

RESERVE BANK OF INDIA www.rbi.org.in

RBI/2010-11/47 UBD (PCB) MC. No. 7 / 09.09.001 / 2010-11

July 1, 2010

The Chief Executive Officers of All Primary (Urban) Co-operative Banks

Dear Sir/Madam,

Master Circular - Priority Sector Lending - UCBs

Please refer to our Master Circular BPD (PCB) MC. No.7./ 09.09.001 / 2009-10 dated

July 1, 2009 on the captioned subject (available on RBI website www.rbi.org.in). The

enclosed Master Circular consolidates and updates all the instructions/ guidelines on

the subject issued up to June 30, 2010.

Yours faithfully,

(Uma Shankar) Chief General Manager Encls: As above.

> Urban Banks Department, Central Office, Garment House, 1 Floor, Dr.A.B.Road, Worli, Mumbai – 400018. Phone: 022 - 2493 9930 - 49; Fax: 022 - 2497 4030 / 2492 0231; Email: rbiubdco@rbi.org.in

Contents

1.	Introduction to priority sector lending	1
2.	Categories under priority sector	1
3.	Targets /sub - targets under priority sector	2
4.	Reporting /monitoring under priority sector	4
5.	Detailed guidelines on classification	5
6.	State-wise list of minority concentrated districts	10
7.	Memorandum to be submitted to the board of directors of the bank (Statement I)	12
8	Proforma of the annual return on lending to priority sector and weaker section (Statement II)	13
9.	Proforma on advance / recovery of agricultural advances (Statement III)	21
10.	List of circulars	23

Master Circular on Priority Sector Lending.

1. Introduction on Priority Sector Lending:

1.1 At a meeting of the National Credit Council held in July 1968, it was emphasised that commercial banks should increase their involvement in the financing of priority sectors, viz., agriculture and small scale industries. The description of the priority sectors was later formalised in 1972 on the basis of the report submitted by the Informal Study Group on Statistics relating to advances to the Priority Sectors constituted by the Reserve Bank in May 1971. On the basis of this report, the Reserve Bank prescribed a modified return for reporting priority sector advances and certain guidelines were issued in this connection indicating the scope of the items to be included under the various categories of priority sector. Although initially there was no specific target fixed in respect of priority sector lending, in November 1974 the banks were advised to raise the share of these sectors in their aggregate advances to the level of 33 1/3 per cent by March 1979.

1.2 The need for Primary (urban) Co-operative Banks (UCBs) for providing credit to priority sectors had been examined by the Standing Advisory Committee for UCBs constituted by Reserve Bank in May 1983. The recommendations of the committee were accepted by Reserve Bank and accordingly the targets for lending to priority sector and weaker sections by the UCBs were stipulated.

1.3 On the basis of the recommendations made in September 2005 by the Internal Working Group (Chairman: Shri C. S. Murthy), set up in Reserve Bank to examine, review and recommend changes, if any, in the existing policy on priority sector lending including the segments constituting the priority sector, targets and sub-targets, etc. and the comments / suggestions received thereon from banks, financial institutions, public and the Indian Banks' Association (IBA), it has been decided to include only those sectors as part of the priority sector, that impact large sections of the population, the weaker sections and the sectors which are employment-intensive such as agriculture, and tiny and small enterprises. Accordingly, the broad categories of priority sector for UCBs will be as under:

2. CATEGORIES OF PRIORITY SECTOR

2.1 Agriculture (Direct and Indirect finance): Direct finance to agriculture shall include short, medium and long term loans given for agriculture and allied activities (dairy, fishery, piggery, poultry, bee-keeping, etc.) directly to individual farmers without limit for taking up agriculture / allied activities. Direct finance may be limited to regular members and not to nominal members or to agencies like primary agriculture credit societies (PACS), primary land development banks etc. Indirect finance to agriculture shall include loans given for agriculture and allied activities as specified in para 5 appended.

Loans granted to agriculture and allied activities irrespective of whether the finance is for export activities or domestic activities, are eligible to be classified as priority sector. The export credit granted for agriculture and allied activities may be reported separately under heading "Export Credit to Agriculture Sector" in statement II. **2.2 Small Enterprises (Direct and Indirect Finance):** Direct finance to small enterprises shall include all loans given to micro and small (manufacturing) enterprises engaged in manufacture / production, processing or preservation of goods, and micro and small (service) enterprises engaged in providing or rendering of services, and whose investment in plant and machinery and equipment (original cost excluding land and building and such items as mentioned therein) respectively, does not exceed the amounts specified in Section I, appended. The micro and small (service) enterprises shall include small road and water transport operators, small business, professional & self-employed persons, and all other service enterprises, as per the definition given in para 5. Indirect finance to small enterprises shall include finance to any person providing inputs to or marketing the output of artisans, village and cottage industries, handlooms and to cooperatives of producers in this sector.

Loans granted to micro and small enterprises (MSE) (manufacturing and services) are eligible for classification under priority sector provided such enterprises satisfy the definition of MSE sector as contained in MSMED Act 2006, irrespective of whether the finance is for export activities or domestic activities. The export credit granted to MSEs may be reported separately as "Export Credit to Micro and Small Enterprises Sector" in statement II.

2.3 **Micro Credit:** Provision of credit and other financial services and products of amounts not exceeding Rs. 50,000 per borrower or the maximum permissible limit on unsecured advances whichever is lower.

2.4 **Education loans:** Education loans include loans and advances granted to only individuals for educational purposes up to Rs. 10 lakh for studies in India and Rs. 20 lakh for studies abroad, and do not include those granted to institutions;

2.5 **Housing loans:** Loans up to Rs. 20 lakh to individuals for purchase/construction of dwelling unit per family, (excluding loans granted by banks to their own employees) and loans given for repairs to the damaged dwelling units of families up to Rs. 1 lakh in rural and semi-urban areas and up to Rs. 2 lakh in urban and metropolitan areas.

