



UCO BANK
LEAD BANK OFFICE
SURI :: BIRBHUM

**PROCEEDINGS OF THE MEETING OF THE DISTRICT LEVEL REVIEW
COMMITTEE, BIRBHUM (DLRC) HELD ON 29.03.2010**

The meeting of the District Level Review Committee, Birbhum was held on 29.03.2010 under the Chairmanship of Sri Saumitra Mohan, IAS, District Magistrate, Birbhum. In terms of directives of the RBI, the Hon'ble MPs & MLAs of the district were requested to attend the meeting. But none of them could attend the meeting. Other officials of the State Government Administration, Departments, Agencies, RBI, NABARD and Banks were also attended the meeting. The list is annexed hereto.

The LDM welcomed the members in the meeting and as advised by the Chairman he initiated discussion as per Agenda.

The LDM, at the beginning stated that the Background materials and one Agenda Note prepared by the Lead Bank Office had already been circulated to all members for their information and undertaking review exercise of the various performances of the Banks.

Agenda :1 :

Confirmation of the Proceedings of the last DLRC meeting held on 30.12.2009 :

The proceeding of the last meeting of the DLRC, Birbhum held on 30.12.2009 circulated to all concerned was confirmed by the house.

With the permission of the chair, the LDM apprised the house in general of the progress and performance of the Banks under various activities vis-à-vis the role played by the Banks in socio-economic development of the District. Thereafter agenda wise discussion was made as follows.

Agenda :2:

Review of progress under Annual Credit Plan 2009-10 upto December, 2009:

The LDM stated that ACP 2009-10 for Birbhum was finalised in the DCC meeting held on 27.03.09.

Total Plan Size is Rs.113527.93 lakhs; out of which, Plan under Priority Sector is Rs. 103816.44 lakhs and Non-Priority Sector is Rs.9710.49 lakhs. In the background materials, Bank wise and Broad Sector wise Target vis-à-vis Achievement data up to Dec'09 were furnished. The LDM requested the house to go through the performance report for undertaking review exercise. While reviewing the performance of the Banks, District Magistrate, Birbhum stated that achievement under Agriculture , SSI & OPS sectors against the target was not rated satisfactory though there were ample scope in all Sectors. He gave emphasis on Agri & SME sectors, disbursement of project loans to SHGs, CC linkage to all SHGs as well as full disbursement of all Govt Sponsored loans such as PMEGP, SCP, BSKP etc. He also said that individual bank may prepare their plan to achieve the target. He also suggested that a Sub-Committee would be formed to monitor the implementation of the scheme. LDO , RBI informed the house that a special DCC would be convened to discuss the reasons of fall of C:D ratio (Below 40%).

However, the house noted the Bank wise Broad sector wise performance under ACP, the summary of which was as follows:

(Rs. in lakhs)

Sl. No.	Sector	Target	Performance as per SLBC information	%
1.	Agricultural & Allied	52627.32	11207.95	21
2.	Industry	24988.82	5556.48	22
3.	O PS	26200.30	6416.16	24
4.	Priority Sector Total	103816.44	23180.59	22
5.	Non Priority Sector	9710.49	5880.14	61
6.	Grand Total	113527.93	29060.73	26

The ADM (Gen) undertook the review exercise and made the following observations:

- A. Bankers should take proactive role for 100% achievement of this year ACP in all sectors as well as C:D ratio.
- B. Bankers should come forward to disburse the full amount of C/C loan & Project loan to the SHGs & utilize the advantage of Govt.Subsidy.
- C. More efforts to be made for Agril Sector.
- D. Efforts to be made for completion of the disbursement of PMEGP, BSKP, SCP , FFDA sanctioned cases.
- E. Explore the possibility of loan to the SME sector.
- F. All Banks assured the house that they would make all endeavour for development of the district.

