

## **AMENDMENTS TO MINUTES OF 100<sup>th</sup> SLBC HELD ON 21.12.2009**

### **4.1.29. South Indian Chamber of Commerce and Industry (SICCI) - Request for inclusion in the District Level Bodies such as DLRC and other committees under it, DIDC, DCC, DLBC, SLBC, SLIIC, SME Empowered Committee, SLEPC etc. and all other relevant District and State Level Committees**

The subject matter came up for discussion during the 100<sup>th</sup> Meeting of SLBC, Kerala held on 21.12.2009 at Trivandrum as per the request of M/s. South Indian Chamber of Commerce and Industry (SICCI).

Under cover of letter No.14745/F2/2009/Plg dated 26.10.2009, the Secretary, Planning & Economic Affairs (F) Department, Government of Kerala, forwarded a copy of the letter addressed to the Principal Secretary, Industries Department, Government of Kerala by the President, the South Indian Chamber of Commerce and Industry, (SICCI) for necessary action.

The 100<sup>th</sup> SLBC meeting suggested that instead of inclusion in SLBC, South Indian Chamber of Commerce and Industry may be included as one of the members in the sub-committees of DIDC, DCC, DLRC, SLIIC, SME Empowered Committee and Export Promotion.

Vide Letter RPCD(T)No.LBS/1532/03.02.02/2009-10 dated 16.02.2010, RBI had advised to remove mention of SLIIC and SME Empowered Committee from the paragraph as these are committees of the RBI and SLBC have no say in them except for suggestions.

**TABLE ITEMS**

**PRIMARY SECTOR – FRESH ISSUE**

**2.2.9. Extension of the moratorium on fishermen loans for a further period of six months from 02.11.2009**

Vide letter No.14154/B3/2009/F&PD dated 30.01.2010, the Secretary, Fisheries & Ports (B) Department, Govt. of Kerala informed that as per G.O.(MS) No.74/09/F & PD dated 13.11.2009, the period of moratorium on fishermen loans had been extended for a further period of six months from 02.11.2009. Above mentioned Govt. Order is given below.

കേരള സർക്കാർ  
സംഗ്രഹം

മത്സ്യബന്ധന-തുറമുഖ വകുപ്പ്- കേരള സംസ്ഥാന മത്സ്യത്തൊഴിലാളി കടാശ്വാസ കമ്മീഷൻ - മത്സ്യത്തൊഴിലാളികളുടെ കടങ്ങൾക്ക് പ്രഖ്യാപിച്ച മോറട്ടോറിയം ആറുമാസത്തേയ്ക്കു കൂടി ദീർഘിപ്പിച്ച് ഉത്തരവ് പുറപ്പെടുവിക്കുന്നു.

മത്സ്യബന്ധന തുറമുഖ (ബി) വകുപ്പ്.  
സ.ഉ.(കൈ)നം. 74/2009/മതുവ. തീയതി, തിരുവനന്തപുരം, 13-11-2009

- പരാമർശം:-
- 1) സ.ഉ (കൈ)നം. 42/2007/മതുവ തീയതി 2.11.07
  - 2) സ.ഉ (കൈ)നം. 29/2008/മതുവ തീയതി 27.5.08
  - 3) സ.ഉ (കൈ)നം. 78/2008/മതുവ തീയതി 6.12.08
  - 4) സ.ഉ.(പി) നം.1/09/മതുവ തീയതി 5-1-09
  - 5) സ.ഉ (കൈ)നം. 38/2009/മതുവ തീയതി 11.6.09
  - 6) കേരള സംസ്ഥാന മത്സ്യത്തൊഴിലാളി കടാശ്വാസ കമ്മീഷൻ സെക്രട്ടറി യുടെ 19-10-09 ലെ 29/09/ബി./കെ.എസ്.എഫ്.ഡി.ആർ.സി നമ്പർ കത്ത്.

**ഉത്തരവ്**

മത്സ്യത്തൊഴിലാളി കടാശ്വാസബിൽ നിയമസഭാ സെലക്ട് കമ്മിറ്റിയുടെ പരിഗണനയ്ക്ക് വീടുകയും, കമ്മിറ്റി സിറ്റിംഗുകൾ പ്രഖ്യാപിക്കുകയും ചെയ്തിരുന്ന പശ്ചാത്തലത്തിൽ മത്സ്യത്തൊഴിലാളികൾക്ക് ഒരു അടിയന്തര സമാശ്വാസ നടപടി എന്ന നിലയ്ക്ക്, അവർ സ്വകാര്യ പണമിടപാടു സ്ഥാപനങ്ങൾ ഉൾപ്പെടെ വിവിധ വായ്പ സ്ഥാപനങ്ങളിൽ നിന്നും വ്യക്തികളിൽനിന്നും സ്വീകരിച്ച വായ്പകളിന്മേൽ തുടങ്ങിവെച്ചതോ തുടർന്നുവരുന്നതോരായ റിക്കവറി നടപടികൾക്ക് പരാമർശം ഒന്നിലെ സർക്കാർ ഉത്തരവുപ്രകാരം 6 മാസത്തേയ്ക്ക് മോറട്ടോറിയം ഏർപ്പെടുത്തിയിരുന്നു. മോറട്ടോറിയത്തിന്റെ കാലാവധി പരാമർശം (2) (3) (5) എന്നിവയിലെ സർക്കാർ ഉത്തരവുകൾ പ്രകാരം തുടർച്ചയായി 6 മാസം വീതം ദീർഘിപ്പിച്ചു നൽകുകയുണ്ടായി. പ്രസ്തുത മോറട്ടോറിയത്തിന്റെ കാലാവധി 1.11.09 ൽ അവസാനിച്ചു.

