

Minutes of half yearly Meeting of Sub Committee to discuss/ review the progress of Priority Sector Advances & CD Ratio in NCT of Delhi on 17.11.2016 at 3:00 PM at Conference Hall of Oriental Bank of Commerce, Harsha Bhawan, New Delhi.

A Half yearly Sub Committee meeting to discuss/ review the progress of Priority Sector Advances & CD Ratio in NCT of Delhi was held on 17.11.2016 at 3:00 PM at Conference Hall of Oriental Bank of Commerce, Harsha Bhawan, New Delhi which was attended by Sh. Vivek Srivastava, AGM, RBI; Sh. Subhash, AGM, NABARD; LDMs, representatives from Member Banks and Other Departments of NCT of Delhi.

At the outset Shri K.K. Acharya General Manager and Convenor, SLBC, NCT of Delhi welcomed all the participants.

Shri Acharya apprised the house about the Bank wise progress made in Priority Sector Advances as under:

CREDIT FLOW TO PRIORITY SECTORS AS ON 30.09.2016 (Amt. in Crore)							
NAME OF THE BANK	Aggregate Advances as on		Credit to Priority Sector as on		% TO Aggregate Advances		Variations Over Half Year
	Mar-16	Sep-16	Mar-16	Sep-16	Mar-16	Sep-16	
Public sector	663339	703154	98975	116206	14.92	16.53	17231
Delhi State Coop Bk	595	646	515	581	86.49	89.86	66
Private sector	242110	258545	32943	34594	13.61	13.38	1651
Grand Total	906044	962345	132432	151380	14.62	15.73	18948

In the following 7 banks Priority Sector Advances have decreased by more than 100 crore during the year ended as on 30.09.2016.

SI.NO.	Name of the Bank	Variation over the year (in Crore)
1	PUNJAB & SIND BANK	-101
2	PUNJAB NATIONAL BANK	-204
3	INDIAN OVERSEAS BANK	-210
4	JAMMU & KASHMIR BANK LTD	-392
5	IDBI BANK	-546
6	ORIENTAL BANK OF COMMERCE	-864
7	CENTRAL BANK OF INDIA	-1680

Sh Acharya stated that these banks need to pay more attention towards Priority Sector advances.

In the following 4 banks priority sector advances have been increased more than 500 crore during the year ended as on 30.09.2016.

SI.NO.	Name of the Bank	Variation over the year (in Crore)
1	HDFC BANK	813
2	CANARA BANK	821
3	UNION BANK OF INDIA	944
4	STATE BANK OF INDIA	17613

Sh Acharya appreciated the work done by these banks towards Priority Sector advances.

(Rs. in crore)

	POSITION AS ON		
	Sept.,15	March,16	Sept., 16
Total Advances	802834	906044	962345
Total Priority Sector Advances	117099	132432	151380
Total MSE Advances	64437	70580	72859
% of MSE Advances to Total PS Advances	55.03	53.3	48.13
Adv. to Micro, Small & Med. Enterprises (MSME)	83112	91668	89550
% of MSME Advances to Total PS Advances	70.98	69.22	59.16
% of MSME Advances to Total Advances	10.35	10.12	9.31

He further stated that since the scope for Direct Agricultural Advances in Delhi State is limited due to shrinkage of agricultural land, Banks should strive for increasing MSME advances and Indirect Agriculture Advances to achieve goal of Priority Sector advances. He asked the banks and LDMs to keep eye on sector wise development to observe the area of actual growth.

During the meeting Sh. Vivek Srivastava, Asstt. Gen. Manager from RBI suggested that regarding MSME more camps should be organized for MSME advances at all centers by LDMs and Banks having good potentials for MSME advances and also arrange in which Traders and other associations should also be invited. One of the LDMs informed that one camp in Basai Darapur has been identified so that canvassing can be done simultaneously regarding micro ATM and other schemes.

A presentation on position of Priority Sector Advances as on September 2016 was also given during the meeting.

CD Ratio:

The District-wise CD Ratio as on 30.09.2016 and its comparative position over the year and over the half year is given as under:

SI	NAME OF DISTRICT	CD RATIO POSITION AS ON			VARIATION	
		Sep-15	Mar-16	Sep-16	OVER THE YEAR	OVER HALF YEAR
1	EAST	21.14	21.98	19.24	-1.90	-2.74
2	WEST	21.05	21.33	20.98	-0.07	-0.34
3	NORTH	22.30	20.93	21.34	-0.96	0.40
4	NORTH EAST	13.36	9.95	11.55	-1.81	1.60
5	NORTH WEST	35.03	29.38	27.30	-7.73	-2.08
6	SOUTH	57.07	55.39	46.30	-10.77	-9.08
7	SOUTH EAST	67.98	70.98	72.93	4.95	1.95
8	SOUTH WEST	28.28	31.33	28.62	0.34	-2.71
9	CENTRAL	56.96	58.70	57.45	0.49	-1.25
10	NEW DELHI	140.43	174.98	142.03	1.60	-32.95
11	SHAHDARA	32.86	34.27	39.34	6.48	5.07
	TOTAL	93.75	102.65	100.12	6.37	-2.53

The CD Ratio was below 40% in seven districts as on 30.09.2016 namely East: 19.24%, West 20.98%, North: 21.34%, North East: 11.55%, North West: 27.30%, South West: 28.62% & Shahdara: 39.34%. In two district i.e. North East and East, the CD ratio is below 20%. Concerted efforts are required in these districts particularly in North East and East district to increase the CD Ratio.

However, the Banks/LDMs were advised to review the performance of their branches to augment the credit flow in their areas.

The meeting concluded with a Vote of Thanks.


(K. K. Acharya)

General Manager & Convenor,
SLBC-NCT of Delhi
