

[English]

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Credit Deposit Ratio

1544. SHRI CHADA SURESH REDDY :
 SHRI AJOY MUKHOPADHYAY :
 SHRI RAMPAL SINGH :
 DR. ASHOK PATEL :
 DR. RAMKRISHNA KUSMARIA :
 SHRI P.C. THOMAS :

Will the Minister of FINANCE be pleased to state:

(a) whether the credit-deposit ratio of the banks in the rural areas of the country is not satisfactory;

(b) if so, the credit deposit ratio in each State during the last three years;

(c) whether the Government have issued any directions in this regard to the banks in the rural areas;

(d) if so, the details thereof; and

(e) the steps taken by the Government to ensure the proper implementation of these directions?

THE MINISTER OF STATE IN THE MINISTRY OF PERSONNEL, PUBLIC GRIEVANCES AND PENSIONS AND MINISTER OF STATE IN THE MINISTRY OF FINANCE (BANKING, REVENUE AND INSURANCE) (SHRI KADAMBUR M.R. JANARTHANAN) : (a) and (b) The Credit Deposit (CD) Ratio of all Scheduled Commercial Banks in rural areas, State/Union Territory-wise for the last three years is given in the enclosed statement.

(c) to (e) Reserve Bank of India have advised banks to achieve CD Ratio of 60 per cent in respect of their rural and semi-urban branches separately on all-India basis. The low dispensation of credit and consequent low CD Ratio in certain areas may be due to various factors such as infrastructural constraints, varying ability of different regions to absorb credit etc. The matter relating to increasing the flow of credit in these areas are discussed regularly in various fora such as District Consultative Committee (DCC), State Level Bankers Committee (SLBC) etc. and necessary follow up action taken where necessary.

Statement**CD Ratio of all Scheduled Commercial Banks (Rural)**

	March-96 CD Ratio	March-97 CD Ratio	March-98 CD Ratio
	1	2	3
Northern Region	39.28	35.63	34.72
1. Haryana	44.59	40.43	39.50
2. Himachal Pradesh	27.35	25.85	24.16
3. Jammu & Kashmir	15.15	15.14	15.59
4. Punjab	45.72	40.75	39.69
5. Rajasthan	48.44	45.72	45.27

	1	2	3
6. Chandigarh	77.02	42.00	43.02
7. Delhi	24.07	19.15	16.95
North-Eastern Region	45.92	43.96	41.94
1. Arunachal Pradesh	10.47	10.80	13.27
2. Assam	53.90	51.45	47.23
3. Manipur	123.76	138.62	126.29
4. Meghalaya	26.77	25.71	27.30
5. Mizoram	27.62	29.16	36.36
6. Nagaland	38.24	46.09	40.86
7. Tripura	81.01	62.12	56.76
Eastern Region	40.76	36.40	32.49
1. Bihar	37.30	32.85	28.92
2. Orissa	59.93	55.46	51.63
3. Sikkim	19.93	18.52	19.72
4. West Bengal	37.07	33.05	28.96
5. A & N Islands	19.74	18.88	19.28

	1	2	3
Central Region	36.60	33.82	32.27
1. Madhya Pradesh	50.91	48.15	47.79
2. Uttar Pradesh	32.74	29.92	27.39
Western Region	47.89	47.34	46.26
1. Goa	16.60	15.53	14.58
2. Gujarat	44.03	40.79	40.40
3. Maharashtra	62.89	65.92	64.56
4. Dadra & Nagar Haveli	20.71	18.55	21.38
5. Daman & Diu	17.09	12.57	9.19
Southern Region	79.38	75.96	74.09
1. Andhra Pradesh	87.37	88.25	83.72
2. Karnataka	73.42	66.24	68.58
3. Kerala	54.57	56.87	57.39
4. Tamil Nadu	87.13	81.21	76.26
5. Lakshadweep	9.56	8.76	9.89
6. Pondicherry	45.42	43.16	39.41
All India	47.66	44.64	42.43