* Family for this purpose means and includes the spouse of the member and the children, parents, brothers and sisters of the member who are dependent on such member, but shall not include legally separated spouse.

3. TARGETS/SUB-TARGETS

3.1 The targets under priority sector lending would be linked to Adjusted Bank Credit (ABC) (total loans and advance <u>plus</u> investments made by UCBs in non-SLR bonds) or Credit Equivalent amount of Off-Balance Sheet Exposures (OBE), whichever is higher, as on March 31 of the previous year. Existing investments, as on August 30, 2007, made by banks in non-SLR bonds held in HTM category will not be taken into account for calculation of ABC. **However, fresh investments by banks in non-SLR bonds will be taken into account for the purpose.** For the purpose of calculation of credit equivalent of off-balance sheet exposures, banks may use current exposure method. Inter-bank exposures will not be taken into account for the purpose of priority sector lending targets/sub-targets. 3.2 The targets and sub-targets set under priority sector lending for UCBs are furnished below:

	Targets and sub-targets set under priority sector lending
Total Priority Sector advances	40 per cent of Adjusted Bank Credit (ABC) or credit equivalent amount of Off-Balance Sheet Exposure, whichever is higher.
Agriculture Advances	No target.
Small Enterprise advances	Advances to small enterprises sector will be reckoned in computing performance under the overall priority sector target of 40 per cent of ABC or credit equivalent amount of Off-Balance Sheet Exposure, whichever is higher.
Micro enterprises within Small Enterprises sector	 (i) 40 per cent of total advances to small enterprises sector should go to micro (manufacturing) enterprises having investment in plant and machinery up to Rs 5 lakh and micro (service) enterprises having investment in equipment up to Rs.2lakh; ii) 20 per cent of total advances to small enterprises sector should go to micro (manufacturing) enterprises with investment in plant and machinery above Rs 5 lakh and up to Rs. 25 lakh, and micro (service) enterprises with investment in equipment above Rs. 2 lakh and up to Rs. 2 lakh, and micro (service) enterprises with investment in equipment above Rs. 2 lakh and up to Rs. 10 lakh. (Thus, 60 per cent of small enterprises advances should go to the micro enterprises).
Advances to weaker sections	Of the stipulated target for priority sector advances, at least 25% (or 10% of the ABC or credit equivalent amount of Off-Balance Sheet Exposure, whichever is higher) should be given to weaker sections.
Advances to Minorities.	Within the overall target for priority sector lending and the sub- target of 25 per cent for the weaker sections, sufficient care may be taken to ensure that the minority communities also receive an equitable portion of the credit.

3.3 Salary Earners' Banks: The stipulation regarding priority sector lending is not applicable to the Salary Earners' Banks.

3.4 Credit Flow to Minorities: UCBs should initiate steps to enhance/ augment flow of credit under priority sector to artisans and craftsmen as also to vegetable vendors, cart pullers, cobblers, etc. belonging to minority communities. The minority communities notified in this regard are Sikhs, Muslims, Christians, Zoroastrians and Buddhists. Within the overall target for priority sector lending and the sub- target of 25 per cent for the weaker sections, sufficient care may be taken to ensure that the minority communities also receive an equitable portion of the credit.

4. **REPORTING / MONITORING UNDER PRIORITY SECTOR:**

4.1 UCBs should take effective steps to achieve the above recommended targets and monitor the priority sector lending, keeping in view the quantitative as well as qualitative aspects.

4.2 In order to ensure that due emphasis is given to lending under priority sector, it is considered desirable that the performance is reviewed periodically. For this purpose, apart from the usual reviews, which the banks are periodically undertaking, specific reviews by the Board of Directors of the respective banks may be made on half-yearly basis. Accordingly, a memorandum may be submitted to the Board of Directors at half-yearly intervals i.e. as on September 30 and March 31 of each year giving a detailed critical account of the performance of the bank during the period showing increase/decrease over the previous half-year (Statement I).

4.3 Further, annual review of the performance under priority sector advances as on March 31 may also be placed before the Board (Statement II-part A) by 15th of the following financial year. A copy of the annual review (Statement II, part A to E) complete in all respect as on March 31 may be forwarded to the concerned Regional Office of the Reserve Bank with the Board's observations, indicating the steps taken/proposed to be taken for improving the bank's performance. The report should reach the Regional Office within a period 15 days from the end of the period to which it relates.

4.4 The banks should submit Statement III (part A and B) as on March 31 within 15 days thereafter showing the position of direct loan and advances to agriculture and allied activities to the concerned Regional Office of this department under whose jurisdiction they function.

Returns	Contents.	Periodicity
Statement I	Memorandum to be submitted	Half yearly returns put up to Board
	to Board	of UCBs
Statement II	Priority Sector Advances-	Yearly returns to be submitted to
–Part A.	detailed sector wise data.	the Board and RBI's Regional Office.
Statement II-	Priority Sector Advances-	Yearly returns to be submitted to
Part B	State wise data -Outstanding.	RBI's Regional Office
Statement II-	Priority Sector Advances-	do
Part C	State wise data -Disbursal	
	during current year	
Statement II-	Priority Sector Advances to	do
Part D.	Minorities- state wise.	
Statement II-	Priority Sector Advances to	do
Part E	Minorities in identified district	
Statement –	Advances to Agriculture and	do
III-Part A	allied activities (Direct	
	Finance) -State wise	
Statement-	Recovery of Agriculture	-do
III-Part B.	(Direct Finance)-State wise	

4.5 The reporting formats together with their periodicity are summarized as under:

4.6 In order to facilitate compilation of the relative figures, banks may maintain a register to indicate all the items of priority sector advances and also another register for weaker section advances showing particulars, with separate folios to each activity so that the total of advances to priority sector and weaker sections under each activity and to each type of beneficiary may be available at any given point of time. The proforma of these registers may be on the lines of the annual return to be submitted to RBI.

