
CHAPTER - V

GROWTH AND STRUCTURE OF ADVANCES

CHAPTER-V

GROWTH AND STRUCTURE OF ADVANCES

5.1 INTRODUCTION :

In this chapter the growth and structure of advances of the Bank under study from 1981 to 1992 have been elaborated. To study the structure and growth of advances of the Bank under study the growth of borrowers, the growth of advances, borrower-advances ratio, changes in number of defaulters, borrowers-defaulters ratio, advances taken per borrower, break-up of advances given by different branches of the bank under study, advances-overdues ratio, structure of advances given by the Bank under study have been analysed. For the interpretation of above variables, percentage method has been adopted.

5.2 ADVANCES OF THE BANK :

In the year 1981, the Bank under study had given advances of Rs. 28398 thousands. Which increased upto Rs. 37028 thousands in 1982. The net increase in advances in single year was Rs. 8630 thousands. It means that, within the period of a single year it has increased by 30.38%. The above Table No.5.1 shows that the advances given by the Bank under study have been increasing in successive years. But the increase in advances over the previous year have been uneven. If we observe the data in Table No.5.1 we find that the year 1988 is one in which the advances given by the Bank have

increased noticeably over the previous year. In 1987 the Bank advanced Rs. 64779 thousands which increased to Rs. 90721 thousands in 1988. The net increase was Rs. 25942 thousands, i.e. 40% increase in one year.

Table-5.1 Growth of the Advances of the Bank (1981-1992)
(Rs.in 000)

Year	Advances	Change over previous year	% change over previous year
1981	28398	-	-
1982	37028	8630	30.38
1983	43169	6141	16.58
1984	50110	6941	16.06
1985	52346	2240	4.47
1986	58798	6452	12.32
1987	64779	5981	10.17
1988	90721	25942	40.00
1989	118510	27789	30.67
1990	131829	13318	11.23
1991	161712	29883	22.66
1992	176183	14471	8.94

Source : Compiled From Annual Reports of the Ichalkaranji
Urban Co-operative Bank Ltd. Ichalkaranji

