GOVERNMENT OF INDIA FINANCE LOK SABHA

UNSTARRED QUESTION NO:5433
ANSWERED ON:28.04.2000
NOMINEE DIRECTORS OF THE BOARD OF MANAGEMENT OF RRB
MOHAN PONNUSWAMY

Will the Minister of FINANCE be pleased to state:

- (a) whether National Bank for Agriculutre and Rural Development issued instructionsfor appointment of non-political, non-official Director of the Board of Management of Regional Rural Bank;
- (b) whether the list of such proposed nominee Directors has been submitted by NABARD and sponsored Banks as advised by the Government; and
- (c) if so, the details thereof?

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI V. DHANANJAYA KUMAR):

- (a) As per provisions under Section 9(1)(a) of the Regional Rural Banks Act, 1976, two Directors, who are not officers of the Central Government, State Government, Reserve Bankof India, National Bank for Agriculture & Rural Development (NABARD), Sponsol Bank of any other banks are to be nominated by the Central Government on the Board of RRB. The directors so appointed are termed as Non-official Directors (NODs). Instructions have been issued by Government/Reserve Bank of India/NABARD from time to time to sponsor banks of RRBs to suggest suitable persons for appointment as NODs.
- (b) and (c) The sponsoring banks have submitted panels for appointment of NODs. Thedetails of panel submitted by sponsor banks is given in the attached statement.