Minutes of 183rd Meeting of

STATE LEVEL BANKERS` COMMITTEE OF

ANDHRA PRADESH

Date: 29.05.2014 - Time: 04.00 PM

Venue: Katriya Hotel & Towers, Rajbhavan Road, Somajiguda, Hyderabad

STATE LEVEL BANKERS` COMMITTEE OF A.P

CONVENOR ANDHRA BANK

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**The 183rd Meeting of SLBC of Andhra Pradesh was conducted on 29.05.2014 at Katriya Hotel & Towers, Somajiguda, Rajbhavan Road, Hyderabad at 04.00 P.M.**

Sri K.R. Das, Regional Director, Reserve Bank of India, Sri R.N. Dash, General Manager, Reserve Bank of India, Sri L. Munda, GM, NABARD , Sri IYR Krishna Rao, IAS, Special Chief Secretary, GoAP, Sri Vijay Jasuja, Chief General Manager, State Bank of India, Dr.V. Suresh Babu, Chief General Manager, SBH, Sri P. Raja Reddy, GM, Syndicate Bank, Sri V. Giridhar, MD, APCOB, Senior Officials from Government of Andhra Pradesh, executives from Banks , Chairmen- RRBs, Lead District Managers have participated in the meeting. The detailed list of participants is given as annexure.

Sri P.K. Mohanty, IAS, Chief Secretary, Government of Andhra Pradesh has co-chaired the meeting.

**Keynote address - Sri C.VR. Rajendran, CMD, Andhra Bank and President, SLBC of AP**

Sri C.VR. Rajendran, CMD, Andhra Bank and President, SLBC of AP extended a hearty and warm welcome to Sri P K Mohanty, Chief Secretary, Principal Secretaries and Heads of various departments of the State Administration, fellow-bankers, other members and Invitees to the 183rd meeting of SLBC. He informed that subsequent to the bifurcation of the state of Andhra Pradesh, this meeting will go down in the annals of history of SLBC of AP, under the convenorship of Andhra Bank since 1984 by taking over from State Bank of India, as the last meeting to review the performance under Annual Credit Plan for 2013-14 of the undivided state of Andhra Pradesh.

He informed that 182nd SLBC meeting was convened on 4th January, 2014 and performance under ACP was reviewed for the half year ended September, 2013. The intervening period between the 182nd Meeting and the 183rd meeting being held today has seen many changes as far as the State of AP is concerned. The Parliament has approved the reorganization of the state into two, the residual state of Andhra Pradesh and the 29th State of the Union - Telangana. The long period of agitation in the state has had its impact on the banking activities right from implementation of the schemes to growth in business and recovery of dues and most importantly the overall economic development of the state. However, with the formation of two states, ample opportunities are created where banks have to play a very key role in the economic development of both the states and its people.

On the agrarian front, though during Kharif 2013, the state was blessed with good rains, subsequent cyclones and heavy rains that lashed the state during October, 2013, wrecked havoc in 17 districts of the state affecting many farmers, artisans and other petty business in the state. SLBC has been proactive in advising the LDMs to initiate immediate relief measures in the affected areas within the ambit of RBI guidelines. Though the banks have initiated necessary steps in extending relief measures on occurrence of natural calamities, the response from the farmers had been lukewarm with expectation of debt waiver of agricultural loans.

He placed before the House, performance of our State under various banking key indicators Parameters for the year 2013-14.

**Branch expansion:**

Total Bank branches in the state have crossed the 10,000 mark with a total of 10,533 bank branches as at the end of March, 2014 with an addition of 585 branches during the period under reference, mostly in rural and semi-urban areas. The number of unbanked mandals in the State has come down to only one and all efforts are being made to provide banking outlets in 100% of the mandals of the State.

**Deposits and Advances**

The total deposits outstanding as at the end of March, 2014 stood at Rs. 4, 51,121 crores, recording Y-o-Y growth of 12.74%. Total advances outstanding are Rs. 5, 26,165 crores with Y-o-Y growth of 11.56%. The absolute growth in deposits and advances during this financial year had been Rs.51,003 crores and Rs.54,542 crores, respectively. However, there is marked slowdown in resource mobilization and credit expansion during the current year over the previous years.

**Credit Deposit Ratio**

CD Ratio in the State continues to be one among the highest in the country at 116.63%.

**Priority Sector Advances**

The Priority Sector advances as at the end of March, 2014 stood at Rs.2, 39,867 crores, constituting 50.86 % of ANBC as against the regulatory norm of 40%. There is an absolute growth of Rs.25068 crores in Priority Sector, recording Y-O-Y growth of 11.67%.

Total agricultural advances outstanding stood at Rs.1, 37,176 crores, constituting 29.09 % of ANBC as against norm of 18%. The agricultural credit of the State continues to be one of the highest in the country.

Total credit outstanding under MSE sector is Rs.55.603 crores as on March 31, 2014.

**Credit Flow to Priority Sector:**

He stated that Banks collectively surpassed the annual credit flow target of Rs.99,894 crores under Priority Sectors with performance of Rs. 1,04,347 crores i.e., 104.46% of the target, in spite of the continued disturbances in the state.

**Credit flow to agriculture:**

Another stellar performance was recorded by all the banks in achieving the credit flow to agriculture with Rs. 73,494 Crores as against the annual target of Rs.67,224 crores, i.e., an achievement of 109.33%. Most gladdening aspect in flow of credit under agriculture sector had been the growth in investment credit which clearly indicates the scope for commercial agriculture in the state. Ministry of Agriculture and Rural Development, during the current year, focuses on 30% growth in investment credit and he hoped that the target is achievable considering the pro-active and farmer-friendly banks and the scope available for credit.