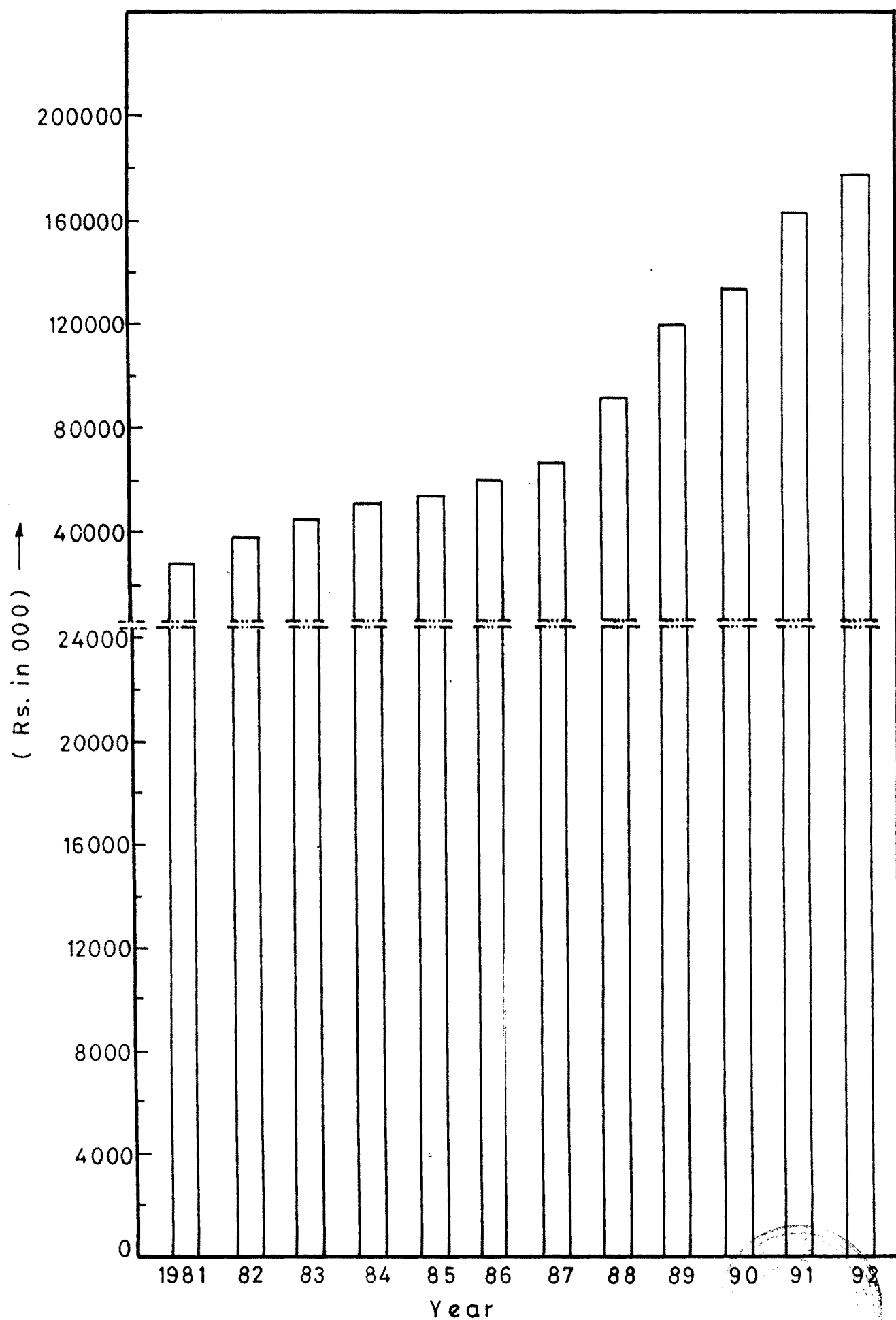


Fig. 7 Growth of the advances of the Bank (1981-1992).

The growth in the advances given by the Bank was the less in the year 1985 than in the previous year i.e. 1984. In 1984 the Bank gave advances of Rs. 50110 thousands. This figure increased to Rs. 52316 in the year 1985. The net increase was merely of Rs. 2240 i.e. 4.47% increase over the previous year. The main reason behind this decrease in advances in 1985 as compared to previous year was the depressionary trend in the powerloom industry located at Ichalkaranji. In June, 1985 the Govt. of India announced the new textile policy which hit hard the industry concerned. As repercussion of this policy the lending operations of the banking sector in Ichalkaranji were retarded. It is clear from this discussion that, the uneven growth of the advances of the bank under study is due to ups and downs in the local powerloom industries.

From the above Table No.5.1 we observe that the lending operations of the Ichalkaranji Urban Co-operative Bank Ltd., Ichalkaranji have increased from Rs. 28398 thousands to Rs. 176183 thousands (an increase of more than five times) during the period under study i.e. 1981-1992. During the period under study the lending operations (advances) have been increased by 520%.

5.3 NUMBER OF BORROWERS OF THE BANK :

From the above Table No.5.2 we observe that, the number of borrowers of the Bank have increased from 3063 to 4806 during the period under study. The net increase in number

Table-5.2 : Growth of Borrowers of the Bank (1981-1992)

Year	No.of Borrowers	change over previous year	% Change over previous year
1981	3063	-	-
1982	4122	1059	34.57
1983	3933	-189	- 4.59
1984	4836	903	22.95
1985	4508	-328	-6.79
1986	4727	219	4.85
1987	4884	157	3.32
1988	5120	236	4.83
1989	5099	-21	-0.42
1990	5103	4	0.07
1991	4947	-156	-3.06
1992	4806	-141	-2.80

Source : Compiled from Annual Report of The Ichalkaranji
Urban Co-operative Bank Ltd., Ichalkaranji

of borrowers during the period under study. i.e. 1981-1992 was 1743. But if we observe the net increase annually there are some years in which the number of members have decreased over the previous year. The range of numbers was 3063 to 5120.

There are five years in which the number of borrowers of the Bank decreased i.e. 1983, 1985, 1989, 1991 and 1992. Among

these years 1989 and 1985 are the years in which reduction in number of borrowers was the least and greatest respectively. The reason behind reduction in number of borrowers is that of depressionary situation in powerloom industry at Ichalkaranji. As stated earlier the New Textile Policy announced in June, 1985 hit hard the industry of which repercussions are seen today also. As a result of these repercussions, though, the number of borrowers have been increasing from the year 1986 to 1992, we observe that the increase is quite negligible, as compared to increase in number of borrower in the year 1982 and 1984.