2. 2008-ലെ കേരള മത്സ്യത്തൊഴിലാളി കടാശ്വാസ കമ്മീഷൻ ആക്ട് പ്രകാരം മുളള അധികാരങ്ങൾ വിനിയോഗിക്കുന്നതിനും ചുമതലകൾ നിർവ്വഹിക്കുന്നതിനുമായി പരാമർശം 4-ലെ സർക്കാർ ഉത്തരവു പ്രകാരം കേരള സംസ്ഥാന മത്സ്യത്തൊഴിലാളി കടാശ്വാസ കമ്മീഷൻ നിലവിൽ വന്നിട്ടുണ്ട്.

3. മത്സ്യത്തൊഴിലാളി കടാശ്വാസ കമ്മീഷന് ലഭിച്ച അപേക്ഷകളിൽ നടപടി സ്വീകരിക്കുന്നതിന് ഇനിയും സമയം വേണ്ടിവരുമെന്നതിനാൽ മോറട്ടോറിയത്തിന്റെ കാലാവധി ദീർഘിപ്പിക്കണമെന്ന് പരാമർശം 6-ലെ കത്തു പ്രകാരം കേരള സംസ്ഥാന മത്സ്യത്തൊഴിലാളി കടാശ്വാസ കമ്മീഷൻ സെക്രട്ടറി അഭ്യർത്ഥിച്ചു.

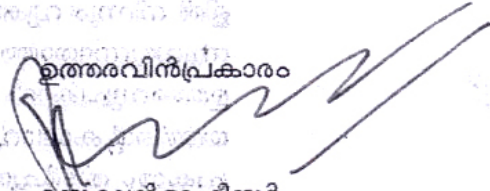
4. സർക്കാർ ഇക്കാര്യം വിശദമായി പരിശോധിക്കുകയുണ്ടായി. മത്സ്യത്തൊഴിലാളി കടാശ്വാസ കമ്മീഷനിൽ ലഭിച്ച അപേക്ഷകളിൽ നടപടി സ്വീകരിക്കുന്നതിന് ഇനിയും സമയം വേണ്ടി വരുമെന്നതിനാൽ, മത്സ്യത്തൊഴിലാളികൾ സ്വകാര്യ പണമിടപാട് സ്ഥാപനങ്ങൾ ഉൾപ്പെടെ വിവിധ ധനകാര്യ സ്ഥാപനങ്ങളിൽനിന്നും

വ്യക്തികളിൽ നിന്നും 31-12-07 വരെ മത്സ്യബന്ധനോപകരണങ്ങൾ വാങ്ങൽ, ഭവന നിർമ്മാണം, കുട്ടികളുടെ വിദ്യാഭ്യാസം, ചികിത്സാചെലവുകൾ, പെൺമക്കളുടെ വിവാഹം എന്നീ ആവശ്യങ്ങൾക്ക് നേടിയിട്ടുള്ള വായ്പകളിന്മേൽ തുടങ്ങിവെച്ചതോ തുടർന്നുവരുന്നതോ ആയ ജപ്തി നടപടികൾ ഉൾപ്പെടെയുള്ള നിയമവിരുദ്ധ നടപടികൾക്ക് പ്രഖ്യാപിച്ചിട്ടുള്ള മോറട്ടോറിയത്തിന്റെ കാലാവധി 2-11-09 മുതൽ 6 മാസത്തേക്ക് കൂടി ദീർഘിപ്പിച്ചു ഉത്തരവ് പുറപ്പെടുവിക്കുന്നു.

ഗവർണ്ണറുടെ ഉത്തരവിൻ പ്രകാരം,  
 കെ. രാധാകൃഷ്ണൻ,  
 അഡീഷണൽ സെക്രട്ടറി

സെക്രട്ടറി, കേരള സംസ്ഥാന മത്സ്യത്തൊഴിലാളി കടാശ്വാസ കമ്മീഷൻ, നന്തൻകോട്,  
 തിരുവനന്തപുരം - 3  
 ഫീഷറീസ് ഡയറക്ടർ, തിരുവനന്തപുരം.  
 കമ്മീഷണർ, കേരള മത്സ്യത്തൊഴിലാളി ക്ഷേമനിധി ബോർഡ്, പൂങ്കുന്നം, തൃശ്ശൂർ.  
 മാനേജിംഗ് ഡയറക്ടർ, മത്സ്യഫെഡ്, തിരുവനന്തപുരം  
 ധനകാര്യവകുപ്പ്,  
 വസ്തു വകുപ്പ്,  
 പൊതുഭരണ(എസ് .സി) വകുപ്പ്  
 ഡയറക്ടർ, ഇൻഫർമേഷൻ & പബ്ലിക് റിലേഷൻസ്, തിരുവനന്തപുരം  
 സ്റ്റോക്ക് ഫയൽ, ഓഫീസ് കോപ്പി