The South-west Monsoon has already set in and expecting normal monsoon, banks need to gear up to meet the credit needs of farmers in time during Kharif 2014.

**Credit flow to MSE Sector:**

Flow of credit to Micro and Small enterprises is being closely monitored at all levels as the sector provides large scale employment. However, the performance had been little disappointing as the total outstanding credit to MSE sector had been at Rs. 55,603 crores, of which, Rs.21,140 crores was allowed to Micro Sector, well below the stipulated target of 60%. The steps initiated so far had been inadequate and there is every need to formulate specific plans which can be closely monitored by both the banks and the nodal agencies for accelerated flow of credit to MSE. Another area of concern under MSE had been the allowing of loans with CGTMSE coverage. Though, the subject had been deliberated at various forums, performance is quite disappointing as 19,568 units only have been covered as against the annual target of 1,00,000 units. It should be the endeavour of all banks to provide collateral free loans to MSE sector and the field staff needs to be suitably sensitized to achieve the desired results.

During the period under review, SLBC has convened sub-committee meetings on NRLM and SHGs, a small group meeting to discuss the problems of Tomato growers in the state, SLIIC sub-committee meetings and Steering Committee meetings to discuss and deliberate on various issues.

**IMPLEMENTATION OF GOVERNMENT SPONSORED PROGRAMMES:**

The progress under implementation of various Govt. Sponsored schemes during the year has not been encouraging for reasons beyond control.

Banks need to step up efforts to achieve the desired results in respect of lending under PMEGP, to the minority communities and the SC/STs. He suggested for a joint coordinated effort, both by the banks and the Government, to conduct series of EDPs and credit camps for identifying suitable entrepreneurs’ right from the beginning of the financial year so as to achieve the targets well in advance during 2014-15.

**Implementation of F.I. / DBT/DBTL./ Financial literacy:**

Banks have successfully implemented the Financial Inclusion Initiatives of GOI in villages with population of above 2000 and the progress in implementation in villages with population below 2000 is also encouraging. However, the need of hour is improving the access to banking facilities by establishment of onsite ATMs, POS machines and Biometric ATMs and improving the transactions in the villages through BCA.

57 Financial Literacy Centres are functioning in the state. All rural branches are also advised to conduct Financial Literacy camps in the villages. The controllers are required to closely monitor the progress in this aspect as per the guidelines of RBI.

Some of the other issues which were discussed in the earlier meetings and need the immediate attention of the Government are –

1. **INTEGRATION OF LAND RECORDS- AP WEBLAND PROJECT:**

Banks have been provided access for viewing the land records at branch level by Govt. of AP and this initiative needs to be carried forward by extending the facility for on-line creation of charge on crop / land, which definitely helps the farming community in accessing timely and hassle free credit. He requested the Govt. and NIC to complete the process at the earliest. He also requested the Revenue Department to ensure 100% computerization of land records and the banks to fully utilize the facility

1. **Recovery of Bank Dues and improvement of recovery culture:**

During the period under review, the banks have faced serious constraints in recovery of dues especially under Agriculture sector and SHGs owing to the prolonged agitation, occurrence of natural calamities and promises of debt waiver. He requested the Government to put in place an effective recovery mechanism which can tackle the issues of chronic and willful default and one of the measures could be educating the farmers about the benefits of timely repayment of loans and recycling of funds.

1. **Amendment to AP VAT Act,2005 – Affecting bankers in the State**:

The Andhra Pradesh VAT Act, 2005 has been amended to provide for attachment of the debit balance also in the Overdraft accounts allowed to the traders by the banks. IBA has also clarified that debit balances in overdraft cannot be attached. This matter needs immediate resolution by way of amendment to the Act.

He requested the Government to examine the above issues to mitigate the problems faced by the banks in this aspect.

1. **Launching of State Credit Plan for the FY 2014-15:**

It is customary to prepare State Credit Plan aggregating the approved District Credit Plans and launch the same during the early first quarter of the financial year. Due to election model code of conduct, the entire process was delayed and in majority of the districts, credit plans are yet to be launched. SLBC issued directions to all the LDMs to complete the process before first week of June 2014, so that State Credit Plan will be launched during 2nd /3rd week of June 2014, considering the directions of MOF on ground level disbursement target under agriculture which is Rs. 82,519 crores for un-divided Andhra Pradesh out of Rs.8.00 lakh crores on all India basis.

While summing up, he complemented all the bankers once again in surpassing the targets under Priority Sectors and agriculture credit during 2013-14. However, lot need to be done with regard to flow of credit to MSE, coverage of loans under CGTMSE and credit under sponsored schemes.

He took this opportunity and thanked the State Government, all Line Departments and banks for their cooperation, necessary and timely support extended to SLBC in discharging the functions and carrying forward the various welfare measures in the state and he hoped the similar support from both the Governments in the days to come.

President, SLBC of AP, congratulated State Bank of Hyderabad being notified as Convener Bank for the newly formed State of Telangana. He wished that the Bank will carry forward the vision of the new state by playing a proactive role in implementing the policies of the Government.

**Sri P.K. Mohanty, IAS, Chief Secretary, Government of Andhra Pradesh**

Chief Secretary, GoAP expressed his happiness to address the executives of the banks operating in the state and informed that the meeting has been convened to discuss specific issues relating to agriculture credit and to draw upon an action plan for disbursement of loans to the farmers in the ensuing Khariff season. He informed that since this is the last meeting for the combined state, a brief review of the state credit plan 2013-14 will also be taken up in the meeting. He informed that keeping the tradition; bankers have surpassed the credit plan targets this year also.