The Table No.5.2 shows that the increase in number of borrowers of Bank under study within the time of one year 1981-82 was 34.57%. In 1981 the number of borrowers of the Bank was 3063. It increased upto 4122 in 1982. It means that the net increase in the number of borrowers of the Bank in the reference year was 1059. It is largest number as compared to the change over previous year during the period under study. Followed by this in the year 1984 the change over previous year in respect of number of borrowers was 22.95%.

5.4 NUMBER OF DEFAULTERS OF THE BANK :

There is a inverse relationship between number of defaulters and efficiency of the banking sector. Table No.5.3 shows that the number of defaulters has increased from 557 to 1256, during the period under study. The net increase in

Table-5.3 : Changes in Number of Defaulters of the Bank (1981-1992)

Year	No of defaulters	Change over previous year	% Change over previous year
1981	557	-	-
1982	847	290	52.06
1983	905	58	6.84
1984	911	6	0.66
1985	837	-74	-8.13
1986	1000	163	19.47
1987	1043	43	4.03
1988	1031	-12	-1.16
1989	1170	139	13.48
1990	1249	79	6.75
1991	1257	2	0.16
1992	1256	5	0.39

Source : Compiled From the Annual Reports of the Ichalkaranji Urban Co-operative Bank Ltd., Ichalkaranji

number of defaulters was 699 during the reference period. It means that during the period under study the number of defaulters has increased by 225.49%. The number of defaulters of the Bank increased by 18.79% per annum.

We observe from the above Table No.5.3 that, in the year 1985 and 1988 the number of defaulters of the bank decreased. In 1984 the number of defaulters of the Bank under

study was 911, which reduced to 837 in 1985. The number of defaulters decreased by 74 i.e. by 8.13% over the previous year. It was the second time during the period under study in which the number of defaulters of the Bank decreased (1988). In the year 1987 the number of defaulters was 1043. It decreased to 1031 in the year 1988.

Table No.5.3 shows that, the number of defaulters has doubled during the period under study. In the year 1982, the increase in number of defaulters was greater in extent over the previous year. In 1982 the number of defaulters increased by 52.06% over the previous year. Followed by this, in the year 1986 the number of defaulters has increased by 163 i.e. 19.47% over the previous year 1985. During the period under study the year 1989 was one of the considerable years in which the number of defaulters increased by a greater extent. In the year 1989 the number of defaulters increased by 139 i.e. 13.48% over the previous year 1988. In the year 1991 the increase in number of defaulters of the Bank was on very meagre extent. In the year it has increased hardly by 2 i.e. 0.16% over the previous year 1990. As stated earlier the cause of fluctuations in the number of defaulters attributes to up and down in the traditional industry of the Ichalkaranji, i.e. powerloom industry.

Table-5.4 : Percentage of Defaulters to Borrowers of the Bank (1981-1992)

Year	No.of Borrowers	No.of Defaulters	% of Defaulters to Borrowers
1981	3060	557	18.18
1982	4122	847	20.54
1983	3933	905	23.01
1984	4836	911	18.83
1985	4508	837	18.56
1986	4727	1000	21.15
1987	4884	1043	21.35
1988	5120	1031	20.13
1989	5099	1170	22.94
1990	5103	1249	24.47
1991	4947	1251	25.58
1992	4806	1256	26.13

Source : Compiled from the annual Reports of The Ichalkaranji Urban Co-operative Bank Ltd., Ichalkaranji

5.5 BORROWERS-DEFAULTERS RATIO OF THE BANK :

Above Table No.5.4 shows that the number of borrowers has increased alongwith the number of defaulters of the Bank during the period under study. The number of borrowers of the Bank has increased from 3063 to 5120 during the period under study, while the number of defaulters also increased from 557 to 1256 during the

