

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2351
ANSWERED ON:23.07.2004
LOANS ADVANCE BY PSB IN NORTH EASTERN STATES
Charenamei Shri Mani

Will the Minister of FINANCE be pleased to state:

- (a) the total amount of loan advanced by the public sector banks in 2002-2003 and the share of North-Eastern States, State-wise;
- (b) the CD ratio of North Eastern States; ,
- (c) whether loan advance to North Eastern States are low;
- (d) if so, the details thereof alongwith the comparative figures; and
- (e) the steps being taken or proposed to be taken by Government to improve the situation specially banking sector in North Eastern States in general and Manipur State, in particular ?

Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI S.S.PALAMMANICKAM)

a),(b),(c) & (d): As reported by RBI, the total amount of credit disbursed by the Public Sector Banks in the Country during 2002-2003 was Rs.5,38,031.20 crores and the details of state-wise credit disbursed and Credit Deposit Ratio (CD Ratio) in the North Eastern States were as under:-

S.No. Name of the State Loan amount advanced CD Ratio as on Dec.2003
(Rs.in lakhs) . (in percent)

1.	Arunachal Pradesh	1,163	16.8%
2	Assam	3,318,617	32.8%
3	Manipur	16,532	34.04%
4	Meghalaya	57,904	34.42%
5	Mizoram	14,344	41.30%
6,	Nagaland	15,282	18.70%
7	Trip lira	36,244	22.62

All India 53803120 55.29%

(e) The RBI has been impressing upon the banks from time to time to improve the credit flow to the region. The Banks` performances under Annual Credit Plan as well as the Credit Deposit Ratio (CD Ratio) position have been monitored regularly through various fora such as State Level Bankers` Committee (SLBC), District Coordination Committee (DCC) etc. A Monitoring Group under the Chairmanship of Regional Director of RBI for NE States has been constituted to review on monthly basis the flow of credit to the Region with special focus on Kisan Credit Card (KCC) and Micro Finance through Self Help Groups (SHGs). Further the Regional Director of RBI for North Eastern States is also in regular touch with the respective Chief Secretaries of these States through his quarterly letters in which issues and problems faced by the banks, which require State Government`s intervention are highlighted and discussed in meetings from, time to time.