Against a target of Rs.99, 894 crores the achievement was Rs.1,04,347 crores (104.46%) and including disbursals under non-priority sector, the achievement was 147.08%. He expressed his happiness to note that the state has done well in lending under Agriculture during the year 2013-14. He informed that against targeted Rs.67,224 crores, the disbursals have been to the order of Rs.73,494 crores, thus achieving 109.33% of the target. The outstanding agriculture advances have increased from Rs.1,25,760 crores last year to Rs.1,37,176 crores as on 31.03.2014, which accounts for 29.09% of net-bank credit, against RBI norm of 18%.

The Chief Secretary informed that the farmers in the State have suffered heavily due to successive calamities during the past 5 years. During 2009-10 the state has experienced severe drought, followed by heavy rains causing extensive damage to crops, unseasonal rains and two cyclones in 2010-11. There was severe drought in the year 2011-12 affecting 22 out 23 districts. During 2012-13 and 2013-14 there was drought as well as unseasonal rains due to heavy rains/cyclones causing undue hardship to the agriculturists.

He requested banks to come to the rescue of the farmers who are in distress. He also informed that since Khariff season is fast approaching, banks under the leadership of Andhra Bank, the SLBC Convener, should quickly formulate the credit plan for agriculture lending. The existing crop loans extended during the year 2013-14 may be rescheduled since drought and cyclones hit the state during the year. He informed that while 119 mandals were affected due to drought, 801 mandals were affected due to Phaillin cyclone.

He informed that State Government already taken-up the issue of extension of time for reschedulement of short term loans with RBI and the Government will pursue the matter further. After reschedulement, banks may extend fresh loans during the ensuing Khariff season as per the RBI guidelines. This is required to be done not only to help the farmers but in the interest of the state for food security. He expressed that this forum may discuss issues, if any, in extending credit under agriculture.

**Sri IYR Krishna Rao, Special Chief Secretary to GoAP**

Special Chief Secretary congratulated the banks for their commandable performance in exceeding the ACP targets for the financial year 2013-14. He requested the bankers to express their views on the promise of new governments on debt waiver to farmers and expected lending to the farmers during kharif 2014 season.

**Sri K.R. Das, Regional Director, Reserve Bank of India**

Regional Director, RBI has congratulated State Bank of Hyderabad for assigning the responsibilities of SLBC for the newly formed 29th state of Telangana and wished that the state will progress with the close coordination of banks and the Government.

He placed on record the appreciation of Reserve Bank of India to Andhra Bank being the Convener of SLBC of AP over three decades for the commendable role played for the overall development of the state and the excellent work done so far.

He opined that both Andhra Bank as SLBC Convener for Andhra Pradesh and State Bank of Hyderabad, as SLBC Convener of Telangana State, will continue to show good progress and coordinate well with the stakeholders in the development process in the two states.

He has informed the following initiatives announced by Reserve Bank of India during recent past.

* Minors below the age of 10 can also operate the SB accounts on their own
* ATMs may be enabled friendly
* No pre closure charges to be levied for floating charge term loans
* No penalty to be charged for not maintaining minimum balance in the accounts

He informed that the Lead Bank Scheme is meant to address the issues that need action by both banks and the government. He advised that quality of discussion at the meetings need to be given more emphasis.

He informed that SLBC and Lead banks have to prepare a calendar of meetings in consultation with the officials concerned and strictly follow the schedule of meetings which would help ensuring participation by all stake holders.

He also informed that structured meetings such as DCC / DLRC have to be conducted as per instructions with mandatory agenda items and stressed the need for 100% of attendance by all the members.

He informed that banks have provided the financial services in all the 6640 villages with population above 2000 using various models and technologies including branchless banking through Business Correspondents (BCs). With regard to villages with population of below 2000, banks have deployed the banking channels in 15,986 villages as against 17,374, out of which 283 were covered by bank branches, 15,631 by BCs and 72 by other modes, as on 31.03.2014 which is far ahead of the target.

He informed that banks have opened2.49crores BSBDA accounts (through both BC and branches) in the state; however, the transactions in these BC-ICT accounts are still low. He opined that there is a need to open more accounts and to encourage customers to increase the number of transactions in these accounts. One of the critical issues is regarding cash management of BCs and advised the banks to address the same immediately.

It is observed from SLBC statistics that CD ratio of banks in the State was 116.64% as at the end of March 2014. In this backdrop, he felt that high NPA levels in banks under various sectors are a matter of serious concern. Banks are required to make concerted efforts in this direction while the State Government’s assistance in recovery of loans especially under agriculture and government-sponsored schemes will help in smooth rolling of the credit cycle in the State. He informed that DCC/JMLBC meetings should have a mandatory agenda items to discuss issues relating to recovery and NPAs.

The importance of MSME sector in the Indian economy need not be overstated and there is a need for better coordination among various agencies responsible for supporting the MSE sector and to fill the gaps in capacity building at the ground level.

He opined that the coverage of CGTMSE scheme continues to be poor in our State, in spite repeated discussions in various forums including the quarterly Empowered Committee meetings on MSME. This calls for serious thinking by banks and immediate sensitization of branch managers in this direction.

Financial Literacy Centres (FLCs) set up by banks, functioning presently from 57 locations, is being monitored at regular intervals. To supplement their efforts, rural branches of banks have been instructed to take up financial literacy programs in their respective areas of operation at least once in a month. It is desirable that RSETIs and FLCs should work in close coordination and counsellors of FLCs are expected to identify the potential beneficiaries for RSETI trainings during FLC camps.

The Regional Director extended his sincere thanks for the cooperation extended by the State Council of Educational Research and Training (SCERT) in publishing financial literacy topics in social studies syllabus of class X from the current year. He expressed thanks to officials of the Department of School Education for issuing necessary instructions to relieve the teachers concerned to attend the ‘workshop on financial literacy’ conducted by RBI for school teachers of model villages of RBI during February 2014. He earnestly hoped that same level of co-operation from State Government as also banks would continue in future Financial Literacy endeavors of RBI.