പകർപ്പ്: മത്സ്യബന്ധനവും രജിസ്ട്രേഷനും വകുപ്പുമന്ത്രിയുടെ പ്രൈവറ്റ് സെക്രട്ടറിക്ക്  
 സെക്രട്ടറി (ഫീഷറീസ്) യുടെ പി . എയ്ക്ക്  
 അഡീഷണൽ സെക്രട്ടറി (ഫീഷറീസ്) യുടെ പി . എയ്ക്ക്

ഉത്തരവിൻപ്രകാരം  
  
 സെക്ഷൻ ഓഫീസർ

SLBC vide letter No.SLBC:35:453:2010:KM dt. 23.03.2010 had forwarded the above G.O. to the Controlling Offices of all Banks and LDMs for information and necessary action.

## **TERTIARY SECTOR – FRESH ISSUE**

### **4.2.13. Employment Scheme for Rehabilitation of Manual Scavengers (Suggested by Reserve Bank of India)**

Pursuant to the decision taken by the Ministry of Social Justice and Empowerment, Government of India, all public sector banks were advised vide circular dated December 18, 2009 to ensure completion of implementation of Scheme for Rehabilitation of Manual Scavengers (SRMS) up to December 31, 2009 and the spillover in inevitable cases up to March 31, 2010 in a time bound manner. *SLBC may review the position.*

#### **Views of the Steering Committee**

*The Steering Committee of 101<sup>st</sup> SLBC held on 18.03.2010 noted that Kerala State was declared as scavenger free State. In view of the above, the committee decided not to place the matter before SLBC.*

*Further as per RBI letter RPCD(T) No.LBS/1812/03.02.02/2009-10 dated 25.03.2010 requested to take up the matter in the SLBC.*

### **4.2.14. Review of Interest Subsidy Scheme for Housing the Urban Poor - ISHUP**

#### **1. Background**

1.1 “*Affordable Housing for All*” is an important policy agenda of the Government of India. The Government of India has sought to create an enabling and a supportive environment for expanding credit flow to the housing sector and increasing home ownership in the country. Various policy pronouncements have reinforced the primacy of the housing sector and the need to provide shelter opportunities to everyone.

1.2 As per the Technical Group set up by the Ministry of Housing and Urban Poverty Alleviation (MHUPA), Government of India, in year 2007, the estimated urban housing shortage was 24.7 million units. Of this shortage, 99% is related to EWS and LIG segments.

1.3 In the National Urban Housing & Habitat Policy, 2007 a demand driven approach, ranging from subsidy based housing schemes to cost recovery-cum-subsidy schemes for housing through a pro-active financial policy including micro-finance and related self-help group programmes, has been advocated. The policy seeks to devise innovative housing finance schemes for targeting the two segments – EWS & LIG with suitable support from Central and State Governments to increase flow of finance for catering to housing needs of these segments.

1.4 The Government had approved an Interest Subsidy Scheme for Housing the Urban Poor (ISHUP). The scheme seeks to supplement the efforts of the Government through the JNNURM to comprehensively address the housing shortage. The beneficiaries to be covered under JNNURM are to be excluded under the coverage of the present scheme. The

interest subsidy on housing loans for the urban poor will enhance affordability besides leveraging funds from the market for lower segments. Under this scheme, a subsidy of 5 per cent per annum is given upto a loan of Rs 100,000/- . The loan repayment period would be 15-20 years.

## **2. Salient Features of the Scheme**

- The Scheme is expected to leverage flow of institutional finance for the EWS and LIG segment households over the next 4 years (2008-12) till the completion of 11<sup>th</sup> Plan. Households with monthly income of upto Rs 3,300 are classified as EWS while those with monthly income between Rs 3,301 and Rs 7,300 are termed LIG.
- the Scheme is to enable EWS and LIG households to avail affordable housing loans for purchase of house/construction of new house.
- Loan repayment periods will be permissible generally ranging from 15-20 years. The subsidy will be 5% p.a. for EWS and LIG, admissible upto a loan of Rs. 1 lakh over the full period of the loan. However, loan for higher amount may be given subject to approved appraisal standards of the PLI but subsidy will be restricted upto a loan of Rs. 1 lakh only. The loan extended in the last year of the Plan Period will also have repayment period upto 20 years.
- Beneficiary borrowers may choose fixed or floating rates (the consequences clearly explained to the borrowers by PLIs). An additional interest of 1% p.a. (maximum) may be permitted to be charged by banks/HFCs if fixed rate loans are extended which will be subject to reset after a minimum period of 5 years.
- Mortgage of the dwelling unit be accepted as primary security. However, there would be no collateral security/third party guarantee for loans upto and inclusive of Rs 1 lakh excluding group guarantee. No levy of prepayment charges would be permitted.
- The Net Present Value (NPV) subsidy will be given to the lenders upfront and on quarterly basis in respect of the loans disbursed in the previous quarter. The NPV subsidy given to the lender will be deducted from the principal loan amount of the borrower, who will then have to pay interest to the PLI at an agreed interest rate on reduced balance for the entire tenor of the loan. The advantages of this method is as under:
  - The interest subsidy directly accrues to the benefit of the borrower upfront reducing his principal outstanding amount.
  - The EMI for any beneficiary type is lower than in a situation where the interest subsidy is disbursed through the loan period quarterly.
  - The transactional complexity of administering and accounting of provision of subsidy disbursal through quarterly loan periods as well as cost involved for the PLIs claiming subsidy periodically from National Housing Bank (NHB)/HUDCO on behalf of Government of India effecting payments, is reduced.

