89%. NPAs have gone up during the quarter from 5.05% to 6.89%.

f) **Flow of Credit to MSMEs:** Banks have achieved 44.59% of the Annual target during the first quarter. Achievement is higher under all the three segments when compared to the previous FY.

Outstanding Advances under MSME segment stood at Rs.89534.97 crores.

NPAs under total MSME segment constitute 8.28% of total outstandings. NPAs have

gone up during the quarter from 6.79% to 8.28%.

g) **PM Task Force Recommendations:** There is an improvement under all the three PM Task Force Recommendations. Banks achievement under PM Task Force Recommendations is as under:

As against 1st recommendation of achieving 20% YoY growth Banks have achieved 36.19%.

As against 2nd recommendation of achieving 10% growth during the year under MSE, Banks has achieved 7.68%.

As against 3rd recommendation of achieving 60% MSE advances to the micro enterprises, Banks have achieved 54.22%.

h) **CGTMSE Scheme:** During the current Quarter under review, 5581 proposals with an amount of **Rs. 697.11 crore** have been approved under CGTMSE coverage.

i) **Review of Bank Linkage in MSME Clusters:** There are 27358 MSME enterprises in the clusters across the state of which 12352 enterprises are credit linked by Banks, i.e a credit linkage of 45.15%.

j) **PMSVANidhi – Finance to Street Vendors (SVs)**

Under PMSVANidhi Scheme TRANCHE-1, Banks have sanctioned loans to 3,55,214 street vendors and disbursed to 3,44,855 street vendors.97% of sanctioned applications were disbursed.

Under PMSVANidhi Scheme TRANCHE-2, Banks have sanctioned loans to 96,229 SVs out of 1,89,658 applications received and disbursed loans to 66,695 SVs .

k) **Credit Flow under DAY-NRLM Scheme (SHG):**As at the end of June 2022, Banks have Outstanding loans of Rs.17,286.33 crores to 5,26,182 SHGs. Banks have disbursed Rs.4,280.85 Crores to 76,368 groups during the current FY

Rs.726.75 Crores i.e., 4.20% of outstanding loans to SHGs are NPAs with banks.

Credit Flow under DAY-NULM Scheme:A total of 78,747 NULM groups with outstanding loans of Rs.2347.01 crores are in the books of Banks.Upto quarter ended June 22, Banks disbursed Rs.405.17 Crores to 5619 groups.

5.47% of outstanding loans to urban SHGs i.e., Rs.128.51 crores are NPAs with banks.

Under Self Employment Programme (SEP), against a Target of Rs. 16.82 crores to 2,229 units for FY 2022-23, Banks during the first quarter, have sanctioned loans amounting to Rs.3.03 crores to 325 units.

l) **Credit Flow under MUDRA Scheme:** During the current FY, Banks sanctioned Rs. 1,097.91 crores, against a target of Rs. 8,872.33 crores achieving 12.32% of Annual targets.11.43.% of outstandings are NPAs under Mudra Loans.

m) **Credit Flow under STAND UP INDIA Scheme:** Under Stand-Up India scheme, Banks have so far sanctioned loans to 8,274 borrowers with an outlay of Rs.2,062.35 crores. 5,728 women beneficiaries have been sanctioned loans amounting to Rs.1,415.85 crores, whereas 1,693 SC beneficiaries have been sanctioned loans amounting to Rs.429.86 crores. 853 ST beneficiaries have been sanctioned loans amounting to Rs.216.64 Crores.

During the quarter, Banks disbursed Rs.47.19 crores to 236 beneficiaries.

n) **Credit Flow under PMEGP Scheme:** Banks have outstanding PMEGP loans of Rs.361.97 crores as at the end of June 2022. Banks have sanctioned loans to 285 beneficiaries during FY 2022-23. NPAs at Rs.30.81 crores constitute 8.52% of outstandings.

o) **Credit flow under Education Loans** as on 30.06.2022: During the current FY, Banks have disbursed Education Loans amounting to Rs.306.37 crores and Banks have total outstanding Education loans of Rs.4,631.34 crores as on 30.06.2022. 1.74 % of outstanding Education loans are NPAs.