**Sri L. Munda, General Manager, NABARD**

General Manager, NABARD informed that due to bifurcation of state there is every chance to grow both the states and reach new heights with close contribution and working of Government and Banks together. He requested all stake holders to ensure that Ground Level Credit (GLC) flow is not affected and recovery climate strengthens in both the states.

He clarified that NABARD refinance would continue for the bifurcated State Cooperative Bank (APCOB) based on letter of comfort from the state Government.

GoI is putting lot of importance on lending to agriculture and make it viable and as per GoI guidelines at least 25% of agriculture lending should be for Agriculture Term Loans for enabling capital formation in Agriculture. Banks are requested to make concerted efforts to expand and step up term loan portfolio through appropriate interventions.

SLBC along with Lead Banks is required to prepare Area Based banking plan for 3-5 potential activities in agriculture and allied sectors for creation of capital assets. SLBC to instruct LDMs in this regard so that the road map exercise shall be completed by June 2014. NABARD, RO will provide necessary support in preparing the Banking Plan. State government departments particularly line departments may closely associate in this exercise. As a first step, the Banking Plan may be prepared in watershed project areas completed with NABARD support. He further informed that NABARD may consider providing concessional refinance for term lending under thrust activities.

He requested banks to conduct capacity building programmes for their staff on investment credit lending, appraisal techniques etc. and necessary support, if any, required from NABARD may be sought.

He informed that the credit growth should be horizontal to cover small and marginal farmers, landless farmers, share croppers, tenant farmers, etc. for which SHG/JLG mode may be adopted. He opined that banks also have to increase quantum of per farmer credit disbursements and meet the entire credit needs of farmers so that they do not go to informal sources.

NABARD has communicated the target for ground level credit disbursement of Rs.82, 519 crores fixed by MoF, GoI for agriculture purposes for the year 2014-15 of which Rs.62,419 crores for crop loans and Rs.20,100 crores for term loans which is 24% of total agriculture.

It is observed that the target for agriculture credit indicated in DCP is Rs.79, 899 crores which is less than the GoI target. SLBC may suitably increase the same under DCP.

He informed that it is worthwhile to mention here that the PLP projections of agriculture lending in the state is approximately at Rs.83,500 crores which is nearer to the GOI target of Rs. 82,500 crores. LDMs may be advised to increase DCP targets matching with potential estimated in the PLPs. (Huge variations have been observed in some of the districts)

**Unit costs for investment activities:**

He informed that NABARD would be reviving the practice of fixing unit costs for various investment activities by constituting State Level unit cost committee.

**Computerization of land record:**

Completion of the exercise taken up in AP may be ensured as Govt. is laying a lot of emphasis on the subject.

**MIS:**

Sector wise, sub-sector wise and activity wise breakup of GLC is essential for any planning and policy designing. Bankers may essentially focus on timely submission of detailed data in LBRs. SLBCs may be conducted as per schedule and LDMs may be advised for timely conduct of DCC meeting. Also controlling banks may be advised to ensure suitable representation in the DCC to facilitate meaningful discussions and decision taking in the forum.

NABARD would continue to focus on Infrastructure development under the RIDF and warehouse financing schemes and would continue to strive for strengthening of credit delivery systems. Farmer’s producers organizations would remain the focus of attention and closer and more collaboration would be ensured with the client banks, State owned Agencies, Corporations, ICAR, KVKs and other Agricultural /research Institutions.

**Discussion on Khariff 2014 lending and impact on proposed Debt waiver by the new Governments**

At the instance of Special Chief Secretary, Govt of AP, bankers have initiated discussion on the issues pertaining to the Khariff 2014 lending and impact of proposed debt waiver scheme of the new Governments.

Bankers have expressed their preparedness for extending crop loans to the farmers during kharif 2014. However, bankers informed that it is not possible to extend new loans to the defaulters unless they regularise their loan accounts.

Bankers have requested the Government to communicate the decision and modalities on the proposed debt waiver at the earliest with necessary approvals from RBI, so that adequate credit flow can happen to the farmers during Khariff 2014 season.

Chief Secretary advised the Principal Secretary to Agriculture, GoAP to react on the preparedness for Khariff lending and on bankers’ views. He replied that the Government is ready with finalization of tenders for distribution of seeds and fertilizers to the farmers for Khariff season and requested the bankers to extend finance to farmers who are eligible for agricultural loans. In response bankers informed that they are ready for sanction and disbursal of loans to fresh /all eligible farmers.

Representative of Grameena Bank informed that unless some decision is taken by the Government, they are not in a position to extend further lending to overdue borrowers due to funds constraint since their existing CD ratio is above 125%.

President, SLBC has advised the forum that banks should be ready with the granular data to furnish to the Government of AP, as and when it is sought to take decisions at their end. Banks are free to ventilate their views/difficulties to SLBC in this regard.

He requested all banks to extend adequate finance to all eligible farmers as the lending season for Khariff has already been commenced.

LDM, Prakasam district informed that the loans availed by farmers are withholding their repayments in anticipation of debt waiver scheme. He also informed that in Prakasam district farmers have availed produce loans to a tune of Rs.300 crores against their produce kept in godowns and requested to extend the proposed debt relief to that sector also.

LDM, Kadapa district informed that the cutoff date for covering crop insurance during the Khariff is very short and banks have not started financing loans to farmers this year so far. With this many farmers will be deprived of the Crop Insurance scheme of the Government. He also informed that the AIC has not informed the Insurance premiums also for the current year so far.