5. THE DETAILED GUIDELINES IN THIS REGARD ARE GIVEN AS UNDER.

1.	AGRICULTURE				
DIR	DIRECT FINANCE				
		ice to individual farmers for Agriculture and Allied Activities (dairy, ry, piggery, poultry, bee-keeping, etc.)			
	1.1.1	Short-term loans for raising crops, i.e. for crop loans. This will include traditional/non-traditional plantations and horticulture.			
	1.1.2	Advances up to Rs. 10 lakh against pledge/hypothecation of agricultural produce (including warehouse receipts) for a period not exceeding 12 months, irrespective of whether the farmers were given crop loans for raising the produce or not.			
	1.1.3	Working capital and term loans for financing production and investment requirements for agriculture and allied activities.			
	1.1.4	Loans to small and marginal farmers for purchase of land for agricultural purposes.			
	1.1.5	Loans to distressed farmers indebted to non-institutional lenders, against appropriate collateral			
	1.1.6	Loans granted for pre-harvest and post-harvest activities such as spraying, weeding, harvesting, grading, sorting, processing and transporting undertaken by individuals, in rural areas.			
1.2		ice to others [such as corporates, partnership firms and institutions] for ulture and Allied Activities (dairy, fishery, piggery, poultry, bee-keeping,			
		Loans granted for pre-harvest and post harvest activities such as spraying, ing, harvesting, grading, sorting and transporting.			
		Finance upto an aggregate amount of Rs one crore per borrower for the ses listed at 1.1.1,1.1.2,1.1.3, and 1.2.1 above.			
		One-third of loans in excess of Rs one crore in aggregate per borrower for Iture and allied activities.			
IN	DIRE	CT FINANCE			
1.3	Finan	ce for Agriculture and Allied Activities			
		Two-third of loans to entities covered under 1.2 above in excess of Rs one in aggregate per borrower for agriculture and allied activities.			

1.3.2 Loans to food and agro-based processing units with investments in plant and machinery up to Rs. 10 crore, undertaken by those other than 1.1.6 above.			
1.3.3	(i)	Credit for purchase and distribution of fertilizers, pesticides, seeds, etc.	
	(ii)	Loans up to Rs. 40 lakh granted for purchase and distribution of inputs for the allied activities such as cattle feed, poultry feed, etc.	
1.3.4	Fina	ance for setting up of Agriclinics and Agribusiness Centres.	
1.3.5	Finance by scheduled UCBs to NBFCs for hire-purchase schemes for distribution of agricultural machinery and implements.		
1.3.6 Existing investments as on March 31, 2007, made by banks in special bonds issued by NABARD with the objective of financing exclusively agriculture/allied activities may be classified as indirect finance to agriculture till the date of maturity of such bonds or March 31, 2010, whichever is earlier. Fresh investments in such special bonds made subsequent to March 31, 2007 will, however, not be eligible for such classification.		ed by NABARD with the objective of financing exclusively culture/allied activities may be classified as indirect finance to agriculture date of maturity of such bonds or March 31, 2010, whichever is earlier.	
	yarc	ns for construction and running of storage facilities (warehouse, market ls, godowns, and silos), including cold storage units designed to store culture produce/products, irrespective of their location.	

			unit is registered as SSI unit/micro or small enterprise, the to such units may be classified under advances to Small ctor.
1	1.3.8	organisations v	ustom Service Units managed by individuals, institutions or who maintain a fleet of tractors, bulldozers, well-boring eshers, combines, etc., and undertake work for farmers on
	1.3.9		ded to dealers in drip irrigation/sprinkler irrigation tural machinery, irrespective of their location, subject to the tions:
		(a)	The dealer should be dealing exclusively in such items or if dealing in other products, should be maintaining separate and distinct records in respect of such items.
		(b)	A ceiling of up to Rs. 30 lakh per dealer should be observed.
1	1.3.10	State Elect corporations/co for reimbursing tension connect their wells and Agriculture (SI	disbursed and outstanding as on the date of this circular to ricity Boards (SEBs) and power distribution ompanies, emerging out of bifurcation/restructuring of SEBs, g the expenditure already incurred by them for providing low ction from step-down point to individual farmers for energising d for Systems Improvement Scheme under Special Project -SPA), are eligible for classification as indirect finance till the maturity/repayment or March 31, 2010, whichever is earlier.

