

**GOVERNMENT OF INDIA
FINANCE
LOK SABHA**

UNSTARRED QUESTION NO:2523
ANSWERED ON:25.07.2014
CREDIT FACILITIES IN JHARKHAND
Hansdak Shri Vijay Kumar

Will the Minister of FINANCE be pleased to state:

- (a) whether Jharkhand is a credit deficit State;
- (b) if so, the details and the reasons therefor along with new credit facilities provided to various business entities of Jharkhand by banks and other financial institutions during the last three years; and
- (c) the steps being taken by the Government to improve the credit facilities in Jharkhand through banks and other financial institutions?

Answer

The Minister of State in the Ministry of Finance (SMT. NIRMALA SITHARAMAN)

(a) to (c) : The Credit Deposit (CD) Ratio of Jharkhand for the last 3 years, as reported by RBI, is given below.

Parameter As of 31.03.2011 As of 31.03.2012 As of 31.03.2013
C D Ratio 35.0 33.6 31.6

The C D Ratio of Jharkhand is low because of lack of physical and social infrastructure in the state and low credit worthiness of the population. According to the State Level Bankers' Committee (SLBC) of Jharkhand, measures to enhance credit facilities include disbursement under priority sector advances particularly under Micro & Small Enterprises (MSE) and Agriculture sector. The sector wise credit disbursed during the last three years in Jharkhand under Annual Credit Plan is as under:

(Rs crore)

Year	Agriculture Sector	MSE Sector	Other Priority	Total Priority
2011-12	1717.26	3018.47	1364.60	6100.33
2012-13	2248.42	4159.54	2041.17	8449.13
2013-14	2301.36	4285.62	3318.02	9905.00

Source: SLBC Jharkhand

The State Government of Jharkhand and SLBC are closely monitoring the credit disbursement in the State. Monitorable Action Plan has been prepared for implementation in underperforming Districts. A Special Task Force has been formed at the Division level, for augmenting growth in agriculture sector under the active supervision of SLBC.