LDM, Ananthapuram district informed that every year under Weather Based Crop Insurance the cutoff date for coverage of crop insurance is given up to July 10th or 15th. But in Ananthapuram district there are 6.5 lakhs to 7 lakhs farmers who are availing crop loans for groundnut crop every year and disbursements will not be completed before 10th or 15th July. Hence, he requested the AIC to give the time for coverage of crop Insurance in the district up to 31st August and also for submission of declarations up to September.

Convener, SLBC has informed the forum that the matters relating to insurance will be dealt with AIC, RO, Hyderabad for early resolutions.

President of SLBC has appraised the forum that it is premature to discuss in depth on farm waiver programme of Governments. Our responsibility shall be the immediate plan for preparation of granular data as required by the Governments.

**Review of Agenda by Sri C. Doraswamy, Convener, SLBC of AP**

The minutes of **182nd SLBC meeting** held on **Jan 04, 2014** and minutes of Sub-committee meetings & Steering Committee meetings held after **16.12.2013** and up to **06.05.2014** were circulated to the members of SLBC, LDMs and Government Departments concerned. These minutes may be taken as approved by the house as no amendments/changes were received by SLBC of Andhra Pradesh.

**Action Points emerged in the meeting**

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| ***AGRICULTURE**** Banks to extend finance to all eligible farmers for Khariff 2014 season.
* Government should issue and renew LEC cards well in advance before onset of monsoon to enable the banks to extend finance to LEC holders. GoAP is requested to revisit the scheme guidelines as per the instructions of the then Chief Minister of AP.
* Government should help the banks with proper recovery mechanism for overdue agricultural loans.
* GoAP is requested to take forward the project of Integration of land records to logical end such that charge creation on crop and land happens at the earliest.
* All banks are requested to submit MIS data for the amounts released up to 31st July 2013 to Department of Agriculture under VLR scheme.
* Government is requested to issue guidelines on continuity of VLR/Pavala vaddi scheme after 2nd June 2014 in both the states.
* Farmers of PACS/FSCS sponsored by SBI are not providing interest subvention to Crop loans as they are lending PACS/FSCS with their own funds and hence they cannot lend below base rate. SLBC has taken up the issue with GoAP to escalate the issue with Govt. of India.
* NABCON was requested to take up the study on Emu farming to suggest relief package to overcome the present crisis in Emu farming sector.
* NABARD was requested to permit the banks to adjust the back end subsidy to the credit of loans account not linking to lock in period in case of Emu farming as a special case.

**(Action: All banks, LDMs, CCLA,NABARD and Govt. of AP )*****MSME**** All banks are requested to increase the Credit flow to MSME sector
* All Banks are requested to sensitize their branch managers to extend collateral free loans and to cover under CGTMSE scheme.
* Banks to take sympathetic attitude and strive for rehabilitation, wherever the sickness is on account of beyond the control of the entrepreneurs.
* Go AP to expedite the formation of Central Registry for MSME sector.
* GM, DIC and LDMs are advised to take immediate steps on the matter involving KVIC/KVIB to prepare the model projects and place in the district websites for the benefit of banks and first general entrepreneurs.
* Banks are requested to bring to the notice of SLBC with regard to pending projects for want of regulatory clearances to take up at appropriate level.
* Banks are requested to follow the directions of Development Commissioner for Handlooms, Ministry of Textiles and take necessary steps for sanction of loans to Handloom weavers under Weaver Credit Card Scheme. The department of Handlooms & Textiles shall facilitate for enhanced flow of credit to handloom sector**.**

**(Action: All Banks, LDMs and Industries Department and Department of Handlooms)*****HOUSING LOANS**** All Banks are advised to submit the list to APSHCL/NHB on all such semi constructed projects with their location details (all approvals received/not received) together with remarks about non-completion/semi-completion etc. which may be considered viable by the banks for funding and completion of the project.

 **(Action: All Banks and APSHCL/ NHB)*****EDUCATION LOANS**** Banks are requested to issue suitable instructions to their branches and ensure that applications are not rejected on flimsy grounds.
* The Hon`ble Union Finance Minister in the Interim Budget speech made an announcement regarding new CSIS Scheme to provide interest subsidy relief in respect of students belonging to EWS who have availed education loans on or before 31.03.2009 and which are outstanding as on 31.12.2013. All banks are advised to implement the scheme.
* Banks were also advised to put in place an effective Grievance Redressal Mechanism

**(Action: All Banks )*****SHGs**** Banks are requested to convert the term loans into Cash credit limits under SHG category and to allow the drawal to the groups as per the guidelines of CC limits to avail the unutilized portion with the banks.
* Banks are requested not to with hold savings of members at any point of time since the

 Savings are meant for recycling of funds.* Banks are requested not to hold sanction of loans to SHGs when the family members are at default under different schemes.
* Banks are requested to improve the lending to urban SHGs

**(Action: All Banks and LDMs)*****GOVT. SPONSORED SCHEMES**** Banks to liberally finance to Minorities and reach the target of 15% on Priority sector

 Advances as against the performance of 7.05% as on 31.03.2014.* Banks are requested to give suitable instructions to their branches to extend finance to Disabled category to achieve stipulated target of 3%.
* Banks are advised to step up the lending under DRI as the performance is very low.
* Banks are advised to clear all the pending projects under ACABC scheme.

 ***(Action: All banks, LDMs and GoAP)******FINANCIAL INCLUSION**** Relocate the branches closed/shifted due to security reasons in the past with specific

 Focus on Tribal areas.* LDMs are advised to complete the process of feeding the data on online MIS reporting

 System under SSAs as per the guidelines of DFS.* LDMs are advised to update the data on GIS module on monthly basis.
* LDMs of Kurnool, Ananthapuram and YSR Kadapa districts to open FLCs at Lead Bank office.

