***MINUTES OF 65th UNION TERRITORY LEVEL BANKERS' COMMITTEE (UTLBC) MEETING FOR U T OF DADRA & NAGAR HAVELI FOR THE QUARTER ENDED SEPTEMBER - 2018, HELD ON 13th DECEMBER, 2018 AT CONFERENCE HALL, SECRETARIAT, SILVASSA.***

The ***65th*** UTLBC meeting of DNH for the Quarter ended ***September – 2018*** was held on ***13th September, 2018 at*** 3.00 pm. at Secretariat, Silvassa which was presided over by Shri Mihir Vardhan, IAS, Finance Secretary, DNH & DD and Convened by Shri G K Paneri, DGM, Dena Bank ZO Surat. The meeting was also attended by Shri Uday Karmarkar, AGM, RBI Ahmedabad, Smt Hemangini Barot, DDM, NABARD, Valsad and Branch Managers from various Banks and other senior executives of Financial Institutions, Govt. Departments etc. The list of participants is annexed.

**Shri Uttam Gurav, Lead District Manager, Dena Bank, Silvassa,** extended warm welcome to all the participants in the ***65th***  UTLBC meeting held to review the progress of the Banks in various business parameters and Govt. Schemes for the Quarter ended ***September - 2018***.

**Agenda No.1**

**Confirmation of the proceedings of last meeting**

Shri Uttam Gurav, LDM**,** informed that the proceedings of the 64th UTLBC Meeting were circulated to all the members. As such no comments/suggestions/amendments received for the same, Shri Uttam Gurav requested the house to confirm the minutes. The house accordingly confirmed the same.

**Agenda No. 2**

**Follow-up Action on decisions taken in the last meeting**

**100% Aadhar seeding and Aadhar authentication in all eligible accounts including PMJDY accounts**

Shri Uttam Gurav explained the progress made in Aadhar seeding and Aadhar authentication in DNH. He informed the house that as of 30.11.2018, 91.81 % Aadhar seeding, 71.34 **%** Aadhar authentication and 91.44 mobile seeding was achieved.

Further, Shri Mihir Vardhan, IAS, Finance Secretary, DNH & DD pointed out few banks like Bank of Maharashtra, OBC, and SBI, CSB, DCB, RBL, Axis, Induslnd, HDFC and Yes banks have recorded less than 90% Aadhar seeding, hence they should take extra efforts in improving the same. Further, Finance Secretary, DNH & DD instructed to all above banks to complete the task of Aadhar seeding at earliest and report the same to Lead Bank Manager. Finance Secretary, DNH & DD also asked to every bank to expedite Aadhar authentication and complete the task at earliest. The Zonal Manager, Dena Bank Surat zone added that the banks should make strategies to complete the task at earliest. The AGM RBI Shri Uday Karmarkar added that after Supreme Court guidelines, RBI has not issued any new instructions to bank, thus suggested all banks to follow earlier instructions regarding Aadhar seeding till further instructions.

**Agenda No. 3**

**Review of Hon’ble PM Initiative Schemes**

**3.1 Pradan Mantri Jan Dhan Yojana (PMJDY)**

Shri Gurav informed the house regarding progress made under this scheme in UT of DNH. Finance Secretary, DNH & DD asked to bankers to follow up with Rupay cards holders for activation of the Rupay cards. Further LDM informed bankers regarding continuation of Comprehensive Financial Inclusion Mission – PMJDY with the change in focus of opening of accounts from **“every household” to “every adult”** with certain modifications.

**3.2 Social Security Schemes**

Shri Gurav, LDM explained to the house all the three Social Security schemes viz. Pradhan Mantri Suraksha Bima Yojana, Pradhan Mantri Jeevan Jyoti Bima Yojana and Atal Pension Yojana and informed the progress made by member banks in these schemes. The Shri Mihir Vardhan, IAS, Finance Secretary, DNH & DD asked all banks to increase the enrolments in social security schemes at least for PMJJBY and PMSBY. Further, Finance Secretary asked bankers to make suitable strategies for awareness of claims under social security schemes. Shri Gurav, LDM further informed the house regarding modification in PMJJBY premium payment.