- Interest subsidy of 5% will be provided on loan amount upto Rs.1, 00,000/- for the loan duration of 15-20 years. The benefit of the Scheme in terms of reduced EMI is illustrated below:

<b>Loan duration</b>	<b>Loan Amount (Rs.)</b>	<b>Rate of Interest</b>	<b>EMI without interest subsidy (Rs.)</b>	<b>EMI after interest subsidy (Rs.)</b>	<b>Reduction in loan amount after adjusting interest subsidy (Rs.)</b>
15 years	Rs. 1,00,000/-	9%	1014	716	<b>29,325/-</b>
20 years	Rs. 1,00,000/-	9%	899	578	<b>35,740/-</b>

- The lenders prefer the upfront adjustment mechanism not only for reasons of administrative convenience but also for facilitating credit risk evaluation. This is because the borrower's equity in the house goes up and the loan to value ratio comes down. This should also facilitate greater coverage of borrowers.
- Under the scheme, preference (subject to beneficiaries being from EWS/LIG segments) will be given to Scheduled Caste, Schedule Tribe, Minorities, Person with disabilities and women beneficiaries in accordance with their proportion in the total population of city/urban agglomerate as per the 2001 Census.

### **3. Implementation of ISHUP Scheme**

- 3.1. NHB and HUDCO, as central nodal agencies, are responsible for administering the subsidy to the eligible institutions and submitting utilization certificates after obtaining them from the PLI's. So far 15 Banks and 6 HFCs have entered into MoU with NHB for as implementing agencies.
- 3.2. Under the Scheme, State Level Nodal Agencies have to play an important role in assisting the lenders in identifying beneficiaries and undertaking the verification as per guidelines of the Scheme. State Government of Rajasthan may identify the nodal agency at state and district levels various for identification and certification of the bonafides of the beneficiaries. The State Government may also fix district wise targets which may be conveyed to SLBC Convenor in fixing of Bank-wise targets.
- 3.3. The loan sanctioned /disbursed since the inception of the Scheme i.e., December 26, 2008 may to the eligible categories of borrowers may be considered for subsidy claim from either of the Central Nodal Agency.
- 3.4. NHB has provided the list of implementing agencies, subsidy claim formats and a simulation technique for computation of subsidy at its website [www/nhb.org.in](http://www/nhb.org.in) which may be consulted by the Bankers/HFCs.
- 3.5. Copy of the ISHUP Scheme is enclosed for the ready reference.

**TARGET FOR INTEREST SUBSIDY SCHEME FOR URBAN  
POOR (ISHUP) FOR 2009-10**

<b>SI No.</b>	<b>BANK</b>	<b>NUMBER OF URBAN BRANCHES</b>	<b>NUMBER OF UNITS</b>
<b>A</b>	<b>STATE BANK GROUP</b>		
1	STATE BANK OF BIK&JA	1	95
2	STATE BANK OF HYDBD	4	380
3	STATE BANK OF INDIA	97	9238
4	STATE BANK OF MYSORE	8	762
5	STATE BANK OF TRVCRE	108	10286
	Total- State Bank Group	<b>218</b>	<b>20761</b>
<b>B</b>	<b>NATIONALISED BANKS</b>		
1	ALLAHABAD BANK	6	571
2	ANDHRA BANK	9	857
3	BANK OF BARODA	20	1905
4	BANK OF INDIA	23	2190
5	BANK OF MAHARASHTRA	5	476
6	CANARA BANK	60	5715
7	CENTRAL BANK OF IND	23	2190
8	CORPORATION BANK	19	1810
9	DENA BANK	7	667
10	IDBI BANK	4	381
11	INDIAN BANK	26	2476
12	INDIAN OVERSEAS BANK	25	2381
13	ORNTL BANK OF COMM	10	952
14	PUNJAB & SIND BANK	3	286
15	PUNJAB NATIONAL BANK	30	2857
16	SYNDICATE BANK	32	3048
17	UCO BANK	11	1048
18	UNION BANK OF INDIA	48	4571
19	UNITED BANK OF INDIA	7	667
20	VIJAYA BANK	21	2000
	<b>Total- Nationalised Banks</b>	<b>389</b>	<b>37048</b>
<b>C</b>	<b>R R Bs</b>		
1	N.M.G.B	8	762
2	S.M.G.B	15	1429
	Total - R R Bs	23	<b>2191</b>
<b>Total - Public Sector Banks</b>		<b>630</b>	<b>60000</b>