p) **Credit Flow - Housing Sector** as on 30.06.2022: As at the end of June 2022, Banks have outstanding Home Loans amounting to Rs.1,17,165.21 crores. During the quarter under review, Banks have disbursed an amount of Rs.6,926.09 crores to 41,138 beneficiaries. NPAs of Rs. 816.14 crores constitute 0.70 % of the Housing Loans outstandings.

q) **PMAY Scheme**— Under PMAY during the quarter, Subsidy of Rs.41.48 crores was released to 1,620 Housing loans. So far, a total subsidy of Rs.1,428.49 crores was released to 62,555 Housing loan accounts by NHB.

r) **Progress under SHG Bank Linkage** as on 30.06.2022: As at the end of June 2022, Banks have outstanding loans of Rs.19,633.34 crores to SHGs in the state. During the quarter, Banks have disbursed an amount of Rs. 4,686.02 crores to 81,987 groups. NPAs at Rs. 855.26 crores, constitute 4.36% of outstandings.

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

The CD ratio of the State is at 112.64% as against 115.78% as on 31.03.2022.

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**. **No natural calamity declared in the State during the last 2 years.**

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

Circulars are available at RBI website www.rbi.org.in.

Agenda 8: Dharani Portal Issues:

AGM SLBC said that Agriculture Department, Govt. of Telangana was requested to appoint a nodal officer to represent the issues of Banks to the Service provider of Dharani portal. He also said that a meeting between the Service Provider and Banks was requested at periodical intervals for sharing the knowledge / information on various operational issues being faced by operating staff at branches / Controllers and to resolve the issues of Banks.

SBI and Axis Bank have represented that despite existence of loan charges in Dharani, alienation of loans are permitted by Tahsildar, which is creating trouble for the Banks. RBI has referred the deliberations of DCC meeting held for Sangareddy district, where Banks have informed that there are instances where, despite charge created in Dharani Portal, the registration office is ignoring the already created charge and allowing new registrations on the mortgaged land. SLBC escalated the issues to the Director of CCLA requesting him to immediately convene a meeting with Banks to resolve the issues.

Agenda 9: Efforts towards Skill Development:

Performance of RSETIs upto the Quarter ended 30.06.2022

There are 11 RSETIs operating in Telangana (SBI-9 and UBI-2). RSETIs have conducted 56 programmes and trained 1559 candidates upto the quarter ended 30th June 2022 against target of 263 programmes and to 7040 candidates during FY 2022-23. Out of the trained candidates, 320 got settled i.e., a settlement rate of 20.50%.

Agenda 10: Reimbursement of pending RSETIs claims:

11 RSETIs have to receive pending claims amounting to Rs.20.73 Crores from MoRD. SLBC requested CEO, SERP to arrange for early settlement of the pending claim amounts.

Agenda 11: Issues remaining unresolved at DCC/DLRC meetings:

There are no unresolved issues at DCCs, reported by LDMs.

Agenda 12: Timely submission of data by Bank adhering the schedule of SLBC meetings:

AGM SLBC, requested all the banks to upload the data onto the SLBC portal within 10 days from the date of quarterending to enable SLBC to consolidate and hold review meetings within the stipulated timelines.

Agenda Item No. 13: 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 accounts/ funds of Government Departments/Agencies are required to update the requisite information on deposits of Branch wise /account wise in the Finance Department portal every month and hard copy to be submitted to Finance Department. Controllers have been advised to ensure timely submission of information to the Finance Department, Govt of Telangana.

Additional Agenda:

AGM SLBC said that Finance department, GoT advised receipt of a request by Hon'ble Finance Minister from Hon'ble MLA of Kalwakurthy Shri. Jaipal Yadav for opening of bank branch at Gattuipallapalli village of Tallakondapalli Mandal of Rangareddy District.

AGM SLBC said that the request earlier received by SLBC was sent to LDM Rangareddy District for exploring the possibility of opening of a Bank branch. It was taken up in the earlier DCC meeting and PNB assured to open a branch. However, during the course of SLBC meeting, representative of PNB said that after survey for opening of branch was conducted, Bank's Internal Committee has rejected the proposal, citing viability issues.

AGM SLBC said that LDM will be advised to keep the matter as agenda in the ensuing DCC to explore the possibility of any other Bank opening a branch in Gattulppalappally.