**3.3 Pradhan Mantri MUDRA Yojana**

Finance Secretary, DNH & DD observed that most of the PSU banks and private banks are reporting NIL which is very serious concern given that PMMY is pet scheme launched by Hon’ble Prime Minister. This scheme is to facilitate easy and hassle free access to institutional finance for needy and downtrodden people of the society. Further Finance Secretary, DNH & DD asked all bankers to chalk out strategies to achieve target of PM schemes.

**3.4 Stand Up India**

Finance Secretary, DNH & DD asked all banks to be serious regarding the stand Up India loans and sanction at least 2 cases under scheme as per govt. guidelines.

**3.5 Pradhan Mantri Fasal Bima Yojana**

Shri Gurav, LDM briefly explained about the scheme. The Agriculture Department D & NH had not finalized Insurance Agency in time for Rabi crops. The agenda on PMFBY was also discussed in length. DDM NABARD informed that PMFBY scheme has to be implemented for protecting farmers from events like flood, famine or late monsoon resulting in late sowing etc. However, as the numbers of farmers are very less, insurance companies are not coming forward to bid for tender issued by Agriculture Department for PMFBY scheme. Shri Mihirvardhan also advised Deputy Director, Agriculture to float the tender again for PMFBY scheme. DDM NABARD suggested that for this UT Administration should tie up with Gujarat Govt for earliest implementation of the scheme.

**3.6 Pradhan Mantri Awas Yojana**

Shri Gurav, LDM explained the house regarding modalities of the scheme to all member banks and also informed all member banks that it is beneficial for both customers and bankers. Further, he also informed the progress made by all member banks under the said scheme. Finance Secretary, DNH & DD, asked bankers to draw the strategies to create awareness amongst home buyers for this PMAY schemes.

**3.7 Doubling of Farmer’s Income by 2022**

Shri Gurav, LDM asked all banks to explore scope for financing under investment credit under agriculture. DDM, NABARD informed that for doubling of farmer’s income all the stakeholders have to make efforts. Bankers should give hassle free loan. Shri Mihir vardhan, Finance Secretary told that Agriculture loan is very less, in DNH why bankers are not financing for agriculture. DDM, NABARD informed that in DNH Agriculture Department is giving many inputs at subsidized rate hence agriculture loan is not picking up. For doubling of farmers’ income, farmers should undertake integrated farming – with activities like poultry, dairy etc. for supplementary income. Moreover, they should also use drip irrigation, better quality of seeds etc. for getting better yield. For getting better price for their produce the farmers should have better marketing facilities but in DNH APMC is not there and there is no Gramin Agriculture Market/Rural Haat. DDM NABARD informed that Agriculture Department can establish such market with the fund available under Agriculture Market Infrastructure Fund (AMIF) or can fund such projects and avail subsidy under Agricultural Marketing Infrastructure sub scheme of ISAM.

DDM, NABARD also informed that NABARD is giving grant for forming Farmers Producers Organisation but UT is not having good NGOs which can form such FPOs. Farmers can get better prices if they sale their produce collectively through FPOs.