**POSITION OF FLCCs AS AT DECEMBER 2009**

<b>Sl. No.</b>	<b>District</b>	<b>Place</b>	<b>Sponsoring Bank</b>
1	Alappuzha	Mararikulam	Federal Bank Ltd.
2	-do-	Alappuzha	Federal Bank Ltd.
3	-do-	Vezhpara	Federal Bank Ltd.
4	Pathanamthitta	Pathanamthitta	State Bank of Travancore
5	Kozhikkode	Kunnamangalam	District Co-operative Bank
6	Thrissur	Wadakkancherry	Bank of Baroda
7	Kannur	Kelvakam	NMGB
8	-do-	Kannur	NMGB
9	Ernakulam	Ernakulam	South Indian Bank Ltd.
10	Wayanad	Vaduvanchal	SMGB
11	Malappuram	Anamangad	SMGB

**MINUTES OF MEETING OF THE SUB-COMMITTEE OF SLBC  
ON PENDING ISSUES**

**Held on 27.03.2010 at South Conference Hall, Government Secretariat, Trivandrum**

The meeting commenced at 11.30 a.m. with **Dr. P. Prabhakaran IAS**, Additional Chief Secretary, Finance Department, Government of Kerala in the chair. The list of participants is annexed.

**Sri. N. R. Venkataramani**, General Manager, Canara Bank & Convener, SLBC, Kerala welcomed the participants and informed that as per the decision of the 100<sup>th</sup> meeting of SLBC, Kerala held on 21.12.2009 in Trivandrum sub-committees have been formed exclusively for sorting out the long pending issues with different Government Departments. The meeting was convened as per the convenience of Additional Chief Secretary(Finance).

Sri. Venkataramani , General Manager, Canara Bank, then presented the issues one by one.

**1. Exemption of surcharge for certificate of sale under SARFAESI Act/Rules 2002**

The Sub-Committee noted that the issue was discussed in the 94<sup>th</sup> meeting of SLBC held on 24.12.2007, State Level Review Meeting 2008 & 2009 and 100<sup>th</sup> SLBC.

The Sub-Committee noted that the surcharge payable for certificate of sale of property was exempted by State Government vide G.O.(MS) 495/62/2D dated 12.06.1961 and G.O(MS) 552/63/DD dated 15.07.1963. However the exemption was not made available for certificate of sale issued under SARFAESI Act. Hence banks found it difficult to mobilize/locate prospective bidders/buyers for sale of properties under SARFAESI Act and difficulty to realize defaulted/NPA Accounts

The Sub-committee also noted that the Principal Secretary, Taxes (E) Department, Government of Kerala vide letter No.24898/E2/09/TD dated 07.12.2009, informed that the exemption of surcharge for certificate of sale under SARFAESI Act/Rules 2002 and Amendment/notification in Kerala Registration Rules empowering the Sub-Registrar Office to make entry of possession of immovable properties by banks under SARFAESI Act, in Book 1, cannot be considered favourably. This would affect the revenue to Government – hence rejected.

Responding to the issue, **Sri. A. K. Ramakrishnan**, Inspector General, Registration Department, Government of Kerala informed that *as per the recent amendment in the Finance Bill, surcharge duty would be abolished with effect from 01.04.2010*. Hence the issue may be treated as resolved.

*In the light of the above clarification, the Sub-Committee decided to inform the SLBC accordingly and recommend to drop the item from the list of pending issues of SLBC.*

## **2. Amendment/modification in Kerala Registration Rules empowering the SROs to make entry of possession of immovable properties by banks under SARFAESI Act, in Book I**

The Sub-Committee noted that the issue was discussed in the 94<sup>th</sup> meeting of SLBC held on 24.12.2007, State Level Review Meeting 2008 & 2009 and 100<sup>th</sup> SLBC.

The Sub-committee also noted that the Principal Secretary, Taxes (E) Department, Government of Kerala vide letter No.24898/E2/09/TD dated 07.12.2009, informed that the exemption of surcharge for certificate of sale under SARFAESI Act/Rules 2002 and Amendment/notification in Kerala Registration Rules empowering the Sub-Registrar Office to make entry of possession of immovable properties by banks under SARFAESI Act, in Book 1, cannot be considered favourably.

**Sri. A. K. Ramakrishnan**, Inspector General, Registration Department, Government of Kerala informed that unless suitable amendment is made in the Registration Act Section 89, empowering the SROs to make an entry of possession of immovable properties under SARFAESI Act 2002, Department could not do anything.

**Dr. P. Prabhakaran IAS**, Additional Chief Secretary, Finance Department, Government of Kerala requested SLBC Convenor to further examine the matter at SLBC level and to take up the matter once again with the concerned Department if suitable modification / amendment was found necessary.

*The Sub-Committee decided to examine the matter at SLBC level and if found essential by the forum, to again take up with the concerned Department so that the matter of amendment may be taken up at the Government Level.*

## **3. Notifying More Centres for Equitable Mortgage**

**Sri. N. R. Venkataramani** informed that the matter was a long pending issue since 2005. Declaring all areas with Sub- Registrar's Office, as notified centres for creation of EM, would help the indenting borrower so that the relevant documents could be kept in possession of the branch at the identified centre from where loans are granted, quicker disposal of customers, borrowers need not travel to distant places for depositing their title deeds and there was no other complexities to the Government. He added that this would more flexible for the purpose of EMT creation and that there was no revenue loss for the government.