Shri. P K Mohandas Deputy General Manager FI, SBI requested Shri Ronald Rose IAS, Secretary (Finance), Govt. of Telangana, to address the forum and specifically highlighted the Banks' concern on the long pending VLR/PV charges of Rs. 725.18 crores and RythuBandhu cheque printing charges amounting to Rs.25.93 crores.

Shri Ronald Rose IAS, Secretary (Finance), Govt. of Telangana said that:

- a) Micro Food Processing Enterprise Scheme (PMFME) is being promoted by State Govt. and said that out of 1733 applications submitted 1252 have been rejected by the Banks. He wanted to know the reasons for high rate of rejections.

- b) Oil Palm Cultivation is an important project taken up by State Government as well as Central Government. With increase in Oil palm cultivation, dependence on other countries for oil will come down over a period of time and requested Banks to come forward for sanction of loans for oil palm cultivation.
 - c) PMSVANidhi Tranche-2: 50% of applications received under Tranche -2 have been sanctioned and disbursements are even less. He requested banks to sanction loans for all those who repaid Tranche-1 loans.
 - d) He congratulated HDFC & ICICI Bank for issuing Rupay Cards to all PMJDY account holders. He advised Axis Bank, Central Bank, IndusInd Bank, Kotak Mahindra Bank and J&K Bank having less than 50% issue of Rupay Cards, to improve during the coming quarter.
 - e) Single Nodal Account (SNA): All the Government transactions have moved to SNA based architecture. Funds are being routed through CNA account for Central Govt. and SNA bank account for State Govt. Fund flow is through SNA account along with state share. Cheque Books are not allowed in the SNA accounts. If Banks have issued cheque books, they are not to be honored and have to be cancelled in the system.
 - f) Regarding uploading of Deposits details of Govt. Accounts, he said that the data has to be shared with Finance Department promptly, to rule out any misuse of funds or frauds.
 - g) Matter of inactive BCs has to be sorted out by next meeting and Yes Bank has to reconcile BCs/ Inactive BCs numbers.
 - h) Regarding unbanked villages: In Interstate South Zone Council meeting held by MHA, Govt. of India, it was pointed out that in Telangana there are 240 Unbanked villages, whereas SLBC data shows 1 unbanked village. There are villages having 3000 population, not having bank and the nearest BC point is more than 5KM. The list of such villages has to be circulated amongst the banks, majority of villages are in Bhadrachalam and Khammam districts. As infrastructure has improved and travelling time has come down Banks can think of setting up Brick and Mortar branches in these villages.
 - i) Regarding Mudra loans, Telangana is lagging behind other states and the number of loans sanctioned per lakh of population is less when compared to other states. He said that special DCCs have to be organized by Banks exclusively for Mudra loans. He said that District Collectors will be advised to intervene. Performance under PMEGP scheme is also low compared to other states.
- **HE** further said that VLR/PV amount will be reimbursed Phase-wise, and Rythu-Bandhu cheque printing charges will be paid this quarter. On Dharani issues, as Director (CCLA) has been approached, a meeting can be set up with Chief

Secretary and present specific issues.

Few Banks have raised the issue of non-acceptance of Rs.10 coins in the state. Ms.Nikhila Koduri Regional Director, Reserve Bank of India, said that this is due to lack of awareness. Few Banks have brought out that their strong rooms are packed with Rs. 10 coins as they are being deposited by customers, but not moving out. She said that Awareness programmes may be held or Advertisements involving celebrities may be done, to create an impact.

Smt. Ch Suseela Chief General Manager, NABARD, said that Agriculture has come to limelight during the last 2 years and owing to Covid, importance for food security and nutrition amongst all consumers has increased.

She further said that :

RIDF funds were sanctioned to facilitate completion of ongoing irrigation, flood protection and watershed management projects. Subsequently, RIDF was made available for new rural infrastructure projects and its ambit was broadened to cover almost all important aspects of rural infrastructure. At present, there are 39 eligible activities under RIDF as approved by Govt. of India, under three broad categories i.e., Agriculture and related sector, Social Sector and Rural connectivity. As on 30th June 2022, NABARD has sanctioned 4111 projects to Govt of Telangana under various ongoing RIDF Tranches (RIDF XX to XXVII), with a cumulative sanction of Rs. 8873.42 crores. Under the ongoing tranches, social sector projects dominate with 59% of sanctions, followed by agriculture / Allied activities/Irrigation (33%) and then connectivity projects (8%).