 ***(Action: All Banks and LDMs)******LEAD BANK SCHEME**** All LDMs are advised to follow the structured agenda in DCC/DLRC/JMLBC meetings

 for effective review* LDMs are advised to ensure that all banks to adopt uniform guidelines stipulated by

 RBI for Government sponsored programmes.***(Action: All LDMs)******OTHERS**** GoAP shall look into the setting up of second DRT in the state by which the huge

 pendency of cases can be much reduced and recovery process in high volume loans can hasten.* At present the AP VAT Act 2005 is having a provision for attachment of the debit

 balance in the overdraft accounts allowed to the traders by the banks.In this regard, IBA has also clarified that the debit balances in overdraft cannot be attached. This  matter needs immediate resolution by way of amendment to the Act.GoAP is requested to examine the above issue to mitigate the problems faced by the banks in this regard and to take up the amendment to AP VAT Act, 2005* All controllers are requested to instruct their Branch Managers/District Coordinators to

 attend the JMLBC/DCC meetings without fail.**(Action: All banks, LDMs & GoAP )** |

**Concluded**

**LIST OF PARTICIPANTS**

**CHIEF SECRETARIERS**

|  |  |  |  |
| --- | --- | --- | --- |
| **Sl No** | **Name****S/Shree** | **Designation** | **Department** |
| 1 | P K Mohanty, IAS | Chief Secretary  | Govt. of A.P |
| 2 | I Y R Krishna Rao, IAS | Special Chief Secretary & Chief Commissioner of Land Administration | Govt. of A.P. |

**SLBC OF A.P**

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| --- | --- | --- | --- |
| 3 | C VR Rajendran | Chairman & Managing Director and President, SLBC of A.P | Andhra Bank |
| 4 | S K Kalra | Executive Director | Andhra Bank |
| 5 | C. Doraswamy | General Manager & Convenor, SLBC of A.P | Andhra Bank |
| 6 | M Bala Bhaskar | Chief Manager, SLBC | Andhra Bank |

**RESERVE BANK OF INDIA**

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| 7 | K R Das | Regional Director | Reserve Bank of India |
| 8 | R N Dash | General Manager | Reserve Bank of India |
| 9 | A S V Kameswar Rao | Asst. General Manager | Reserve Bank of India |
| 10 | Capt. C Balagopal | AM (Security) | Reserve Bank of India |

**NABARD**

|  |  |  |  |
| --- | --- | --- | --- |
| 11 | L Munda | General Manager | NABARD |
| 12 | Toolika Pankaj | Dy. General Manager | NABARD |
| 13 | Dr. Y Hara Gopal | Asst. General Manager | NABARD |

**SIDBI**

|  |  |  |  |
| --- | --- | --- | --- |
| 14 |  Ch. Venu Madhav Rao  |  Manager | SIDBI |

**GOVERNMENT OFFICIALS**

|  |  |  |  |
| --- | --- | --- | --- |
| 15 | L Premachandra Reddy, IAS | Principal Secretary, Finance (IF)  | Govt. of A.P |
| 16 | Anil Chandra Punetha, IAS | Principal Secretary, Agri & Co-op | Govt. of A.P |
| 17 | Dr Manmohan Singh, IAS | Principal Secretary, AH | Govt. of A.P |
| 18 | C Partha Saradhi, IAS | Commissioner & E.O, Principal Secretary to Govt, Disaster Management Department | Govt. of A.P. |
| 19 | K Madhusudana Rao, IAS | Commissioner of Agriculture | Govt. of A.P |
| 20 | Anita Ramachandran, IAS | Mission Director, MEPMA | Govt. of A.P |
| 21 | N Krishna, IAS | VC & MD,B.C.Finance Corporation | Govt. of A.P |
| 22 | K R B H N Chakravarthi, IAS | Director, Youth Services &MD, APSTEP | Govt. of A.P |
| 23 | B. Venkatesham, IAS | MD,AP State Housing Corporation | Govt. of A.P |
| 24 | Balaji Manjule, IAS | Dy. Secretary, Agriculture | Govt. of A.P |
| 25 | D Hanumantharaya | Director, National Commission for Scheduled Castes | Govt. of India |
| 26 | S K Sampath Kumar | Member, SLC, PM’s New 15 Point Programme | Govt. of A.P. |
| 27 | S A Shukoor | VC & MD, AP State Minorities Finance Corporation | Govt. of A.P |
| 28 | B Jayaraj | VC & MD, S.C. Finance Corporation | Govt. of A.P |
| 29 | Dr. D Venkateswarlu | Director, Animal Husbandry Dept. | Govt. of A.P. |
| 30 | CH. Nageswara Rao | Executive Director | H U D C O |
| 31 | P V Reddy | Dy. General Manager (P) | H U D C O |
| 32 | K Jagan Mohan Rao | Regional Manager | NHB |
| 33 | K Ram Babu | General Manager, APSFC | Govt. of A.P |
| 34 | S V Hanumantha Rao | OSD, Finance (IF) Dept | Govt. of AP. |
| 35 | K Veerabrahma Chary | OSD, APSCMFC | Govt. of A.P |
| 36 | Mallaiah Battu | MD, BC Welfare | Govt. of A.P. |
| 37 | K Mallikarjuna | MD, BC Welfare | Govt. of A.P |
| 38 | R Prabhakar Rao | State Director, KVIC | Govt. of India |
| 39 | K Devarathna Kumar | Asst. Director General, UIDAI | Govt. of India |
| 40 | T R Jagadeesh Babu | CGM, AP State Housing Corporation Ltd. | Govt. of A.P |
| 41 | Y V Bhaskar Rao | GM, AP State Housing Corporation Ltd. | Govt. of A.P |
| 42 | M Nageswara Rao | Dy. Director (H & T)Dept. of handlooms & Textiles | Govt. of A.P |
| 43 | M Basavar Raju | Addl. Director, Fisheries | Govt. of A.P |
| 44 | V V Vijayalaxmi | Addl. DA.Department of Agriculture | Govt. of A.P. |
| 45 | Dr. P Ramalinga Reddy | Asst. Director, Sericulture | Govt. of A.P |
| 46 | V Seena Naik | D.E.O, Finance Department | Govt. of A.P |
| 47 | O N Bansal | Project Director, NIRD | NIRD |
| 48 | R Naga Lakshmaiah | Project Manager, RSETI | NIRD |
| 49 | Ch. Penchala Reddy | Project Officer, APMIP | Govt. of A.P |
| 50 | T Krishna Rao | Consultant, SERP | Govt. of A.P |
| 51 | C Suresh Babu | Senior Manager, UIDAI | Govt. of India |
| 52 | K V Sanjeeva Rao | Liasion Officer / D.O- KVIC | Govt. of India |
| 53 | Bh. S Satyanarayana | Nodal Officer-PMEGP, KVIC | Govt. of India |
| 54 | J Amjad Pasha | Regional Officer, AP State Minorities Finance Corporation | Govt. of A.P |
| 55 | B Anand Kumar | Executive Officer, S C Corpn. | Govt. of A.P |
| 56 | K Anji Reddy | Superintendent, BC Corpn. | Govt. Of A.P |
|  |  |  |  |
| 57 | M Kesava Kumar | Jr. Project Manager, SERP | Govt. of A.P |
| 58 | M. Najamuddin | Consultant, Agriculture Dept. | Govt. of A.P |
| 59 | K Suresh | Consultant (IT), Agriculture Dept. | Govt. of A.P |
| 60 | Y Jayachandra | State Mission Coordinator, MEPMA | Govt. of A.P |
| 61 | Syed Rasool | State Mission Coordinator, MEPMA | Govt. of A.P |
| 62 | D V R Reddy | State Mission Coordinator, MEPMA | Govt. of A.P |
| 63 | A V Suresh | PA to MD, APSCMFC | Govt. of A.P |