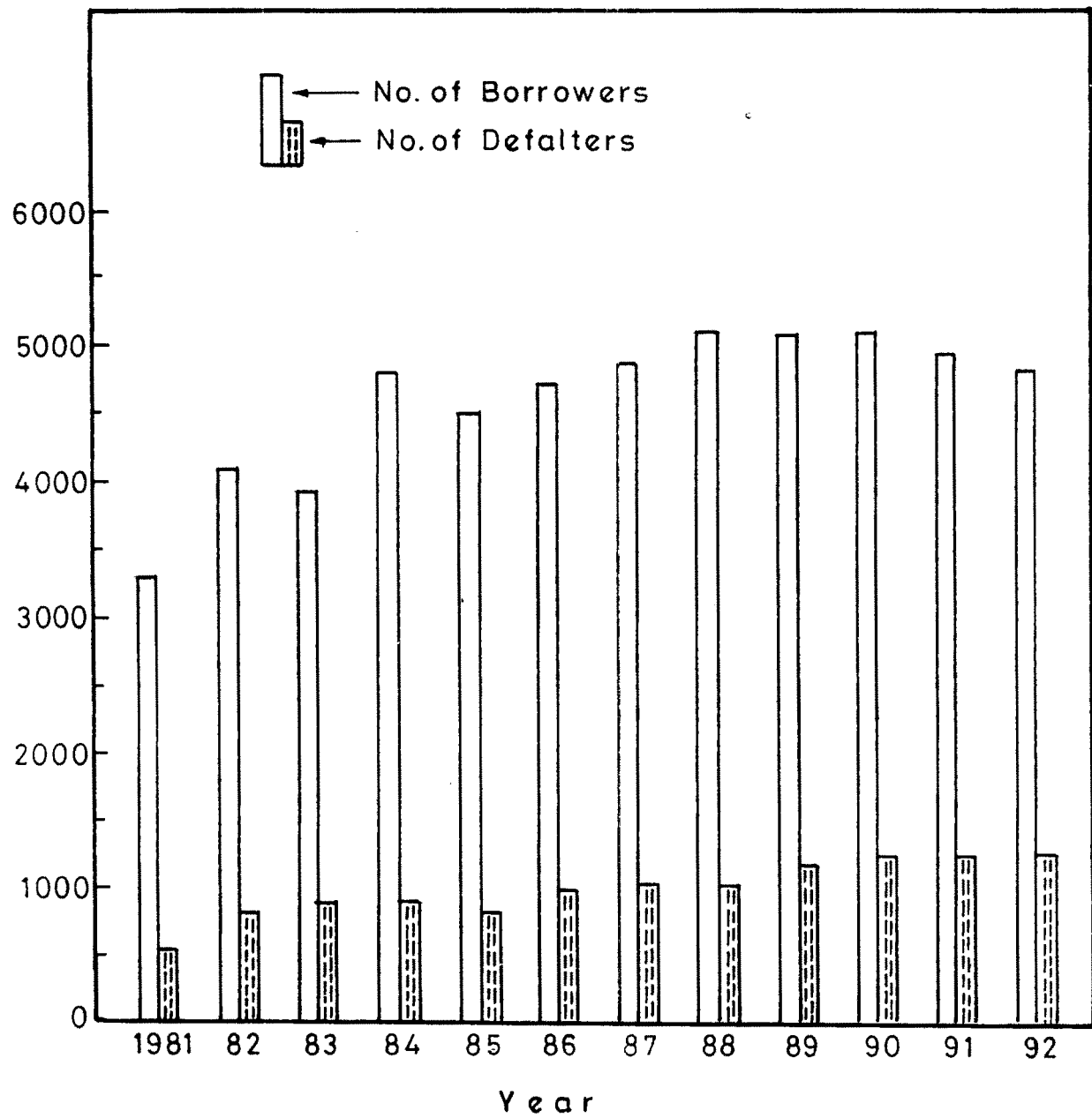


Fig. 8 Defaulters to borrowers of the bank (1981-92).

reference period. As observed the percentage of defaulters to borrowers of the bank under study we find that this has ranged between 18.18% to 26.13% during the period under study. In the year 1981 the percentage of defaulters to borrowers was 18.18 which increased upto 26.13 in 1992. It is clear from the above Table No.5.4 that, though, the percentage of defaulters to borrowers has not increased steadily during the reference period, its tendency is of increasing. From 1981 to 1983 it has increased steadily. But in the year 1984 and 1985 it has decreased to some extent in the previous year. Again from 1986 it has increased continuously throughout the reference period i.e. upto 1992 except in the year 1988 in which it has decreased in the previous year. The 1992 was the year in which the percentage of defaulters to borrowers was highest, while in the year 1981, it was the least.