DDM, NABARD also informed the house that NABARD has prepared Area Development Scheme (ADS) on Dairy Sector. As on 30 September 2018, the achievement under Dairy Scheme is around ₹1 crore. Shri Mihirvardhan, IAS, Finance Secretary told that all the cases under Integrated Dairy Development Programme and Small Scale Dairy Unit schemes of Animal Husbandry Department has been financed by SC/ST Finance Development Corporation why bankers are not financing under the scheme of Animal Husbandry Department. The undersigned informed that earlier there was tripartite agreement between Dena Bank, Vasudhara Dairy and Animal Husbandry Department, at present Dena Bank is not financing due to RBI restrictions however, Animal Husbandry Department can give their applications to any other bank for financing under this scheme. Moreover, bankers on their own also can finance under this sector. DDM, NABARD also informed that subsidy available under DEDS scheme for 2018-19 is still unutilized, if bankers give finance for milch animals as per terms and condition given under DEDS scheme circular then they can take benefit of this scheme. Shri Mihirvardhan, Finance Secretary told that the subsidy fund allocated for DNH under DEDS is very less – only ₹30 lakh which is very insufficient. He also told that the allocation given for Scheduled Tribes is very less and for general category beneficiaries it is higher. DDM NABARD told that the allocation of funds for DEDS scheme is done by Department of Animal Husbandry, Dairying and Fisheries (DADF), Ministry of Agriculture hence Animal Husbandry Department, UT of DNH has to write to the concerned ministry for higher allocation or reallocation of fund under various categories. DDM NABARD also informed that UT Administration can also ask Vasudhara Dairy to set up some dairy infrastructure like Chilling Plant etc. in DNH by taking funds under Dairy Infrastructure Development Fund (DIDF) from NABARD

**3.8 Sukanya Samrudhi Yojana (SSY)**

Shri Gurav, LDM informed about modalities of the scheme to the house and also urged all member banks to promote the scheme. Further, he also informed the progress made by all member banks under the said scheme.

**Agenda No. 4**

**4.1 Progress of Rural Self Employment Training Institute-Silvassa**

Shri Sunil Mali, Director, Dena RSETI informed the progress of Dena RSETI in the year 2017-18 and 2018-19. The Finance Secretary, DNH & DD has asked to organize courses which have local demand such as Poultry, Fisheries etc...

**4.2 Availability of Bank Mitras / BC’s in SSAs**

Shri Gurav, LDM appraised the house regarding Bank Mitras in the SSA allotted to the bank branch. The issue of change of Galonda SSA from IOB to Dena Bank has been discussed in the length, but house denied the permission as Dena Bank is under PCA and unable to lend as per RBI guidelines. Hence, IOB to continue with Galonda SSA and provide the services of Bank Mitra.

**4.3 Financial Literacy**

As advised by RBI vide its letter RPCD (AH) No.326/09.07.01/2014-15 dtd. 24th July, 2014, Each Rural Branch is supposed to hold at least one camp per month. Further, Shri Gurav, LDM informed the progress made by all member banks under the Financial Literacy. We are having 24 rural branches in D&NH. Hence, 72 camps should have been conducted in September - 2018 quarter; our rural branches have shown good performance by organizing 99 camps.

Shri Uday Karmarkar, AGM, RBI asked to ensure that all the banks are participating in FLC camps in rural area.

**AGENDA NO: 5**

**Review of banking developments in key areas for the quarter ended June - 2018 in UT OF D & N.H**

Shri Gurav , LDM appraised that the total number of Bank branches in UT of D & N.H. are 61 as of September - 2018 which includes 37 branches including Post Payment Bank in Semi-urban area i.e. in Amli and Silvassa and rest 24 branches are situated in Rural Area. But AGM, RBI advised that the Post Payment Bank should not be considered as Bank as its only payment bank, hence total banks in DNH should be 60 only.

**DEPOSIT GROWTH:**

Shri Gurav, LDM informed that during the Quarter ended September -2018, the deposit stands at Rs.4153.25 Cr. The deposit has increased by Rs.246.82 Cr as compared to March 2018.

**Credit Expansion**

Shri Gurav , LDM informed that during the quarter under review i.e. September -18, the aggregate Advances of the Banks in DNH increased by Rs. 221.88 Crore in absolute terms from Rs.1948.49 Crore as of Mar 2018 to Rs. 2170.37 Crore as of Sep-18 registering a positive growth of 11.39%.

**Credit Deposit Ratio**

Shri Gurav, LDM informed that Credit Deposit Ratio (CD Ratio) of Union Territory of Dadra Nagar Haveli is 52.26% as of Sep 2018. CD ratio has increased by 2.38 % over Mar 2018.