Strengthening of infrastructure in government schools: NABARD has sanctioned a loan of Rs.509.24 crores under RIDF Tranche XXVII to strengthen the infrastructure facilities in 8884 schools in 32 districts of the State. NABARD has already disbursed an advance of Rs. 101.85 crores to the State Government for taking up the envisaged works under the sanctioned projects.

NABARD has sanctioned a loan of Rs.204.84 crores to the State Government under RIDF Tranche XXVII to meet the State Government share for undertaking oil palm cultivation in 1,02,500 acres in 26 districts of the State.

NABARD has sanctioned 484 check dam projects in the State with an RIDF loan of Rs.2016.28 crores. Government of Telangana has availed a loan of Rs.972.79 crore under WIF for creating 364 warehouses with 18.23 lakh MT of dry storage capacity, Mission Kakatiya- NABARD has sanctioned a cumulative RIDF loan of Rs.667.29 crores, Mission Bhagiratha Projects- NABARD, under RIDF, has sanctioned Rs.4262.26 crores.

NABARD has been providing funding under Dairy Infra Structure Development Fund, for setting up various infra plants like new dairy plant, Ice-cream plant, curd plant,

expansion of Ghee processing and sterilized flavored milk plants.

NABARD has disbursed refinancing amount of Rs. 14,550 crores to various Banks out of which Rs. 6,483 crores was for investment credit.

NABARD has been converging along with State Government, NRLM, SERP and CSR for capacity building, livelihood activities of SHGs, helping them in marketing initiatives like rural marts, organizing exhibition like Deccan Haat.

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 341 FPOs (62 FPOs under PRODUCE, 263 FPOs under PODFI-ID and 16 FPOs under Central Sector Scheme). Further, 25 new FPOs have been sanctioned for promotion under CSS in FY 2022-23. Of these 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. NABARD solicits the cooperation from departments and banks for alignment of their priorities in supporting and financing FPOs for achieving making agriculture viable and profitable.

Shri. M Raja Mahender Reddy Vice President representing, FETSIA, participating in SLBC as a special invitee said that during COVID & post COVID various sectors of industry were affected and a study may be made on the issues faced by MSMEs to suitably address them. He said that there is a need for stakeholders to extend interest subvention and new loans to MSMEs. He also said that some of the private sector Banks have not sanctioned GECL to MSMEs as anticipated.

Ms. K Nikhila Regional Director, RBI responded stating that there is an Empowered Committee for MSME which exclusively deals with MSME sector issues and these issues can be discussed and sorted in EC MSME meetings. She added that RBI has also held meetings with Private sector Banks on credit flow to Govt. schemes including GECL, and if any specific issues are there they may be brought to the notice of particular Banks and sort out the issues.

Shri. Lokesh Fatehpuria Jt. Director, FTCCI participating as a special invitee said that Federation of Telangana Chamber of Commerce has organised 2-3 programmes along with banks to spread awareness amongst MSMEs. One is done in partnership with SBI, i.e., an Export Utsav was organized recently, wherein exporter of the State have participated. There is another MSME focused programme being organised on 5th November. He said that they would share the concerns of the industry in the next SLBC meeting.

Smt.K Nikhila, Regional Director, Reserve Bank of India in her address highlighting some of important issues relating to credit flow and financial inclusion said:

- Financial literacy is the important aspect of financial inclusion which leads to financial stability. There are 78 FLCs functioning in the state. During the Quarter,

851 special camps and 1,200 specific camps were conducted by FLCs. 1793 Rural branches in the State have conducted 3630 camps during the quarter against a target of 5379.