**NATIONALIZED BANKS**

|  |  |  |  |
| --- | --- | --- | --- |
| 64 | Vijay Jasuja | Chief General Manager | State Bank of India |
| 65 | Dr. V Suresh Babu | Chief General Manager | State Bank of Hyderabad |
| 66 | Ambujakshi L T | General Manager | State Bank of Hyderabad |
| 67 | P Raja Reddy | Field General Manager | Syndicate Bank |
| 68 | E Selvasekharan | Dy. General Manager | Indian Bank |
| 69 | Mihir Mishra | Dy. General Manager  | State Bank of India |
| 70 | U A Krishna Murty | Dy. General Manager | State Bank of Hyderabad |
| 71 | B Samba Reddy | Dy. General Manager | Canara Bank |
| 72 | K Swaminathan | Chief Regional Manager | Indian Overseas Bank |
| 73 | S P Chugh | Dy. General Manager | Oriental Bank of Commerce |
| 74 | R K Chatterjee | Dy. General Manager | Punjab National Bank |
| 75 | Gadadhar Panda | Dy. General Manager | UCO Bank |
| 76 | T S Swamy | Dy. General Manager | Union Bank of India |
| 77 | Debarata Sinha | DGM&CRM,BangaloreRO | United Bank of India |
| 78 | N Srinivasa Vardhan | Dy. General Manager | Bank of Maharashtra |
| 79 | P L Khuntia | Zonal Head | Allahabad Bank |
| 80 | N Ram Babu | Zonal Manager | Bank of Maharashtra |
| 81 | Prakasa Rao | Dy. Zonal Manager | Dena Bank |
| 82 | P Venkata Rao | AGM (Lead Bank & RRB) | State Bank of India |
| 83 | B C Rao | Asst. General Manager | Indian Overseas Bank |
| 84 | Saladi Suryanarayana | Asst. General Manager | Corporation Bank |
| 85 | S V Rajendra Prasad | Dy. Zonal Manager | Bank of India |
| 86 | K V Rao | Asst. General Manager | Canara Bank |
| 87 | Jeevendra Kumar | Asst. General Manager | Central Bank of India |
| 88 | K Sridhar | Asst. General Manager | Indian Bank |
| 89 | B Uma Sankar | Asst. General Manager | Andhra Bank |
| 90 | Sanjeev Mehndiratta | Asst. General Manager | State Bank of Patiala |
| 91 | B B Prasad | Asst. General Manager | State Bank of Mysore |
| 92 | N Sreekanth | Asst. General Manager | IDBI Bank |
| 93 | T V Subramanyam | Asst. General Manager | Vijaya Bank |
| 94 | K Murali | Chief Manager | State Bank of Hyderabad |
| 95 | K Vijaya Raju | Chief Manager | Bank of Baroda |
| 96 | E Koti Reddy | Chief Manager | Andhra Bank |
| 97 | M Subrahmaneswara Rao | Chief Manager | Andhra Bank |
| 98 | A Mendelson Navaraj | Chief Manager | United Bank of India |
| 99 | E Lachaiah | Chief Manager | Indian Overseas Bank |
| 100 | P C Das | Chief Manager | State Bank of Hyderabad |
| 101 | Sasibhushana Rao U | Senior Manager | UCO Bank |
| 102 | N Amarnath Reddy | Senior Manager | Union Bank of India |
| 103 | Lakshmanaraju M | Senior Manager | Punjab National Bank |
| 104 | Y Sanjeeva Reddy | Senior Manager | Andhra Bank |
| 105 | Pydi Raja | Senior Manager | Andhra Bank |
| 106 | K Siva Krishna | Manager | Andhra Bank |
| 107 | U Shiva Kumar | Manager | Andhra Bank |
| 108 | B Prakash Rao | Manager | State Bank of Travancore |
| 109 | B Pattnaik | Manager | IDBI Bank |
| 110 | Rakesh Kumar Golla | Manager | Dena Bank |
| 111 | G V Goud | Manager | Corporation Bank |
| 112 | Anil Wable | Manager | Allahabad Bank |
| 113 | T S R Murthy | Manager | Punjab & Sind Bank |
| 114 | Priti Poonia | Agricultural Officer | Dena Bank |
| 115 | CH. Nageswari | Agricultural Officer | Bank of India |