**PRIORITY SECTOR LENDING**

Shri Gurav, LDM informed that total credit flow to Priority Sector stands at Rs.1283.86 Crore (59.15%) as of the quarter ended Sep 2018 as against the RBI benchmark of 40%.It has increased by 238.61 Cr over March 2018. Total Agriculture Lending is Rs. 60.35 Crore (2.78%) as on Sep-2018. It is far below benchmark of 18%. Also, the agriculture lending has reduced by 3.39 Cr over March 2018. Weaker section advance is Rs.166.60 Crore (7.67%) as of the quarter ended Sep-2018 of Total Advances. It is below benchmark level of 10%.The weaker section advance has reduced by 6.83 Cr over March 2018.

Finance Secretary, DNH & DD advised to all the banks to chalk out strategies to increase lending in Agriculture and Weaker section of the society and achieve the Benchmark level.

**AGENDA NO: 6**

**Review of performance under Annual Credit Plan (ACP) 2018-2019 for fresh lending to Priority Sector Advances**

**Agriculture & Allied Activities**

The achievement as of quarter ended Sep-18 is at 61.43 % i.e. Rs.16.44 Crore against the target of Rs. 26.76 Crore. The performance under agriculture sector is Satisfactory for the year 2018-19.

**Small Scale Industries/ MSME**

The achievement under SSI/ MSME Sector as of year ended Sep-18 is 108 % i.e. Rs.225.51 Crore against the target of Rs. 208.80 Crore. The Overall Performance under MSME Sector is excellent.

**Housing**

The achievement as of year ended Sep-18 under Housing sector is 53% i.e. 59.75 Crore against the target of Rs.112.72 Crore. Performance under Housing Sector is good.

**Education**

The achievement as of year ended Sep-18 under Education Loan is 44.39% i.e. 0.99 Crore against the target of Rs.2.23 Crore. Performance under Education Sector is good.

**Other Priority Sector**

The achievement as of quarter ended Sep-18 is 13.48 % i.e. Rs.1.30 Crore against the target of Rs. 9.64 Crore. The performance under OPS sector is not satisfactory.

Finance Secretary asked all bankers to give no. of Agriculture loan applications received /sanctioned / rejected by banks during the year 2018 – 19 including KCC.

**Agenda No.: 7**

**Scheme for formation of JLG and Farmers Club.**

In DNH total 52 Joint Liability Group have been formed with the help of NABARD and NGO in last two years. Out of these groups 37 groups are saving linked with various Banks of DNH and 10 groups are credit linked with Dena Bank Silvassa and total 11 Farmers Club are formed with help of NABARD and NGO.

Further, Smt. Hemangini Barot, DDM, NABARD, Valsad explained the scheme to all member banks. Also, she urged all members that there is good scope of financing under JLG in UT of DNH for Farm and Non-farm sector. Hence, possibility of finance under the scheme can be explored in this sector. She noted that there are 11 Farmers club formed in DNH, of which few are active.

**Review of progress on promotion and support of Women Self Help Groups in Backward Districts of India**

Shri Gurav informed the house regarding scheme which is implemented in the UT. Further, DDM NABARD informed that under this project till now 631 WSHGs have been formed and 380 WSHGs have been credit linked. Moreover, DRDA has also formed more than 300 WSHGs under NRLM scheme and some groups have also been given Revolving Fund. DDM NABARD requested that DRDA/UT Administration can give 5% interest subsidy on loan taken by WSHGs on the lines of Gujarat Govt.

**Presentation of PLP 2019-20**: DDM, NABARD presented the PLP for 2019-20. It was informed that the PLP projection for 2018-19 was ₹ 36090.45 lakh against which ACP was ₹36016.00 lakh. As on 30 September 2018, achievement is ₹30399.00 lakh i.e.84% achievement. It is expected that the achievement by March 2019 will be more than 100%. The ACP for 2017-18 was ₹ 30973.80 lakh against which achievement was ₹ 28061.26 lakh i.e.91%. The PLP projection for 2019-20 is estimated at ₹ 37440.02 lakh, of which Crop loan has a share of 1.81% at `678.47 lakh. Term loan under agriculture is assessed at `3514.89 lakh accounting for about 9.39% of total Priority Sector loan and 83.82% of total Agricultural Loan. Under MSME, `20087.50 lakh has been assessed as potential forming 53.65% and balance 35.15% at `13159.16 lakh has been estimated for other sectors like Exports, Education, Housing, etc. It was also informed that the PLP is prepared as per the guidelines of RBI’s Priority Sector Guidelines and requested bankers to finance under these sectors.