- Financial literacy is very important in today's scenario especially in the light of financial frauds taking place. In the hinterland, internet penetration has increased as also the usage of smart phones. Loans are being accessed through digital lending platforms. Centres for Financial Literacy (CFL) are there in the state and Financial Literacy Counselors are going into the villages, educating public in local language and also customizing the programmes according to their needs. She requested Banks to ensure the FLCamps are conducted on regular basis.
- Benchmark Parameters under PM Task Force Recommendations in both the categories 2 & 3 have to be improved by the Banks.
- She also said that increasing NPAs in MSME sector is a cause of concern.
- She congratulated Banks, SLBC and officials of State Government for improving Digital Penetration. Under project of EDDPE2, Rajanna Sircilla and Jangaon districts have achieved 100% digitization within the stipulated time. Also under the project EDDPE 2.0 viz., digitization of 6 districts, 99% is achieved as on September '22. RBI has an objective of making Telangana the first state in the country to achieve 100% digitisation, by providing at least one digital product to all the customers of bank.
- She added that TREDs i.e., Trade Receivables and Discounting System, a mechanism for facilitating of financing trade receivables from MSMEs, will address the issue of delayed payments, faced by them.
- State Governments of Kerala and Goa have gone to TREDs platform as buyers and RBI has written a letter to Govt. of Telangana to take initiative so that the entire system can be stabilised. She asked SLBC to take this on record so that progress can be monitored in subsequent meetings.
- **She** thanked SLBC for providing platform for interaction between nodal officers of banks and police officials earlier and Police officials from Govt. of Telangana requested for an interactive meeting once again for resolving complaints, as they have a problem in reaching out to the specific people for obtaining the details of transactions within reasonable time. As time is of utmost importance in resolution of Cyber Crimes and fraudulent transactions, to get the issues resolved, quick response from all the concerned is required.
- She said that needful will be done on Inactive BCs and Unbanked villages.

Dr. Sachin Deshpande Asst Director, Animal Husbandry, Govt of Telangana said regarding registration of Kisan Credit Cards, out of target of 3 lakh registrations for State of Telangana, 8242 applications received and 8228 applications are acknowledged by

branches. Banks have sanctioned loans to 2536 beneficiaries and rejected 5686 applications and 6 applications are pending for more than 15 days. He requested that when an application is rejected the reason for rejection has to be conveyed to the farmer, so that the mistake is not repeated by other farmers. He said there is a Centrally sponsored scheme, National Live stock Mission of the Govt. of India, where entrepreneurship is encouraged to be taken up in the field of Animal Husbandry like Dairy Farm, Poultry Farm etc.,.

Dr. N. Lakshmi Manjusha from Telangana Dairy Federation (TSDDCF), said that regarding KCC dairy loans, dairy farmers are facing issues regarding working capital support from the banks. Milch animals are being sold and procurement of state is reducing day by the day. She said that the issue has to be addressed at the bankers' level as there is a huge demand for loans by dairy farmers.

DGM(FI&SLBC) clarified that high percentage returns are mainly due to the district level committee not following the SOP, more particularly the eligibility criteria which is not checked on receipt of applications at many districts. It is also informed that shortly a review with LDMs will be held and AHD and Fisheries departments will be invited to the meetings.

The meeting concluded with vote of thanks by Shri. Debashish Mitra, General Manager, SBI and Convenor, SLBC.

Sd/-
General Manager & Convenor –SLBC
SLBC, Telangana

Action points emerged in 34th SLBC Quarterly meeting:

1. All the BCs inactive for more than one month as on 30.06.2022 needs to be activated/ replaced with new BCs to extend un-interrupted banking services.
(Action: Controllers of all Banks)
2. Banks to focus on complying with 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% .
(Action: Controllers of All Banks)
3. Banks and LDMs of Jogulamba Gadwal, Jayashankar Bhupalpally, Kamareddy, Medak, Peddapally and Wanaparthy Districts to ensure 100% digital coverage of SB and Current accounts and on boarding of merchants latest by 30th September 2022.
(Action: Controllers of All Banks & LDMs of six districts)
4. Pending claim applications under PMSBY and PMJJBY to be expedited
(Action: Controllers of all Banks)
5. All pending applications under PM Svanidhi to be disposed off on top priority.
(Action: Controllers of all Banks)
6. All pending applications under KCC campaign for KCC (Crop Loans), KCC (Dairy) and KCC (Fisheries) to be cleared on top priority.
(Action: Controllers of all Banks)
7. Banks to achieve the milestones envisaged under National Strategy for Financial Inclusion (NSFI).
(Action: Controllers of Banks/SLBC)
8. As envisaged under the 'Standardized system for data flow and its management' all banks to invariably submit the quarterly data through the utility made available in SLBC portal within 10 days from the end of quarter.
(Action: Controllers of all Banks)
9. PM's Task Force Parameters to be complied with by all banks.
(Action: Controllers of all Banks)
10. Reimbursement of VLR/ PV amounting to Rs.725.18 crores, Rythubandhu Cheque printing Charges of Rs.25.93 crores to the Banks, to be expedited.
(Action : Agriculture Dept / Finance Depts, GoT)
11. Reimbursement of RSETI expenditure of Rs. 20.72 crores due to the Banks to be expedited.
(Action: SERP & GoT, GoI)

