**MINUTES OF 26th SUB COMMITTEE MEETING OF SLBC ON SHG & RSETI HELD ON 20th JANUARY, 2016 AT SBI, LHO, PATNA**

The 26th meeting of Sub-Committee of SLBC on SHG & RSETI was held on 20th January, 2016 at State Bank of India, Local Head office, Patna. The meeting was attended by officials from GOB, RBI, NABARD, Banks and representatives of JEEVIKA and UDHD. The list of participants is enclosed as Annexure-I.

The AGM, SLBC welcomed all the participants.

After confirmation of the Minutes and Action Taken Report of the 25th Steering Committee meeting of SLBC on SHG & RSETI held on 24.07.2015, the Agenda items were tabled and the following issues were discussed:

**Self Help Group (SHG)**

State Project Manager of Jeevika, in his address informed the house that more than 52000 groups amounting Rs. 270.00 crores has been credit linked during the current financial year up till December’2015. He requested the banks to ensure availability of adequate stationery at the branch level to facilitate account opening and credit linkage of SHG accounts. He advised that till the forms are made available to branches, forms downloaded from Bank/SLBC site can be used for opening of accounts. He requested all Banks to use the common SHG account opening form and credit linkage (1st dose) form and get the same uploaded on their respective websites after putting their Bank seal on that to be downloaded and used by Jeevika in case of need. He also requested the Banks to issue suitable instruction to branches with a copy endorsed to Jeevika.

The State Project Manager also requested the Banks to feed proper product code while opening SHG accounts in the system to avoid the problems in interest subvention. He also requested that charges or fees debited in SHG a/cs should be reversed and no charges/ fees should be levied in SHG a/cs by Banks. It was also suggested to sort out the problem faced by the branches in opening of Bulk accounts under SHG.

The house also agreed that with the progress in time and cost structure moving up, the quantum of first & second dose of loan should be minimum Rs. 0.75 lacs and Rs. 1.50 lacs respectively after factoring into RBI Guidelines in this regard.

It was also agreed that all Banks will provide list of JEEVIKA sponsored NPA accounts of SHG to Jeevika for follow up and make the accounts standard.

**Rural Self Employment Training Institutes(RSETIs):**

State Project Coordinator (SPC) of RSETIs, Bihar, highlighted the following points with respect to functioning of RSETIs in the state:

**Land allotment:**

The SPC raised the issue of allotment of land at Patna, Rohtas , Nawada, Gaya and Buxar and requested the State Govt to issue suitable instructions to district authorities for resolution at the earliest.

i) Banks were requested to instruct their branches to sponsor at least 10 candidates for training and credit link minimum 10 RSETI trained candidates in a year for improving the settlement ratio of RSETIs.

ii) SPC, RSETI also raised the issue of inadequate numbers of support staff in many RSETIs. All concerned Banks were requested to provide infrastructural support to all RSETIs as per the RSETI guidelines.

**Reimbursement Claim of RSETIs:**

The SPC, Monitoring Cell of RSETIs, stated that Reimbursement by SRLM Deptt. to Banks in respect of BPL candidates was getting delayed due to submission of incomplete information by the Banks. All sponsoring Banks were requested to lay importance in this regard..

**Land and Building Construction:**

The SPC advised that where allotment of land for construction of RSETI building has been done, construction of building has started in some of the districts. However, he expressed concern over slow pace in construction.AGM, SLBC advised all Banks to complete construction of RSETI building at the earliest. MORD, GOI has issued specific instruction regarding withdrawal of fund from the Banks where construction does commence at an early date.

DGM, RBI in his address called for clear time line in sorting out the problems faced by RSETIs. He requested the Bankers to provide basic infrastructure facilities in all RSETIs to achieve the optimum result in training to unemployed youth and performance of RSETIs should be reviewed periodically. He also suggested to use common portal to access the performance of RSETIs for coordination among themselves.

The meeting ended with a vote of thanks to the chair.

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**ACTION POINTS OF 26th SUB COMMITTEE MEETING OF SLBC ON SHG & RSETI**

**HELD ON 20th JANUARY, 2016**

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| **Sr.No.** | **Action point** | **Action to be taken by** |
| **1** |  Banks to use the common SHG account opening form and credit linkage (Ist dose) form and get the same uploaded on their respective Bank & SLBC websites after putting their bank’s seal for use by JEEVIKA, in case of shortage | **All Banks**  |
| **2** |  Banks to use the common SHG account opening form and credit linkage (Ist dose) form and get the same uploaded on their respective Bank & SLBC websites after putting their bank’s seal for use by JEEVIKA, in case of shortage. | **All Banks**  |
| **3** |  Banks to issue suitable instructions to Branches to accept SHG account opening form and credit linkage (1st dose) forms downloaded from respective Bank & SLBC websites with a copy endorsed to JEEVIKA.  | **All Banks** |
| **4** | Banks to issue guidelines to branches to raise quantum of 1st and 2nd dose of loans to Rs. 0.75 lacs and Rs. 1.50 lacs respectively. | **All Banks** |
| **5.** | List of JEEVIKA sponsored NPA accounts of SHG to be provided to JEEVIKA for follow up and make the accounts standard | **All Banks** |
| **6** |  Banks to ensure that all of their branches sponsor at least 10 candidates in their respective district’s RSETI for training and credit link minimum 10 trainees of their respective district’s RSETI in each financial year. | **All Banks** |
| **7** | All RSETIs to submit claim of training expenses of BPL candidates duly approved in LAC meeting for the FY 2013-14 & 2014-15 in the prescribed format through their sponsoring Bank to SRLM at the earliest. | **All concerned Banks & RSETIs** |

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