

**INSTITUTIONAL FINANCE & PROGRAMME IMPLEMENTATION
ANNUAL PLAN – 2010 - 2011**

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	8370.07	66.96
2009-10	13880	5824.97	41.96

*** Upto 30th September, 2009**

**BANKING PROFILE OF STATE
(As on 30.09.2009)**

Bank	No of Branches			
	Rural	Semi Urban	Urban	Total
Commercial Banks (Public Sector)	653	306	337	1296
Private Banks (Private Sector)	2	20	43	65
Regional Rural Banks	375	22	6	403
District Cooperative Banks	79	31	9	119
Total	1109	379	395	1883

The credit deposit ratio of the State which had increased to 45.32% as on 31.03.2008 and had decreased to 43.68% as on 31.03.2009, has marginally increased to 44.35% as on 30.09.2009. This has been mainly due to effects of recession which seems to be slowly waning. The poor credit consumption is attributed to inadequate infrastructure base, especially in the rural areas, lackadaisical attitude of the bank branch managers towards Priority sectors

lending and Agriculture credit, poor support under different sectors of the economy and law & order problem everywhere in the State. In the financial year 2009-10, 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. The drive for 100% Financial inclusion stated in the Financial year 2008-09, resulted in achievement of 100% Financial inclusion in 4 Districts of the State. The decision taken during 2009-10 is to achieve 100% Financial inclusion in 6 Districts of the State during the year and in all other Districts of the State at the earliest. The credit/deposit and CD ratio of all Banks of the State is as follows:-

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
31 March 2009	22443.87	51385.07	43.68
30 Sep 2009	24416.40	55059.64	44.35

2. STATE PLAN SCHEMES

Continuing scheme

2.1 Regional office, 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, with focus on Santhal Pargana Division of the State, their monitoring, co-ordination with NABARD and other Financial Institutions and 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 as also to coordinate with all the other Banks, RBI, NABARD and SLBC in finding solution to the grievances of the farmers for which a kissan help desk has been set up at Ranchi and the plan is to have one kissan help desk each in all the Districts.

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 thereof.

3. TRIBAL SUB PLAN

A sum of **Rs. 200.00** lakhs has been earmarked for Tribal Sub Plan out of total proposed outlay of **Rs. 200.00** lakhs during Annual Plan 2010-11.

4. **OUTLAY PROPOSED FOR VARIOUS SCHEMES (Institutional Finance)**

Sl. No.	Type of Scheme	Annual Plan 2010-11 (Rs. in lakh)			
		Proposed Outlay	Flow to TSP	Flow to SCSP	Flow to OSP
A.	State Plan Schemes				
	Continuing Schemes				
1	20 Point Programme (Officiating President office)	36.66	36.66	0.00	0.00
2	20 Point Programme (Vice President office)	36.66	36.66	0.00	0.00
3	Pariyojna Sangathan Prabhag	60.24	60.24	0.00	0.00
4	Rural Credit Wing	18.44	18.44	0.00	0.00
5	Regional Office , Dumka	48.00	48.00	0.00	0.00
	Grand Total	200.00	200.00	0.00	0.00

SUMMARY (Institutional Finance)

Sl. No.	Type of Scheme	Annual Plan 2010-11 (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	200.00	200.00	0.00	0.00
	ii. New Schemes	--	--	--	--
D.	EAP (if any)	--	--	--	--
E.	Other	--	--	--	--
	Grand Total	200.00	200.00	0.00	0.00