

**GOVERNMENT OF INDIA
RURAL DEVELOPMENT
LOK SABHA**

UNSTARRED QUESTION NO:3483
ANSWERED ON:07.09.2007
AUGMENTATION OF CREDIT FLOW UNDER SGSY
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Will the Minister of RURAL DEVELOPMENT be pleased to state:

- (a) the details of the amount of loans disbursed against the target fixed during the last two years and till date under Swaranajayanti Gram Swarozgar Yojana (SGSY), State-wise;
- (b) whether the flow of credit from banks for SGSY is very slow in the country;
- (c) if so, the reasons therefor ;
- (d) whether the Central level coordination committee has discussed the credit related issues; and
- (e) if so, the outcome thereof and the steps taken by the Government to expedite the flow of credit?

Answer

MINISTER OF STATE IN THE MINISTRY OF RURAL DEVELOPMENT (SHRIMATI SURYAKANTA PATIL)

- (a) A statement showing the details of the amount of loan disbursed against the target under SGSY, state-wise for the years 2005-06, 2006-07 and 2007-08 (as per the information available as on 31.08.2007), is given in the Annexure.
- (b) & (c) The credit flow from banks under SGSY showed an increasing trend during the last two years. The bank credit has increased from Rs. 1928.70 crore in 2005-06 to 2339.31 crore in 2006-07, registering an increase of 21.29%. Similarly, credit disbursed as a percentage to target has increased from 76.67% in 2005-06 to 81.53% in 2006-07.
- (d) & (e) Yes, Sir. A Meeting of the Central Level Coordination Committee (CLCC) of SGSY was held on 07th February 2007 under the chairmanship of Secretary (RD) at New Delhi, wherein, inter-alia, credit related issues were discussed. All State Governments and commercial banks were advised to enhance the flow of credit to the beneficiaries under SGSY. Similarly, Commercial Banks and Regional Rural Banks were advised by RBI and NABARD to designate an officer in the Corporate office as well as at the State level for intensive coordination and monitoring of SGSY. The action taken has resulted in good increase in the mobilization of credit against a target during the financial year 2006-07.