12. Banks to refund the subsidy / submit utilization certificates in respect of ungrounded units of SC Corporation/BC Corporation, immediately to respective Corporations.

(Action: Controllers of all Banks)

13. Banks to update the data on Govt deposits in the Finance Department portal latest by 10th of every month.

(Action: Controllers of all Banks)

No.	Name (Sri/Smt/Ms)	Designation	Organisation
Officials - Government of Telangana			
1	D Ronald Rose,IAS	Secretary to GoT- Finance Department	Govt. of Telangana
2	E V V Nageswara Rao	Dy. Secretary (Finance)	Govt. of Telangana
3	Mohd Iqbal Hussain	Asst Secretary (Finance)	Govt. of Telangana
4	K Vijaya Kumar	Addl. Director of Agriculture	Govt. of Telangana
5	T Sujatha	Jt . Director of Agriculture, COA	Govt. of Telangana
6	R Sivanand	Asst. Director of Agriculture	Govt. of Telangana
7	Dr. Sachin Deshpande	Asst Director, Animal Husbandry	Govt of Telangana
8	G Padma	SMC, MEPMA	Govt. of Telangana
9	Hanumantha Rao N	Dy. Director, Fisheries	Govt. of Telangana
10	N Srinivasa Rao	Head Admin, TIHCL	Govt. of Telangana
11	P Arun Kumar	Executive Director, TSMFC	Govt. of Telangana
12	G Karthik	Sr. Assistant, TSMFC	Govt. of Telangana
13	N Lakshmi Manjusha	Dy. Director, TSDDCF	Govt. of Telangana
14	K Subhashini	Asst. Director of Horticulture (Plg)	Govt. of Telangana
15	A Bhaskar Reddy	President, FETSIA	Govt. of Telangana
16	M Raja Mahender Reddy	Vice President, FETSIA	Govt. of Telangana
17	Teja Addagatla	Consultant, FT , TSFPS	Govt. of Telangana
18	Lokesh Fatehpuria	Jt. Director, FTCCI	Govt. of Telangana
Officials - Government of India			
19	G Narayana Rao	Asst. Director, KVIC	Govt. of India
20	Y Sreenivasa Rao	Director, DoT	Govt. of India
21	Shashivardhan Reddy	Executive Director, NFDB	Govt. of India
22	Francis Verghese c	M&E Expert, NFDB	Govt. of India
23	B Sreedhar	AD,MSME-DI	Govt. of India
24	Viswanath Reddy	Director, RSETI	Govt. of India
25	Pramod Kumar Vijayvargia	General Manager	SIDBI

34th SLBC Quarterly Review meeting on 30.09.2022 @ 11.00 AM List of participants

No.	Name (Sri/Smt/Ms)	Designation	Organisation
RBI			
1	Nikhila Koduri	Regional Director	Reserve Bank of India
2	Yashoda Bai M	General Manager	Reserve Bank of India
3	A K Kalbhore	Asst.General Manager	Reserve Bank of India
NABARD			
4	Ch Suseela	Chief General Manager	NABARD
5	V S Sriram	Deputy General Manager	NABARD
SLBC Telangana			
6	Amit Jhingran	CGM & President SLBC	State Bank of India
7	Debashish Mitra	General Manager & SLBC Convenor	State Bank of India