**Dr. P. Prabhakaran IAS**, Additional Chief Secretary, Finance Department, Government of Kerala requested the IG, Registration Department to see whether the department can further facilitate this for administrative convenience.

**Sri. A. K. Ramakrishnan**, Inspector General, Registration Department, Government of Kerala informed that the issue would be presented before the Principal Secretary for further action.

**Dr. P. Prabhakaran IAS**, Additional Chief Secretary, Finance Department, Government of Kerala requested SLBC Convenor to take up the matter with the Taxes Department for a final decision.

#### **4. First Charge claimed by Sales Tax Department**

The Sub-Committee noted that the issue came up for discussion during the SLRM 2009 and 100<sup>th</sup> SLBC.

The Sub-Committee also noted that the Principal Secretary, Taxes (C) Department, Government of Kerala, vide letter No.14496/C3/2008/TD dated 14.01.2010, informed that the constitutional validity of section 38 of the KGST Act has been upheld by the Hon. Supreme Court of India in the case – Central Bank of India Vs. State of Kerala and others (C.A 95/05). Hence the request could not be considered in the interests of revenue.

**Dr. P. Prabhakaran IAS**, Additional Chief Secretary, Finance Department, Government of Kerala quoted the above and said that Government would take efforts in other viable proposition of any fundamental reality. He also clarified that the dues to the government are of prime importance and suggested that Bank should find out alternative ways so that the dues to the banks are also ensured in the process if such attachments are brought in. As per the extant guidelines in force, the first charge would always be for recovery of Government dues only. In case any viable suggestions could be suggested by SLBC / Banks it could be examined.

*In the light of the above clarification, the Sub-Committee decided to inform SLBC accordingly and to recommend for dropping the item from the list of pending issues of SLBC.*

#### **5. Introduction of Computerization in Revenue Recovery**

The Sub-Committee noted that the issue came up for discussion during the 100<sup>th</sup> Meeting of SLBC held on 21.12.2009 and this was only for information.

Representative of **National Informatics Centre (NIC)** informed that on line process of revenue recovery was established in Taluk Offices in Malappuram, and Palakkad Districts with the support of banks. He added that Software was ready and working in fine. The one line process for Revenue Recovery would be started in 9 districts of the State which would be depends upon the number of Taluk Offices and staff. He requested SLBC to give suitable direction to the Lead Bank Offices of other districts also to extend their support in establishing the process.

**Sri. N. R. Venkataramani** assured to take up the matter with Lead Banks and to adopt a uniform process in the matter for implementation in all the taluks / Districts on a cost sharing basis depending on the number of branches in the district.

## 6. Settlement of Guarantees issued by the State Government

The Sub-Committee noted that the matter was a long pending issue with Government since 2002 in some cases. The Guarantees invoked by banks if not honoured by State Government are to be classified as NPA and Banks are to make huge provisions for the same in their Balance Sheet. The committee then took up the following State Government Guarantees invoked by banks but not honoured by the Government.

Sl. No.	Name of the Company	Bankers	Guarantee Invoked on	Present Position
1	M/s Keltron	SBI, Canara Bank, SBT, IOB	23/03/2005	OTS permitted as per consent decree and amount upto 31.03.2010 remitted to banks.
2	M/s Autocast	SBT, SBI	16.12.2004	Interest portion of Rs. 18 lakhs pending with SBT. The position with SBI not informed.
3	M/s Sitaram Mills, Thrissur	SBI	22.02.2006	SBI position not informed.
4	M/s Steel Complex	SBI	20.11.2005	SBI position not informed
5	M/s Steel Industries Kerala Ltd.	Federal Bank	31.12.2003	There was no progress and Federal Bank had not received any amount from Rs. 6.90 crores.
6	M/s Travancore Rayons Ltd.	IDBI Bank	26.07.2002	Given below in item 7
7	M/s Travancore Rayons Ltd.	Indian Bank, Canara Bank, SBT and Bank of India	02.02.2005	Total liability around Rs. 52 crores with Banks. One of the oldest case pending. Meeting with Minister held recently by Dept. Looking for revival..
8	M/s Steel Industries Kerala Ltd.	Vijaya Bank	29.12.2003	Position not informed
9	M/s KSDP Ltd	SBT	18.12.2003	Compromised for Rs 2.74 Cr. Money not settled.
10	M/s Scooters Kerala Ltd	SBT	11.12.2003	Closed the account
11	M/s Kerala Ceramics Ltd	SBT	26.12.2005	Rehailitation being worked out.
12	M/s All Kerala Cottage Match Industries Federations	Indian Bank	26.05.2004	Closed by OTS
13	M/s Kerala State Rural Women's Electronics Industrial Co-operative Federation Ltd. (RUTRONIX)	Indian Bank	20.12.2005	The matter has been discussed. The Gtee is given by KVIB and counter gteed by GoK Interest waiver cannot be given.
14	M/s. Kerala Agro Industries Corporation	Canara Bank	23.12.2006	Omitted to discuss by oversight

Concluding the discussion on the issue **Dr. P. Prabhakaran IAS**, Additional Chief Secretary, Finance Department, Government of Kerala requested SLBC to collect the details of the position of accounts which are guaranteed by the Government of Kerala to the Secretary, Industries Department at least at Quarterly intervals. He suggested that where guarantees are invoked the report may be made in two parts:

- (i) detailed list accounts where revival package could be possible
- (ii) list of dead cases which are beyond the purview of revival .

