

**GOVERNMENT OF INDIA  
FINANCE  
LOK SABHA**

UNSTARRED QUESTION NO:1646  
ANSWERED ON:01.12.2006  
LOANS TO AGRICULTURAL AND SSI SECTORS  
Shiwankar Shri Maha Deo Rao

**Will the Minister of FINANCE be pleased to state:**

- (a) the percentage of loan granted by the banks to the agricultural and small scale industries sector by the end of first half of the current year;
- (b) whether there has been an increase in the amount of loan extended to such areas in the first half of the current year;
- (c) whether the Government propose to consider/has considered to issue guidelines for the banks in the districts having less than 40% of loan deposit ratio and hike the loan deposit ratio;
- (d) if so, the details thereof;
- (e) whether districts having low loan deposit ratio have been identified; and
- (f) the steps taken/being taken by the Government to increase the loan deposit ratio ?

**Answer**

MINISTER OF THE STATE IN THE MINISTRY OF FINANCE (SHRI PAWAN KUMAR BANSAL)

(a) & (b): The total advances to agriculture and Small Scale Industries by different bank groups are as under:-

(Ami, in Rs. Crores)

Groups	Total Agricultural Advances			Total SSI Advances		
	Mar. 2006	Sept. 2006	%increase	Mar. 2006	Sept. 2006	% increase

Public Sector Banks	154900	174106	10.40	82492	86473	4.83
Private Sector Banks	36185	32233	-10.92	10447	10953	4.85
Foreign Banks	39	113	187	8446	7355	-13
All Scheduled Com. Banks	191124	206451	8	101385	104782	3

(c), (d) & (f): Yes, Sir. Govt. had set up an expert group to look into the nature and magnitude of the problems of low CD ratio of different states and suggest steps to overcome the problems. Accordingly, on the recommendations of the group, the Reserve Bank of India had issued instruction to State Level Bankers Committee, convener banks to set up Special Sub-Committees (SSCs) in districts having CD ratio of less than 40% to prepare Monitorable Action Plans to achieve CD ratio of 60 in a phased manner.

(e) : Yes, Sir.