DDM NABARD, also showed targets and achievements for last 3 years under ACP. Shri Mihirvardhan, Finance Secretary asked term loan is given for which purposes. DDM, NABARD and LDM informed the house that many banks are giving consolidated figure for Term loan under agriculture even though revised format have been circulated having separate columns for various term loan under agriculture viz., Minor Irrigation, Farm Mechanization, Dairy etc. Bankers were again requested to give information as per the format circulated to them.

**AGENDA – 8**

**8.1 National Rural Livelihood Mission (NRLM)**

Under NRLM “No application” is sponsored in current year during the quarter ended September 2018 to any Bank. We request to DRDA to identify the beneficiaries and sponsor the loan cases to Banks.

**8.2 PRIME MINISTERS EMPOLYMENT GENERATION PROGRAMEE (PMEGP**)

The target for States and UTs is allocated by the Central Nodal Agency KVIC/DIC. However, DIC has not yet forwarded any loan applications to Banks in Union Territory of Dadra and Nagar Haveli for the year 2018-19.

**8.3 National Urban Livelihood Mission (NULM)**

Under National Urban Livelihood Mission (NULM) target of 74 beneficiaries amounting to be 74 Lakh for U.T. as a whole was given to all the Banks. Up to September 2018, nil applications were sponsored to Banks from Silvassa Municipal Council (SMC).

**AGENDA – 09**

**OTHER DEVELOPMENTAL SCHEMES**

**Financing to Minority Communities & Women Entrepreneurs.**

Shri Gurav, LDM told that fresh loans of Rs. 12.76 Cr. were disbursed to minority community in 196 A/cs. The outstanding stood at Rs.71.13 Cr as of Sep-2018 in 1073 beneficiaries.

Financial assistance of Rs. 39.73 Cr was given to 1762 women beneficiaries during the quarter Sep-18 and outstanding stands at Rs.243.28 Cr in 6774 accounts, which comes to 11.21% of the total advances.

**Education Loan:**

During the quarter under review i.e. Sep-18, fresh loan of Rs. 0.67 Crore have been disbursed in 18 accounts. Outstanding stands at Rs. 10.51 Crores in 276 accounts.

**Finance to SC/ST beneficiaries:**

The Banks have provided credit to beneficiaries amounting to Rs.7.75 Crs. during the quarter and outstanding under SC/ST category remained Rs.67.75 Cr in 4731 Accounts.

**Agenda No.: 11**

**Other Agenda with permission of the Chair:**

The Finance Secretary DNH & DD in his closing remark expressed his concern regarding mudra loans. He again reiterated that bankers should implement all the government schemes in right spirit keeping in view the vision of the Hon’ble Prime Minister. The schemes are there to help marginal people from various sections of society. Further, Finance Secretary asked bankers to make data available in proper format in time for proper decision making.

He noted that there is need to improve coordination between banks and various government departments.

Aadhar & Mobile seeding should be focused by all banks so as to achieve 100% achievement as it is the basis for many central government schemes for Direct Benefit Transfer.

He also noted that many government schemes are implemented by banks, hence banks have major role in successful implementation of these schemes. All banks must remain more active while implementation of all Govt. sponsored schemes, especially schemes like Pradhan Mantri Mudra Yojana.

He also pointed that progress/performance of many banks are very dismal in most of the government sponsored schemes and needs drastic improvement.

The Meeting was ended with vote of thanks by Shri G K Paneri ZM, Dena Bank, Surat.