It was hence agreed to adopt the above system from the next quarter so that a meaningful follow up could be made.

*The Sub Committee suggested to place the matter again before the SLBC for adoption.*

The meeting came to end at 12.30 p.m.

### **Participants**

1. Dr. P. Prabhakaran IAS, Addl. Chief Secretary, Finance Dept. Govt. of Kerala
2. Sri. Teeka Ram Meena IAS, Secretary, Planning & Economic Affairs Dept.
3. Sri. Alkesh Kumar Sharma, IAS, Secretary, Industries (Investment Promotion)
4. Sri. A. K. Ramakrishnan, Inspector General, Registration Department
5. Smt. Sreela S, Additional Secretary, Information Technology Department
6. Sri. R. P. Raheem, Under Secretary, Revenue Department
7. Sri. Padmanabha Pillai S, Under Secretary, Taxes Department
8. Sri. P. K. Satheesh, Joint Commissioner, Com. Taxes Department
9. Sri. N. R. Venkataramani, General Manager, Canara Bank & Convenor, SLBC
10. Sri. R. K. Moria, Deputy General Manager, Reserve Bank of India
11. Sri. N. Raghavendra, Deputy General Manager, State Bank of Travancore
12. Sri. J. F. Durham, Assistant General Manager, State Bank of India
13. Sri. P. J. Jacob, Assistant General Manager, Indian Bank
14. Sri. G. S. Nair, Chief Manager, Union Bank of India
15. Smt. S. Nalini, Chief Manager, Vijaya Bank
16. Sri. Krishna Kumar, Chief Manager, Federal Bank Ltd
17. Dr. K. S. Raman, Director, National Informatics Centre (NIC)
18. Sri. Basheer Ahammed, DIO, National Informatics Centre (NIC)
19. Sri. K. Muhammed Shariff, Section Officer, Industries Department
20. Sri. Robert L, Senior Grade Assistant, Revenue (H) Department
21. Sri. Anil Kumar P, Divisional Manager, Canara Bank, SLBC Cell
22. Sri. Francis Borgia A, Senior Manager, Syndicate Bank
23. Sri. K. Mohanan, Manager, Canara Bank, SLBC Cell
24. Sri. R. Padmanabhan, Officer, Canara Bank, SLBC Cell

### 10.34. REVISED DATA ON FINANCIAL ASSISTANCE TO WOMEN BENEFICIARIES AS ON DECEMBER 2009

Amount in lakhs

Sl. No.	BANK	OUTSTANDING AT THE END OF PREVIOUS QUARTER		APPLICATION RECEIVED DURING THE QUARTER	SANCTIONED DURING THE QUARTER		DISBURSED DURING THE QUARTER		OUTSTANDING AT THE END OF THE QUARTER	
		No	Amount	No	No	Amount	No	Amount	No	Amount
<b>A</b>	<b>STATE BANK GROUP</b>									
1	STATE BANK OF INDIA	102185	100764.00	9283	7455	5723.00	49772	120028.00	65000	127976.00
2	STATE BANK OF BIK&JA	66	144.39	12	12	13.14	12	13.14	77	70.26
3	STATE BANK OF MYSORE	622	630.88	0	0	0.00	0	0.00	624	631.34
4	STATE BANK OF HYDBD	40	17.28	0	0	0.00	0	0.00	40	16.16
5	STATE BANK OF TRVCRE	285139	308852.00	33339	30151	13047.00	21258	7821.00	291900	316284.00
	<b>Total - State Bank Group</b>	<b>388052</b>	<b>410408.55</b>	<b>42634</b>	<b>37618</b>	<b>18783.14</b>	<b>71042</b>	<b>127862.14</b>	<b>357641</b>	<b>444977.76</b>
<b>B</b>	<b>NATIONALISED BANKS</b>									
1	ALLAHABAD BANK	432	632.24	40	40	29.89	35	25.49	432	632.34
2	ANDHRA BANK	1041	971.00	80	80	82.36	80	82.36	1041	971.00
3	BANK OF BARODA	11292	13589.00	1451	1451	2290.48	1451	2085.21	10777	14107.48
4	BANK OF INDIA	1943	3097.83	40	26	11.10	26	11.10	1533	2951.45
5	BANK OF MAHARASHTRA	505	2327.00	30	35	268.00	35	990.00	577	4225.00
6	CANARA BANK	140157	201496.00	12226	19137	12960.42	19693	10938.42	42234	245529.00
7	CENTRAL BANK OF IND	11631	3402.60	626	592	295.50	574	263.95	12062	3576.63
8	CORPORATION BANK	14996	14122.99	1622	1622	1833.08	1622	1350.95	15203	14871.22
9	DENA BANK	791	1170.00	22	22	43.00	22	43.00	801	1205.00
10	INDIAN BANK	20989	20204.00	1133	1122	1123.00	1098	1084.00	29575	21772.00
11	IDBI BANK LTD	11	336.00	0	0	0.00	0	0.00	11	336.00
12	INDIAN OVERSEAS BANK	31258	9124.52	0	0	0.00	0	0.00	31258	9124.52
13	ORIENTAL BK OF COMMERCE	1766	3151.17	90	89	279.17	81	190.84	1481	3025.37
14	PUNJAB NATIONAL BANK	23535	22070.61	1869	1869	2601.13	1869	2601.13	24292	23355.74
15	PUNJAB & SIND BANK	143	285.15	0	0	0.00	0	0.00	139	266.68
16	SYNDICATE BANK	41913	29994.00	4781	4781	5583.00	4781	5583.00	44315	35408.00
17	UNION BANK OF INDIA	105526	103551.00	1218	1165	6342.45	1165	6342.40	105211	106198.96
18	UNITED BANK OF INDIA	125	415.25	17	17	67.55	17	64.95	142	451.05
19	UCO BANK	5816	7526.00	258	253	367.95	253	271.95	6035	7773.74
20	VIJAYA BANK	11349	11522.20	214	213	284.11	210	175.32	11384	11578.42
	<b>Total - Nationalised Banks</b>	<b>425219</b>	<b>448988.56</b>	<b>25717</b>	<b>32514</b>	<b>34462.19</b>	<b>33012</b>	<b>32104.07</b>	<b>167087</b>	<b>507359.60</b>
<b>C</b>	<b>REGIONAL RURAL BANKS</b>									
1	N.M.G.B	141203	51093.00	52110	51828	92619.00	54652	18888.00	144766	56180.00
2	S.M.G.B	343400	72849.00	43665	43635	7135.00	43635	7135.00	298631	81319.00
	<b>Total for RRBs</b>	<b>484603</b>	<b>584452.76</b>	<b>95775</b>	<b>95463</b>	<b>99754.00</b>	<b>98287</b>	<b>26023.00</b>	<b>443397</b>	<b>137499.00</b>
	<b>Total Public Sector Banks</b>	<b>1297874</b>	<b>1443849.87</b>	<b>164126</b>	<b>165595</b>	<b>152999.33</b>	<b>202341</b>	<b>185989.21</b>	<b>1053881</b>	<b>782357.60</b>