**REGIONAL RUAL BANKS**

|  |  |  |  |
| --- | --- | --- | --- |
| 116 | D Sampath Kumar Chary | Chairman | APGB, Kadapa |
| 117 | B R G Upadhyay  | Chairman | Deccan Grameena Bank |
| 118 | K Lakshmana Rao | Chairman | APGVB, Warangal |
| 119 | B Narayana S | General Manager | APGVB, Warangal |

**APCOB**

|  |  |  |  |
| --- | --- | --- | --- |
| 120 | V Giridhar | Managing Director | APCOB |
| 121 | K Naga Malleswara Rao | Chief General Manager | APCOB |

**PRIVATE SECTOR BANKS**

|  |  |  |  |
| --- | --- | --- | --- |
| 122 | Sreedhar Dharmapuri | Dy. General Manager |  ICICI Bank |
| 123 | A Mukundan |  Vice President | HDFC Bank |
| 124 | N Chakravarthy | Circle Head | Axis Bank |
| 125 | Madan Mohan | Regional Head  | Axis Bank |
| 126 | K.Brahmaiah | Regional Head-ARB | ING Vysya Bank |
| 127 | Pradeep Chandran | AGM & Regional Head | Dhanalaxmi Bank |
| 128 | S Vasudevva | A.G.M & Regional Head | Federal Bank |
| 129 | Ch. Venu Madhav | Asst. General Manager | Lakshmi Vilas Bank |
| 130 | Mathew K.V | Chief Manager | ICICI Bank |
| 131 | C J Davis | Chief Manager | South Indian Bank Ltd |
| 132 | K Srinivas | Senior Manager | Dhanalaxmi Bank |
| 133 | Udaya Shankar Bhupathi | V.P & Branch Manager | Ratnakar Bank |
| 134 | Murali Krishna Chattu | Senior Manager | Kotak Mahindra Bank |
| 135 | Rajshekhar M.G. | Manager | Karur Vysya Bank |
| 136 | P V Giridhar | Asst. Manager | Tamilnadu Mercantile Bank |
| 137 | Gururaj A | Officer | Karnataka Bank Ltd. |
| 138 | T Eswar Chandra Rao | Managing Director | Coastal Local Area Bank |
| 139 | N S Rao | General Manager | Coastal Local Area Bank |
| 140 | Jeeban Das | Asst. Vice President | YES Bank Ltd. |

**LEAD DISTRICT MANAGERS**

|  |  |  |  |
| --- | --- | --- | --- |
| 141 | M. Ram Reddy | L.D.M, Srikakulam | Andhra Bank |
| 142 | S Lakshmi Narayana | L.D.M, West Godavari | Andhra Bank |
| 143 | S Jagannatha Swamy | L.D.M, East Godavari | Andhra Bank |
| 144 | CH. Sreenivasa Sastry | L.D.M, Guntur | Andhra Bank |
| 145 | A Sai Prasad | L.D.M, Warangal | SBI |
| 146 | P Sreenivas | LDM, Mahabubnagar | SBI |
| 147 | B Jaya Babu | L.D.M, Visakhapatnam | SBI |
| 148 | T T Venkayya | L.D.M, Medak | SBI |
| 149 | G Venkateswara Reddy | L.D.M, Chittoor | Indian Bank |
| 150 | R V Narasimha Rao | L.D.M, Krishna | Indian Bank |
| 151 | M Ramakrishna Rao | L.D.M, Nizamabad | SBH |
| 152 | G. Udaya Ranjan Sharma | L.D.M, Adilabad | SBH |
| 153 | K V Bharath Kumar | L.D.M, Hyderabad | SBH |
| 154 | N C Sridhar | L.D.M, Nalgonda | SBH |
| 155 | V Subrahmanyam | L.D.M, Ranga Reddy  | SBH |
| 156 | D A Chowdary | L.D.M, Karimnagar | SBH |
| 157 | M Srinivas | L.D.M, Khammam | SBH |
| 158 | J. V. S. Prasad | L.D.M, Prakasam | Syndicate Bank |
| 159 | Jayashankar | L.D.M, Ananthapur | Syndicate Bank |
| 160 | L Rahunadha Reddy | L.D.M, YSR Kadapa | Syndicate Bank |

**OTHER DEPARTMENTS**

|  |  |  |  |
| --- | --- | --- | --- |
| 161 | U K Navani | Regional Manager - MI | LIC of India |
| 162 | V Satyanarayana | Asst. Secretary | LIC of India |
| 163 | M Krishna Rao | Director | APBIRED |

**OFFICERS FROM SLBC**

|  |  |  |  |
| --- | --- | --- | --- |
| 164 | O. Mani Kumar | Senior Manager  | Andhra Bank |
| 165 | C Mohan Rami Reddy | Senior Manager | Andhra Bank |
| 166 | Ashok B Adur | Asst. Manager  | Andhra Bank |
| 167 | Ch. Padma Latha | Asst. Manager | Andhra Bank |
| 168 | M Yogini Devi | Asst. Manager  | Andhra Bank |