			
		Fresh advances will, however, not be eligible for classification as indirect finance to agriculture.	
	1.3.11	Loans to National Co-operative Development Corporation (NCDC) for on- lending to the co-operative sector for purposes coming under the priority sector will be treated as indirect finance to agriculture till March 31, 2010.	
	1.3.12	Loans granted by scheduled UCBs to Non-Banking Financial Companies (NBFCs) for on- lending to individual farmers.	
	1.3.13	Loans granted to NGOs/MFIs provided they have been admitted as members for on-lending to individual farmers.	
2	SMAL	L ENTERPRISES	
DIR	ECT FI	NANCE	
2.1	Direct	Finance in the small enterprises sector will include credit to:	
2.1.	1 Manu	ifacturing Enterprises	
(a)	Small(manufacturing) Enterprises	
goo buil	ds and ding an	s engaged in the manufacture/production, processing or preservation of whose investment in plant and machinery [original cost excluding land and d the items specified by the Ministry of Small Scale Industries vide its no. S.O. 1722 (E) dated October 5, 2006] does not exceed Rs. 5 crore.	
(b)	Micro	(manufacturing) Enterprises	
goo buil	Enterprises engaged in the manufacture/production, processing or preservation of goods and whose investment in plant and machinery [original cost excluding land and building and such items as in 2.1.1 (a)] does not exceed Rs. 25 lakh, irrespective of the location of the unit.		
2.1.	2 Servi	ce Enterprises	
(a)	Small	(service) Enterprises	
item	ipment ns not d	prises engaged in providing/rendering of services and whose investment in (original cost excluding land and building and furniture, fittings and other irectly related to the service rendered or as may be notified under the ct, 2006) does not exceed Rs. 2 crore.	
(b)) Micro	(service) Enterprises	
	ipment	prises engaged in providing/rendering of services and whose investment in [original cost excluding land and building and furniture, fittings and such 2.1.2 (a)] does not exceed Rs. 10 lakh.	
tran othe inclu	sport o er servi uded ur	small and micro (service) enterprises shall include small road & water operators, small business, professional & self-employed persons, and all ce enterprises. Loans granted in respect of the following activities are also nder Micro and Small (Service) Enterprises within the priority sector subject erprises satisfying the definition of Micro and Small (Service) Enterprises in their investment in equipment (original cost excluding land and building and	

furniture, fitting and other items not directly related to the service rendered or as may be notified under the MSMED Act 2006 i.e., not exceeding Rs 10 lakh and Rs 2 cr respectively):

(i) Consultancy Services including Management Services (ii) Composite Broker Services in Risk and Insurance Management (iii) Third Party Administration (TPA) services for Medical Insurance Claims of Policy holders (iv) Seed Grading Services (v) Training cum Incubator centre (vi) Educational Institutions (vii) Training Institutes (viii) Retail Trade (ix) Practice of Law i.e., legal services (x) Trading in medical instruments (brand new) (xi) Placement and Management Consultancy Services and (xii) Advertising agency and Training Centres

<u>Note:</u> Loans granted for Retail Trade (i.e., advances granted to retail traders dealing in essential commodities (fair price shops), consumer cooperative stores; and advances granted to private retail traders with credit limits <u>not exceeding Rs 20 lakh would be part</u> of the Small (Service) Enterprise.

2.1.3 Khadi and Village Industries Sector (KVI)

All advances granted to units in the KVI sector, irrespective of their size of operations, location and amount of original investment in plant and machinery. Such advances will be eligible for consideration under the sub-target (60 per cent) of the small enterprises segment within the priority sector.

INDIRECT FINANCE

2.2	Indirect finance to the small (manufacturing as well as service) enterprises
	sector will include credit to:

	Persons involved in assisting the decentralized sector in the supply of inputs to and marketing of outputs of artisans, village and cottage industries.
	Existing investments as on March 31, 2007, made by banks in special

bonds issued by NABARD with the objective of financing exclusively non-
farm sector may be classified as indirect finance to Small Enterprises sector
till the date of maturity of such bonds or March 31, 2010, whichever is
earlier. Investments in such special bonds made subsequent to March 31,
2007 will, however, not be eligible for such classification.

2.2.3 Loans granted by scheduled UCBs to NBFCs for on-lending to small and micro enterprises (manufacturing as well as service).

3 MICRO CREDIT 3.1 Loans of amounts no

3.1 Loans of amounts not exceeding Rs. 50,000 per borrower or the maximum permissible limit on unsecured advance whichever is lower.

3.2 Loans to poor indebted to informal sector Loans to distressed persons (other than farmers) to prepay their debt to non-institutional lenders, against appropriate collateral, would be eligible for classification under priority sector.

4. State Sponsored Organizations for Scheduled Castes/Scheduled Tribes

Advances sanctioned to State Sponsored Organisations for Scheduled Castes/ Scheduled Tribes for the specific purpose of purchase and supply of inputs to and/or the marketing of the outputs of the beneficiaries of these organisations.

5.	Edu	cation
	lakh	Educational loans granted to individuals for educational purposes up to Rs. 10 for studies in India and Rs. 20 lakh for studies abroad. Loans granted to tutions will not be eligible to be classified as priority sector advances.
	educ	Loans granted by scheduled UCBs to NBFCs for on-lending to individuals for cational purposes up to Rs. 10 lakh for studies in India and Rs. 20 lakh for ies abroad.
6.	Hou	sing
	6.1	Loans up to Rs. 20 lakh, irrespective of location, to individuals for purchase/construction of a dwelling unit per family, excluding loans granted by banks to their own employees.
	6.2	Loans given for repairs to the damaged dwelling units of families up to Rs. 1 lakh in rural and semi-urban areas and up to Rs. 2 lakh in urban and metropolitan areas.
	6.3	Assistance given to any governmental agency for construction of dwelling units or for slum clearance and rehabilitation of slum dwellers, subject to a ceiling of Rs. 5 lakh of loan amount per dwelling unit.
	6.4	Assistance given to a non-governmental agency approved by the NHB for the purpose of refinance for construction/reconstruction of dwelling units or for slum clearance and rehabilitation of slum dwellers, subject to a ceiling of loan component of Rs. 5 lakh per dwelling unit.
	6.5	Investments made by UCBs in bonds issued by NHB / HUDCO on or after April 1, 2007 shall not be eligible for classification under priority sector lending.