Agenda :3:

Review of progress under various National Parameters:

- A. **C : D. Ratio** : The house noted the Bank wise Deposit, Advance and C:D ratio data as on 31.03.04, 31.03.05, 31.03.06, 31.03.07,31.03.08,30.09.08,31.03.09,30.09.09 & 31.12.09 from the Background materials, the summary of which was as follows:

As on	C:D Ratio for all Banks
31.03.2004	36 %
31.03.2005	40 %
31.03.2006	45%
31.03.2007	44%
31.03.2008	42%
30.09.2008	41%
31.03.2009	41%
30.09.2009	40%
31.12.2009	33 %

As against National Parameter of 60%, the District Position and Banks' Position needs to be improved. The LDM stated that the CD ratio in the State was 60% as on Sept,09 . The table showed that the C.D. ratio was in declining trend . Deposit growth was 28.93%, where as the advance growth was 3.55% , over the last year. LDM informed the house that in the 109th SLBC it was resolved that CD ratio has to be improved to 65% by March 2010.

The District Magistrate, Birbhum undertook the review exercise & expressed his concern regarding declining trend in CD ratio. He opined that Bankers should have a definite & distinct view for increase the CD ratio. He also expressed his concern regarding the growth of advance portfolio of the individual bankers & requested all the DCOs to take steps to increase the CD ratio. LDO,RBI opined that without the help of the Govt. line Deptts, Bank alone could not increase the advance port folio. He requested all concern to co-operate each other to increase the advance of the district & was given thrust for disbursement of KCC & SHGs. All concerned ensured that they would try their best to increase the CD ratio. DDM,NABARD also opined that the district would suffer if growth of the advance as well as CD ratio did not increase. He requested RM, PBGB, DCOs of SBI & ALB to take steps to increase their CD ratio. He requested all Bankers to come forward for the development of the district. He also said that if needed NABARD would extend all possible help for the development of the district.

B. Other National Parameters :

The house noted the performance of the Commercial Bank, RRB & Co-Op Banks under various National Parameters as follows (as on 31.12.2009) :

(in percentage)

Sector wise vis-à-vis total advance	National Parameter	District Performance
1) Priority Sector Advance	40 %	74.57%
2) Weaker Section Advance	10 %	33.93%
3) Direct Finance to Agril.	18 %	25.56%
4) Finance to Women Beneficiaries	5%	9.88%
5) Finance to Minority Community	15%	18.79%
6) Advances to DRI		0.71%
7) Advances to SC/ST Benefi		11.70%

The ADM(Gen) undertook the review exercise & expressed his concern in respect of performance in finance to Women beneficiaries & DRI advances. He said that though district has achieved the all the National Parameters but some banks were lagging behind the parameter under various sectors.

LDO,RBI requested the Bankers to finance IAY beneficiaries at DRI rate. DDM,NABARD & PD, DRDC requested bankers to increase the advances to the SHGs.

LDM requested all Bankers to take all-out efforts to improve the parameters under the above mentioned sectors.

Agenda :4:

Recovery:

The LDM stated that the recovery performance data were given in the background materials, which included Bank wise, Broad Sector wise and scheme wise recovery percentage in the District as on 31.12.2009. The house noted the summary of the same as follows:

Agril – 37%, Industry – 44%, Services – 49%, Total average – 44%.

Recovery under Govt. Sponsored Programme was as follows:

SGSY (gr)– 50%, SGSY(Ind)-64%,SJSRY- 44%, PMRY – 17%, SESRU – 0%,
SCP/TSP– 55%, REGP – 16%, FFDA – 49%, BSKP – 30%, KCC – 46%, SHG – 57%

The NPA Amount as on 31.12.09 was Rs.16339.06 lacs which was 12.80% of Total Advance.

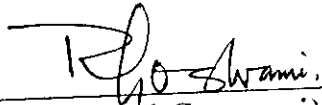
The LDO, RBI reviewed the recovery position as well as NPA position. He said that recovery was also in declining trend in respect of the last qtr. He requested all Govt. Deptts to extend necessary co-operation to help the Bankers for achieving the ACP targets as well as recovery. District Magistrate, Birbhum ensured necessary co-operation for recovery & suggested that notice would be served through police authority. He requested all bankers to organise recovery camps. As per request of the bankers, it was resolved that DCOs would submit the list of the defaulter Govt.employees, to the LDM who after receiving the lists would discuss with ADM(Gen) for mode of recovery.

The meeting ended with a vote of thanks to and from the Chair.



Sri Saumitra Mohan, IAS
District Magistrate , Birbhum
and
Chairman of DLRC

Copy forwarded to all concerned for information and necessary action.



(Ramajyoti Goswami)
Lead District Manager & Convener, DLRC, Birbhum.