8	P K Mohandas	Deputy General Manager	State Bank of India
Public Sector Banks			
9	K S Sudhakar Rao	Field General Manager	Indian Bank
10	Maneesh Rastogi	Deputy General Manager	State Bank of India
11	K Ajay Paul	Deputy General Manager	Union Bank of India
12	Binod Kumar Sinha	Deputy General Manager	State Bank of India
13	Govind Prasad Verma	Deputy General Manager	Bank of Baroda
14	R Jagan Mohan	Deputy General Manager	Bank of Maharashtra
15	B Vaidhya	Asst.General Manager	State Bank of India
16	B Motilal	Asst.General Manager	UCO Bank
17	KV Ramana Murthy	Asst. General Manager	Canara Bank
18	G Venkateswara Reddy	Asst. General Manager	Indian Bank
19	R V Sharada	Asst. General Manager	Indian Overseas Bank
20	S Geetha Mony	Asst. General Manager	Central Bank of India
21	P Sukeerthi	Asst. Manager	Punjab and Sind Bank
22	Shanth Kumar J	Chief Manager	Punjab National Bank
23	Ch Nageswari	Sr. Manager	Bank of India
24	Ateeq Ahmed	Sr Manager	Central Bank of India
25	Shubangi Gupta	Sr. Manager	UCO Bank
26	G Bala Krishna	Officer	Bank of Baroda
Private Sector Banks			
27	Y Veera Prasad	AVP	Axis Bank
28	G Shyamala	Cluster Head	Bandhan
29	A Jayasekhara Reddy	AVP	Federal Bank Ltd
30	Ranjit Reddy K	AVP	DCB Bank
31	K N V Divakar	Asst Manager	Dhanalakshmi Bank Ltd
32	Jayasekhar Reddy	AVP	Federal Bank Ltd
33	Mukundan Alavoor	Sr VP	HDFC Bank Ltd
34	Lakshmikanth Kunda	Rgl Co-ordinator	ICICI Bank Ltd
35	I Kalesh	AGM	I D B I Ltd
36	T Sangeetha Singh	VP	IndusInd Bank
37	K Devender Reddy	Manager	Indusind Bank
38	Ikhlaq Ahmed	Sr. Manager	Jammu and Kashmir Bank Ltd
39	Dishal Devaiah	Manager	Karnataka Bank Ltd
40	M Sudheer Chowdary	Sr. Manager	Karur Vysya Bank Ltd
41	Durga Bhagavath Varma	Sr. Manager	Kotak Mahindra Bank Ltd
42	KG Venkanna Babu	Asst Manager	DBS (e-Lakshmi Vilas Bank Ltd)
43	Pradeep Reddy G	Manager	South Indian Bank Ltd
44	P Rajesh	Sr. Manager	Tamilnad Mercantile Bank Ltd
45	Manoj Pohar	VP	Yes Bank Ltd
46	S Anand	Sr. Manager	City Union Bank

47	PH Maheswarlu	General Manager	K B S L A Bank	
48	CH Anil Kumar	SVP	IDFC First Bank	
49	Iqbal Ahmed	Deputy Manager	IDFC First Bank	
Regional Rural Banks				
50	K Praveen Kumar	Chairman	AP Grameena Vikas Bank	
51	Y Sobha	Chairman	Telangana Grameena Bank	
52	A Prasanna Kumar	CM-Credit	Telangana Grameena Bank	
Cooperative Banks				
53	T Jyothi	CGM	TSCAB	
54	L V S Prasad	AGM	AP Mahesh Coop Bank	
Small Finance Banks & Payment Banks				
55	Mohd. Inayathullah	Dy. VP	Fino Bank	
56	K Vishnu Vardhan	Cluster Head	ESAF SFB	
57	B Bhaskar Naik	Chief Manager	IPPB	
58	P Rakesh	Circle D Head	Airtel Payments Bank	
SLBC Telangana				
59	J B Subrahmanyam	Asst General Manager	State Bank of India	
60	D S Narendra Kumar	Manager	SLBC Telangana, SBI	
61	Chinnaya Chary D	Manager	SLBC Telangana, SBI	
62	PVRL Kalpana	Deputy Manager	SLBC Telangana, SBI	
63	Padmalata	Asst Manager	SLBC Telangana, SBI	