7.	Weaker Sections
	The weaker sections under priority sector shall include the following:
	(a) Small and marginal farmers with land holding of 5 acres and less, and landless labourers, tenant farmers and share croppers;
	(b) Artisans, village and cottage industries where individual credit limits do not exceed Rs. 50, 000;
	(c) Scheduled Castes, Scheduled Tribes and Women
	(d) Loans to distressed poor to prepay their debt to informal sector, against appropriate collateral
	(e) Education loans to persons having monthly income not exceeding Rs 5000/-
	(f) Persons from minority communities as may be notified by Government of India from time to time. In States, where one of the minority communities notified is, in fact, in majority, item (f) will cover only other notified minorities. These States/Union Territories are Jammu & Kashmir, Punjab, Sikkim, Mizoram, Nagaland and Lakshadweep.

Note: Although no specific target for lending to agriculture both direct and indirect has been prescribed for UCBs, the classification mentioned herein should be used for monitoring the credit flow and reporting purposes.

Andamans	(Vide para	Maharashtra						
1.	Nicobars	61.	Akola					
2.	Andamans	62.	Mumbai					
Andhra Pra	desh	63.	Aurangabad					
3.	Hyderabad	64.	Mumbai (suburban)					
Arunachal F	Pradesh	65.	Amaravati					
4.	Tawang	66.	Buldhana					
5.	Changlang	67.	Parbhani					
6.	Tirap	68.	Wasim					
7.	West Kameng	69.	Hingoli					
8.	Param Pare	Man	ipur					
9.	Lower Subansiri	70.	Tamenglong					
10.	East Kameng	71.	Ukhrul					
Assam		72.	Churachandpur					
11.	Dhubri	73.	Chandel					
12.	Goalpara	74.	Senapati					
13.	Barpeta	75.	Thoubal					
14.	Hailkandi	Meg	halaya					
15.	Karimganj	76.	West Garo Hills					
16.	Nagaon	Mizo	oram					
17.	Marigaon	77.	Lawngtlai					
18.	Darrang	78.	Mamit					
19.	Bongaigaon	Orri	sa					
20.	Cachar	79.	Gajapati					
21.	Kokrajhar	Pon	ddicheri					
22.	North Cachar Hills	80.	Mahe					
23.	Kamrup	Raja	sthan					
Bihar		81.	Ganganagar					
24.	Kishanganj	Sikk	im					
25.	Kathiar	82.	North					
26.	Araria	83.	South					
27.	Purnia	84.	East					
28.	Sitamarhi	85.	West					
29.	Darbhanga	Tam	il Nadu					
30.	Paschim Champaran	86.	Kanyakumari					
Delhi	1	Utta	r Pradesh					
31.	Central	87.	Rampur					
32.	North East	88.	Bijnor					

State-wise List of Minority Concentrated Districts (Vide para no 3.4)

Goa		89.	Moradabad
33.	South Goa	90.	Saharanpur
Haryana	•	91.	Muzaffarnagar
34.	Gurgaon	92.	Meerut
35.	Sirsa	93.	Baharaich
Himachal P	radesh	94.	Balarampur
36.	Lahul and Spiti	95.	Gaziabad
37.	Kinnaur	96.	Pilibhit
Jammu and	Kashmir	97.	Bareilli
38.	Leh (Ladakh)	98.	Siddharthanagar
Jharkhand		99.	Shrawasti
39.	Pakaur	100.	Jyotiba Phule Nagar
40.	Sahibganj	101.	Baghpat
41.	Gumla	102.	Bulandshahar
42.	Ranchi	103.	Shahajahanpur
Karnataka		104.	Budaun
43.	Dakshin Kannada	105.	Barabanki
44.	Bidar	106	Kheri
45.	Gulbarga	107	Lucknow
Kerala		Utta	ranchal
46.	Malappuram	108	Hardwar
47.	Ernakulam	109	Udham Singh Nagar
48.	Kottayam	Wes	t Bengal
49.	ldukki	110.	Murshidabad
50.	Wayanad	111.	Maldah
51.	Pathanamthitta	112.	Uttar Dinajpur
52.	Kozhikode	113.	Birbhum
53.	Kasargode	114.	South 24 - Parganas
54.	Thrissur	115.	Nadia
55.	Kannur	116.	Dakshin Dinajpur
56.	Kollam	117.	Haorah
57.	Thiruvananthapuram	118.	North 24-Paraganas
58.	Palkkad	119.	Koch Bihar
59.	Alappuzha	120.	Kolkata
Madhya Prac	1	121.	Barddhaman
60.	Bhopal		

Statement - I

Memorandum to be Submitted to the Board of Directors of the Bank

[Priority Sector Advances - Half-yearly Review - Position as on _____

<u> </u>	4				
	1	Name of the Bank			
	2	Place			
	3	State			
	4	Number of Branches			
		1		as on (Rs. in thousa	
		Particulars	Last Year's	Previous	Current
			Half-year ended	Half-year ended	Half-year ended
II.	1	Total Deposits			
	2	Total Borrowings			
	3	Total Loans and Advances			
	4	Investments in Non SLR Bonds			
	5	Adjusted Bank Credit (ABC) i.e.			
		item nos.3 and 4			
	6	Credit equivalent of Off balance sheet			
		exposure			
	7	Credit Deposit Ratio % of item no 3 to			
		item no 1			
III.	1	Total Loans and Advances under Priority			
		Sector			
	2	Total Loans and Advances to Weaker			
		Sections under Priority Sector			
	3	Percentage of Item no 1 of III to			
		Item no (higher of 5 or 6 of II)			
	4	Percentage of item no 2 of III to			
		item no 1 of III above			
	5	Total Overdues of the Bank*			
	6	Overdues under Priority Sector*			
	7	Overdues under Weaker Sections			
		under Priority Sector *			
IV.	Sector-wis	e Break-up of Loans and Advances			
	under Prior	-			
	1	Finance to Agriculture & Activities			
		Allied to Agriculture			
	2	Small Enterprises			
	3	Retail Trade			
	4	Micro –credit			
	5	State sponsored organizations for SC / ST			
	6	Educational Loans			
	7	Housing Loans			
	8	Weaker Section			
	9	Total			
V.	9	Where target fixed for priority sector /			
۷.		weaker sections lending has not been			
		5			
		achieved, the reasons therefore			
	2	Concentration of loans and advances			
		under any particular sub-group and the			
		reasons therefore			
	3	Suggestions for improvement in			
		performance under priority sector /			
		weaker section			
	4	Observations of the Board of Directors			
		and action resolved to be taken for			
		improvement of performance and			
		implementation thereof	1	1	

