

**DEPARTMENT OF INSTITUTIONAL FINANCE &
PROGRAMME IMPLEMENTATION**

ANNUAL PLAN 2009 - 2010

INTRODUCTION

The main objectives of the department are to review and monitor the credit flow in the Jharkhand region by the Commercial Banks, Regional Rural Banks and other Financial Institutions specially in the rural areas and, to act as a Nodal Agency for co-ordination between development Departments / District Administrations of Jharkhand State and Financial Institutions.

The department has three wings, namely Institutional Finance, Project Cell and Programme Implementation, popularly known as Twenty Point Programme Cell. It has also been the endeavour of the department to annually enhance the State Credit Plan and achievement to accelerate the growth of the economy. The target / achievement year wise of Ground level credit is as follows :

(Rs. in Crore)

Year	Target (Rs in Cr.)	Achievement (Rs in Cr.)	% of Achievement
2003-04	3015.91	3112.22	103.19
2004-05	3931.05	3847.06	97.86
2005-06	5036.01	3535.21	90.06
2006-07	7555.42	5409.97	71.06
2007-08	10708.9	7865.172	73.45
2008-09	12500	1992.58	15.94

*** Upto 30th June, 2008**

BANKING PROFILE OF STATE

(As on 31.06.2008)

Bank	No of Branches			
	Rural	Semi Urban	Urban	Total
Commercial Banks (Public Sector)	625	263	319	1207
Private Banks (Private Sector)	0	18	33	51
Regional Rural Banks	356	33	8	397
District Cooperative Banks	79	31	9	119
Total	1060	345	369	1774

The credit deposit ratio of the State has marginally increased to 45.32%. This has been mainly due to annual Credit flow rate marginally outpacing the annual deposit rate. The poor credit consumption is attributed to inadequate infrastructure base lackadaisical attitude of the bank branch managers towards Priority sector lending and Agriculture credit and poor

support under different sectors of the economy. In the financial year 2007-08, a concrete effort have been made to sensitize the field officers of different development departments and branch managers of different Financial Institutions to work for accelerated advancement of loan in different sectors.

Year	Credit (Rs in Cr.)	Deposited (Rs in Cr.)	C.D. Ratio %
31 st March 2005	8632.77	26903.47	32.09
31 st March 2006	12036.35	32017.80	37.59
31 st March 2007	15387.06	37687.80	40.83
31 March 2008	19702.55	43476.44	45.32

2. STATE PLAN SCHEMES

Continuing scheme

2.1 Regional office, Ranchi/Dumka

The responsibility assigned to this office is to ensure the distribution of loan under the different State and Central Government sponsored schemes through banks, their monitoring, co-ordination with NABARD and other Financial Institutions organize meetings of Banker Committees etc.

2.2 Pariyojana Sangathan Prabhag

The basic objectives of the Pariyojana Sangathan are -

- To identify viable projects in the state, particularly centrally sponsored schemes, centrally assisted schemes, externally aided schemes etc.
- To prepare and get prepared project profile, investment study and feasibility reports, to undertake techno-economic appraisal of project on behalf of State Government & any other organization;
- To identify sources of fund for project financing from Central Government, Aid-India Consortium, World Bank, Asian Development Bank etc; and
- To undertake publication of Reports, pamphlets booklets etc.

This wing also arranges and monitors loans from different All India Financial Institution to the State Government.

2.3 Rural Credit Wing

The Rural Credit Wing engages in preparation of State Annual Credit plan particularly in rural areas and its monitoring in association with State Level Bankers Committee. The stress is on increasing the flow of Ground

Level Credit in priority sector with emphasis on Agriculture and Allied Sector.

2.4 20-Point Programme

The 20 Point Programme was announced in 1975 and later revised in 1986 and 2006 for the upliftment of the poor in Rural areas. Due to economic & social importance of the 20 point programme, a separate programme Implementation Deptt. was created which is amalgamated with Institutional Finance Department. Duties & Responsibilities includes implementation of the 20 point programme, target fixation under 20 point, formulation and administrative control of 20 point programme, district / block level publicity and, extension work therefore.

3. TRIBAL SUB PLAN

A sum of **Rs. 250.00** lakhs has been earmarked for Tribal Sub Plan out of total proposed outlay of **Rs. 250.00** lakhs during Annual Plan 2009-10.

4. OUTLAY PROPOSED FOR VARIOUS SCHEMES

Institutional Finance

Sl. No.	Type of Scheme	Annual Plan (2009-10) (Rs. in lakh)			
		Proposed Outlay	Flow to TSP	Flow to SCSP	Flow to OSP
A.	State Plan Schemes				
	<u>Continuing Schemes</u>				
1	20 Point Programme (Officiating President office)	35.00	35.00		
2	20 Point Programme (Vice President office)	35.00	35.00		
3	Pariyojna Sangathan Prabhag	125.00	125.00		

4	Rural Credit Wing	15.00	15.00		
5	Regional Office , Ranchi and Dumka	40.00	40.00		
Grand Total		250.00	250.00		

5. SUMMARY

Sl. No.	Type of Scheme	Annual Plan (2009-10) (Rs. in lakh)			
		Proposed Outlay	Flow to TSP	Flow to SCSP	Flow to OSP
A.	Earmarked	--	--		
B.	State Share (CSS/CS)	--	--		
C.	State Plan Schemes				
	i. Continuing Schemes	250.00	250.00		
	ii. New Schemes				
D.	EAP (if any)	--	--		
E.	Other	--	--		
Grand Total		250.00	250.00		