### 10.34. REVISED DATA ON FINANCIAL ASSISTANCE TO WOMEN BENEFICIARIES AS ON DECEMBER 2009

Amount in lakhs

Sl. No.	BANK	OUTSTANDING AT THE END OF PREVIOUS QUARTER		APPLICATION RECEIVED DURING THE QUARTER	SANCTIONED DURING THE QUARTER		DISBURSED DURING THE QUARTER		OUTSTANDING AT THE END OF THE QUARTER	
		No	Amount	No	No	Amount	No	Amount	No	Amount
<b>D</b>	<b>PRIVATE SECTOR BANKS</b>									
1	CATHOLIC SYRIAN BANK	24694	12468.00	11399	10999	4558.00	10999	4558.00	36973	18113.00
2	BANK OF RAJASTHAN	3	1.25	0	0	0.00	0	0.00	0	0.00
3	DHANALAKSHMI BANK LT	23873	11792.79	654	585	359.37	552	328.70	23943	11897.67
4	THE FEDERAL BANK LTD	48226	100810.84	11490	11490	20567.54	11381	19582.94	48270	102528.16
5	KARNATAKA BANK LTD	427	464.42	13	13	59.13	13	59.13	306	389.84
6	KARUR VYSYA BANK LTD	262	87.91	0	0	0.00	0	0.00	246	87.15
7	LAXMIVILAS BANK LTD	45	141.08	0	0	0.00	0	0.00	42	136.85
8	SOUTH INDIAN BANK LT	41646	27736.00	629	561	160.00	537	154.00	41713	25696.00
9	T.N.MERCANTILE BANK LTD	647	538.01	103	103	86.14	88	82.61	647	538.01
10	ING VYSYA BANK LTD	250	129.34	0	0	0.00	0	0.00	243	126.63
11	CITY UNION BANK	43	62.46	0	0	0.00	0	0.00	37	51.37
12	INDUS IND BANK	0	0.00	0	0	0.00	0	0.00	0	0.00
13	ICICI BANK LTD	275	81.67	0	0	0.00	0	0.00	275	81.67
14	HDFC BANK	21518	24486.00	1497	5295	11334.00	5295	11334.00	20751	24501.00
15	JAMMU & KASHMIR BANK	6	50.98	0	0	0.00	0	0.00	6	45.95
16	AXIS BANK	46	64.53	0	0	0.00	0	0.00	46	64.53
	<b>Total - Pvt Sector Bnks</b>	<b>161961</b>	<b>178915.28</b>	<b>25785</b>	<b>29046</b>	<b>37124.18</b>	<b>28865</b>	<b>36099.38</b>	<b>173498</b>	<b>184257.83</b>
<b>E</b>	<b>CO-OPERATIVES</b>									
1	KSC ARDB	79495	52795.00	1725	1350	1765.00	1175	1160.00	80000	53025.00
	<b>Total for State</b>	<b>1463801</b>	<b>1454340.25</b>	<b>191636</b>	<b>195991</b>	<b>191888.51</b>	<b>232381</b>	<b>223248.59</b>	<b>1307379</b>	<b>1019640.43</b>