* Please also indicate percentage in bracket.

Statement - II Part A

Priority Sector Advances by UCBs as on 31st March

Name of Bank

(A) Adjusted Bank Credit (ABC) *

(B) (a) Total Off-Balance Sheet Exposures (OBE)(b) Credit Equivalent amount of OBE

(C) Total Priority Sector Lending

(D) Total Priority Sector leding as a % of

adjusted bank credit(ABC) or credit equivalent of off balance sheet exposure, whichever is higher.

(E)Total Priority Sector leding to weaker sections as a % of adjusted bank credit(ABC) or credit equivalent of off balance sheet exposure, whichever is higher.

Rs	Lakh
Rs	Lakh
Rs	Lakh
Rs	Lakh



.....%

					(Accou	nt in actual a	nd Amount	in lakhs)		
			Total	Total	Of which			hich ST	Of which	Minorities
			No. of	Amount	No. of	Amount	No. of	Amount	No. of	Amount
			Accounts	Outstanding	Accounts	Outstanding	Accounts	Outstanding	Accounts	Outstanding
Priority	Sector A	dvances								
1	Total Ag	ricultural Credit (a+b) *								
		Direct								
	(b)	Indirect								
	Of total a	advances to agriculture,								
	finance granted to :									
	(i)	Individual farmers								
	(ii)	Corporates, partnership firms and								
		institutions (credit limit of up to								
		an aggregate amount of								
		Rs. one crore per borrower)								
	(iii)	Corporates, partnership firms and								
		institutions (credit limit in excess								
		of an aggregate amount of								
		Rs. one crore per borrower)								
	(iv)	farmers against pledge /								
		hypothecation of agricultural produce								
	(v)	Food and agro-based processing								
		units undertaken by corporates,								
		partnership firms & institutions								
		(investment in plant & machinery								
		up to Rs. 10 crore)								
2	Total cre	dit to Small Enterprises *								
		g manufacturing and services								
		es) (a+b)								
	(a)	Direct								
		Indirect								
	Of total a	advances to Small Enterprises								
		nance granted to :								
	(i)	Manufacturing Enterprises (a+b+c)								
		(a) Enterprises with investment in								

		P & M up to Rs. 5 lakh				
		(b) Enterprises with investment				
		P & M between Rs. 5 lakh				
		and Rs. 25 lakh				
		(c) Enterprises with investment in				
		P & M between Rs. 25 lakh				
		and Rs. 5 crore				
	(ii)	Service Enterprises (a+b+c)				
		(a) Enterprises with investment in				
		equipment up to Rs. 2 lakh				
		(b) Enterprises with investment in				
		equipment between Rs. 2 lakh				
		and Rs.10 lakh				
		(c) Enterprises with investment in				
		equipment between Rs. 10 lakh				
		and Rs.2 crore				
	(iii)	Advances granted to units in the				
		Khadi and Village Industries				
		(KVI) sector				
3	Micro Ci	redit				
4	State sp	onsored organizations for SC/ST				
5	Educatio	on				
6	Housing					
7	Total We	eaker Sections.				
		advances to Weaker Sections				
	finance	granted to :				
		Women				
8	Tot	al Priority Sector Advance (1+7)				

* As per the defintion given in the revised guidelines on priority Sector.

Priority Sector Loans for units engaged in	Agriculture & Allied Activities	Small Enterprises
export activities		
* Of the total advances given under the priority sector, amount of loans given for		
export		

Statement II

Priority Sector Advances by UCBs as on 31st March

Name of the Bank

(Accounts in actual, Amount in Rs Lakhs)

State / Union Territories	Total	Total	Of which		Of whi	/	Of which	Minorities
	No. of	Amount	No. of	Amount	No. of	Amount	No. of	Amount
	Accounts	Outstanding	Accounts	Outstanding		Outstanding	Accounts	Outstanding
ASSAM	ricocumo	outotanianig	recounte	outotainaing	71000041110	outotariaing	7100004110	outotariaing
MEGHALAYA								
MIZORAM								
BIHAR								
JHARKHAND								
ARUNACHAL PRADESH								
WEST BENGAL								
NAGALAND								
MANIPUR								
ORISSA								
SIKKIM								
TRIPURA								
ANDMAN & NICOBAR								
UTTAR PRADESH								
UTTARAKHAND								
DELHI								
PUNJAB								
HARYANA								
CHANDIGARH								
JAMMU & KASHMIR								
HIMACHAL PRADESH								
RAJASTHAN								
GUJARAT								
MAHARASHTRA	J							
DAMAN & DIU	J							
GOA								
DADRA & NAGAR HAVE	LI							
MADHYA PRADESH								
CHATTISGARH								
ANDHRA PRADESH								
KERALA								
PONDICHERRY								
ALL INDIA	1							

Statement II Part C

Disbursal of Advances during the year under Priority Sector to Weaker Sections as on 31st March

NAME OF THE BANK								
State / Union Territories	Tatal	· · · ·	ccounts in		1	, , , , , , , , , , , , , , , , , , ,	Of which t	• Min • • itie •
State / Union Territories	Total No. of	Total Amount	Of whic No. of	Amount	No. of	ch to ST Amount	No. of	o Minorities Amount
	Accounts	Disbursed	Accounts		Accounts		Accounts	Disbursed
ASSAM								
MEGHALAYA								
MIZORAM								
BIHAR								
JHARKHAND								
ARUNACHAL PRADESH								
WEST BENGAL								
NAGALAND								
MANIPUR								
ORISSA								
SIKKIM								
TRIPURA								
ANDAMAN & NICOBAR								
UTTAR PRADESH								
UTTARAKHAND								
DELHI								
PUNJAB								
HARYANA								
CHANDIGARH								
JAMMU & KASHMIR								
HIMACHAL PRADESH								
RAJASTHAN								
GUJARAT								
MAHARASHTRA								
DAMAN & DIU								
GOA								
DADRA & NAGAR HAVELI								
MADHYA PRADESH								
CHATTISGARH								
ANDHRA PRADESH								
KARNATAKA								
LAKSHADWEEP								
TAMIL NADU								
KERALA								
PONDICHERRY								
All India								

Statement II Part D

Statement showing Priority Sector Advances granted to the Members of specified Minority Communities vis-à-vis Overall Priority Sector Advances as on 31st March

	Bank Name			winnority	Commun	ities vis-a-					11003 43 0	11 513	march				
Part (B' – For all Districts in t										(No	of Mas	– Actuals		(Amount in	a lakhs of Rs.)	
<u>i ait</u>											(110.		Actuals				
		0	hristians	Mu	slims	Bud	dhists		Sikhs	Zor	oastrians		Fotal 'A'	-	ther 'B'	Total P/S	Adv
Sr.	State/Union Territory		Instans	INIC	511115	Duu		,	JINIIS	201	Jastilalis			0		in all distri	
No.	State/Onion Territory																
140.		No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.
		A/cs.	0/S.	A/cs.	O/S.	A/cs.	0/S.	A/cs.	0/S.	A/cs.	0/S.	A/cs.	0/S.	A/cs.	0/S.	A/cs.	0/S.
1	Haryana	A/03.	0/0.	A/03.	0/0.	A/03.	0/0.	A/03.	0/0.	7,03.	0/0.	7,03.	0/0.	A,03.	0/0.	A/03.	0/0.
•	Himachal Pradesh																
3	Jammu & Kashmir																
	Punjab																
5	Rajasthan																
	Chandigarh																
	Delhi																
-	Assam																
	Manipur																
	Meghalaya																
	Nagaland																
	Tripura																
	Arunachal Pradesh																
	Mizoram																
15	Sikkim																
16	Bihar																
17	Orissa																
18	West Bengal																
19	Andaman & Nicobar Isla	nds															
20	Madhya Pradesh																
	Uttar Pradesh																
22	Gujarat																
23	Maharashtra																
	Goa																
	Daman & Diu																
26	Dadra & Nagar Haveli																
27	Andhra Pradesh																
28	Karnataka																
29	Kerala																
30	Tamil Nadu																
31	Pondicherry																
32	Lakshadweep																
	All India																

Statement II

Part E

Statement showing Priority Sector Advances granted to the Members of specified

Minority Communities in minority concentarted districts vis-a-vis Overall Priority Sec

Bank Name Part 'A' - For Identified Districts

		Chri	Christians		Muslims		Buddhists		ikhs	Zo	roastrians	Тс	otal 'A'	Other 'B'		Total PS Adv in all identified 'C'	
		No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.	No. of	Amt.
		A/cs.	O/S.	A/cs.	O/S.	A/cs.	O/S.	A/cs.	O/S.	A/cs.	O/S.	A/cs.	O/S.	A/cs.	O/S.	A/cs.	O/S.
	Andamans																
	Nicobars																
2	Andamans																
	Andhra Pradesh																
3	Hyderabad																
	Arunachal Pradesh																
4	Tawang																
5	Changlang																
6	Tirap																
7	West Kameng																
	Param Pare																
	Lower Subansiri												1	1		1	
	East Kameng												I		I		
	Assam																
	Dhubri								1				1	1			
	Goalpara																
	Barpeta																
14	Hailakandi																
	Karimganj																
	Nagaon																
17	Marigaon															1	
	Darrang																
	Bongaigaon																
	Cachar																
	Kokrajhar																
	North Cachar Hills																
	Kamrup																
20	Bihar																
	Kishanganj																
	Kathiar						<u> </u>		<u> </u>				<u> </u>		<u> </u>		
	Araria												<u> </u>				
	Purnia												<u> </u>				
	Sitamarhi																
	Darbhanga			ł			<u> </u>	<u> </u>	<u> </u>				<u> </u>		<u> </u>	+	
	Paschim Champaran			ł			<u> </u>	<u> </u>	<u> </u>				<u> </u>		<u> </u>	+	
	Delhi												<u> </u>				
	Central			<u> </u>				<u> </u>					<u> </u>				
	North East																
	Goa																
	South Goa						 						l	 			
	Haryana						<u> </u>									ł	
34	Gurgaon																

	Himachal Pradesh								
	Lahul & Spiti								
	Kinnaur								
	Jammu & Kashmir								
	Leh (Ladakh)								
	Jharkhand								
39	Pakaur								
	Sahibganj								
	Gumla								
	Ranchi								
	Karnataka								
	Dakshina Kannada								
	Bidar								
	Gulbarga								
	Kerala								
	Malappuram								
	Ernakulam								
	Kottayam						1		
	ldukki								
	Wayanad								
	Pathanamthitta								
	Kozhikode								
	Kasaragod								
54	Thrissur								
	Kannur								
56	Kollam								
57	Thiruvananthapuram								
	Palkkad								
59	Alappuzha								
	Madhya (P)								
60	Bhopal								
	Maharashtra								
61	Akola								
62	Mumbai								
63	Aurangabad								
	Mumbai (Suburban)								
	Amravati								
	Buldana								
	Parbhani								
68	Wasim								
69	Hingoli								
	Manipur								
70	Tamenglong								
	Ukhrul								
72	Churachandpur								
73	Chandel								
74	Senapati								
	Thoubal								
	Meghalaya								
	West Garo Hills								
	Mizoram								
77	Lawngtlai								

78	Mamit								
	Orrisa					 			
	Gajapati					 			
	Pondicherry					 			
	Mahe					 			
	Rajasthan								
	Ganganagar								
	Sikkim					 			
	North								
	South					 			
	East					 			
	West					 			
	Tamil Nadu								
	Kanyakumari								
	Uttar Pradesh								
	Rampur								
	Bijnor						 		
	Moradabad								
	Saharanpur								
91	Muzaffarnagar								
	Meerut								
	Bahraich								
	Balrampur								
95	Gaziabad								
	Pilibhit								
	Bareilli								
	Siddarthnagar								
	Shrawasti								
	Jyotiba phule Nagar								
	Baghpat								
	Bulandshahar								
	Shahjahanpur								
	Budaun								
	Barabanki								
	Kheri								
107	Lucknow								
	Uttaranchal								
108	Hardwar								
	Udham Singh Nagar								
	West Bengal								
110	Murshidabad								
	Maldah								
112	Uttar Dinajpur								
113	Birbhum								
114	South 24-Parganas								
115	Nadia								
	Dakshin Dinajpur								
	Haorah								
118	North 24- Parganas								
119	Koch Bihar								
120	Kolkata								
121	Barddhaman								

Loans & Advances to Agriculture and Allied Activities (Direct Finance)

(Amt. in lakhs of Rupees)

as on 31st March

Statement III Part A

Name of the Bank 1. Short - Term Loans

> Upto 2.5 Acre > 2.5 acre and upto 5 acre > 5 acre. State/Union Disbursements Balance Disbursements Balance Disbursements Balance Territory during the year Outstanding during the year Outstanding during the year Outstanding No. of A/cs. Amount No. of A/cs. Amount No. of A/cs No. of A/cs. Amount No. of A/cs. Amount Amount No. of A/cs. Amount Delhi Punjab Haryana Chandigarh Jammu & Kashmir Himachal Pradesh Rajasthan Assam Mizoram Meghalaya Arunachal Pradesh Nagaland Manipur Sikkim Tripura Bihar West Bengal Orissa Andaman & Nicobar Islands Uttar Pradesh Madhya Pradesh Gujarat Maharashtra Goa, Daman & Diu Dadra & Nagar Haveli Andhra Pradesh Karnataka Lakshadweep Tamil Nadu Kerala Pondicherry All India

Statement III

Part B

Recovery of Agricultural Advances (Direct Finance) as on 31st March

	of the Bank]				t. in thousand					
Short T	erm Loans (including Cro				Percentage								
	Name of State/	Balance	Total Demand	Recovery	Total		Overdues						
	Union Territory	Outstanding				1 Year or Less	Over 1 Year	Over 2 Years	Over 3 Years	of Recovery to Demand			
		1	2	3	4	5	6	7	8	9			
I	NORTHERN REGION		•				-		-				
	Haryana												
	Himachal Pradesh												
	Jammu & Kashmir												
	Punjab												
	Rajasthan												
	Chandigarh												
	Delhi												
II	NORTH EASTERN REGION												
	Assam												
	Manipur												
	Meghalaya												
	Nagaland												
	Tripura												
	Arunachal Pradesh												
	Mizoram												
	Sikkim												
=	EASTERN REGION												
	Bihar												
	Orissa												
	West Bengal												
	Andaman &												
	Nicobar Islands												
IV	CENTRAL REGION												
	Madhya Pradesh												
	Uttar Pradesh												
V	WESTERN REGION												
	Gujarat												
	Maharashtra												
	Goa, Daman & Diu												
	Dadra & Nagar												
	Haveli												
VI	SOUTHERN REGION												
	Andhra Pradesh												
	Karnataka												
	Tamil Nadu												
	Kerala												
	Pondicherry												
	Lakshadweep												
	All India												

Appendix

List of Circulars consolidated in the Master Circular.

No	Circular	Date	Subject.
1	UBD.CO.BPD.No. 70 / 09.09.001/2009-10	15.06.2010	Advances to MSEs engaged in exports and export credit to agriculture/allied activities
2	UBD.BPD(PCB) Cir No. 50 / 09.09.01/2009-10	25.03.2010	Categorisation of activities under Services
3	UBD.PCB.Cir.No.58 / 09.09.001/ 07-08	30.06.08	Priority Sector Lending-Revision of Reporting Formats.
4	UBD.PCB.Cir. No.26 / 09.09.001/07-08	30.11.07	Priority Sector lending-Revision of target
5	UBD.PCB.Cir.No.11 / 09.09.01 /07-08	30.08.07	Revised Guidelines on Lending to Priority Sector
6	UBD.PCB.Cir.No.11 (126 A) / 09.09.001 / 2007-08	30.08.07	Priority Sector Advances-List of minority Concentrated Districts