5.6 ADVANCES PER BORROWER :

The above Table 5.5 focusses that there was steady growth in advances of the Bank during the period under study. Within the time of twelve years the advances of the reference Bank have increased by 620.40%. It means that the advances of the Bank have increased by 51.70% on an average per annum. While considering the growth of number of borrowers during the same period it has increased by 156.90%. It means that, the on an average per annum growth

RECEIVED
1992-93

Table-5.5 : Advances Per Borrowers of the Bank (1981-1992)

Year	Advances (Rs.in 000)	No.of Borrowers	Advances per Borrowers (Rs.in 000)	% Change in Advances per Borrowers over previous year
1981	28398	3063	9.27	-
1982	37027	4122	8.98	-3.13
1983	43169	3933	10.97	22.27
1984	50106	4836	10.36	-5.56
1985	52346	4508	11.61	12.07
1986	58798	4727	12.43	7.06
1987	64778	4884	13.26	6.68
1988	90690	5120	17.71	33.56
1989	118511	5099	23.24	31.23
1990	131829	5103	25.83	11.14
1991	161712	4947	32.68	26.52
1992	176183	4806	36.65	12.15

Source : Compiled From the Annual Reports of The
Ichalkaranji Urban Co-operative Bank Ltd.,Ichalkaranji

rate of increase in number of borrowers was 156.90%. It is clear from this fact that, the growth rate of advances of the reference Bank was quite greater than the growth rate of borrowers. Hence, the advances per borrower have increased drastically.

We can observe from the above Table No.5.5 that, in the year 1981, the advances per borrower were Rs. 9.27 thousands. It decreased upto Rs. 8.98 thousands in 1982. But from the year 1983 it has increased continuously throughout the period under study except in the year 1984. It seems from the Table No.5.5 that in the year 1988 the percentage of the growth of advances per borrower was higher in the previous year. In the year 1988 the advances per borrower were Rs. 17.71 thousands. It has increased upto Rs. 23.24 thousands in the year 1989. This change over previous year was 31.23%. In the year 1992 the advances per borrower have increased upto Rs. 36.65 thousands. But it has increased due to reduction in number of borrowers of the Bank in that particular year.

We observe from the above Table No.5.5 that the increase in advances per borrower during the period under study was 3955.36%. It has increased from Rs. 9.27 thousand in 1981 to Rs. 36.65 thousands in 1992.

Table-5.6 : Break-up of Advances of the Bank
(1981-1992)

Year	Urban Bank main Branch Advances (Rs.in 000)	Industrial estate Branch advances (Rs.in 000)	Hupari Branch Advances (Rs.in 000)	Kavathe- Guland Branch Advances (Rs.in 000)	Total
1981	24501 (86.28)	3897 (13.72)	-	-	28398 (100)
1982	29724 (80.27)	5563 (15.02)	1457 (3.94)	284 (0.77)	37028 (100)
1983	31814 (73.70)	8752 (20.27)	1803 (4.18)	800 (1.85)	43169 (100)
1984	35419 (70.68)	10739 (21.43)	2446 (4.88)	1506 (3.01)	50110 (100)
1985	35988 (68.75)	11373 (21.73)	3030 (5.79)	1955 (3.73)	52346 (100)
1986	41302 (70.24)	11587 (19.71)	3714 (6.32)	2195 (3.73)	58798 (100)
1987	46815 (72.27)	11038 (17.04)	4735 (7.31)	2191 (3.38)	64779 (100)
1988	67615 (74.53)	14642 (16.14)	5866 (6.47)	2598 (2.86)	90721 (100)
1989	92230 (77.82)	15377 (12.98)	7979 (6.73)	2924 (2.47)	118510 (100)
1990	103849 (78.78)	15981 (12.12)	8383 (6.36)	3616 (2.74)	131829 (100)
1991	129128 (79.85)	19612 (12.13)	8553 (5.29)	4419 (2.73)	161712 (100)
1992	139591 (79.23)	24210 (13.74)	8480 (4.81)	3902 (2.22)	176183 (100)

Source : Compiled From The annual Reports of The
Ichalkaranji Urban Co-operative Bank Ltd., Ichalkaranji

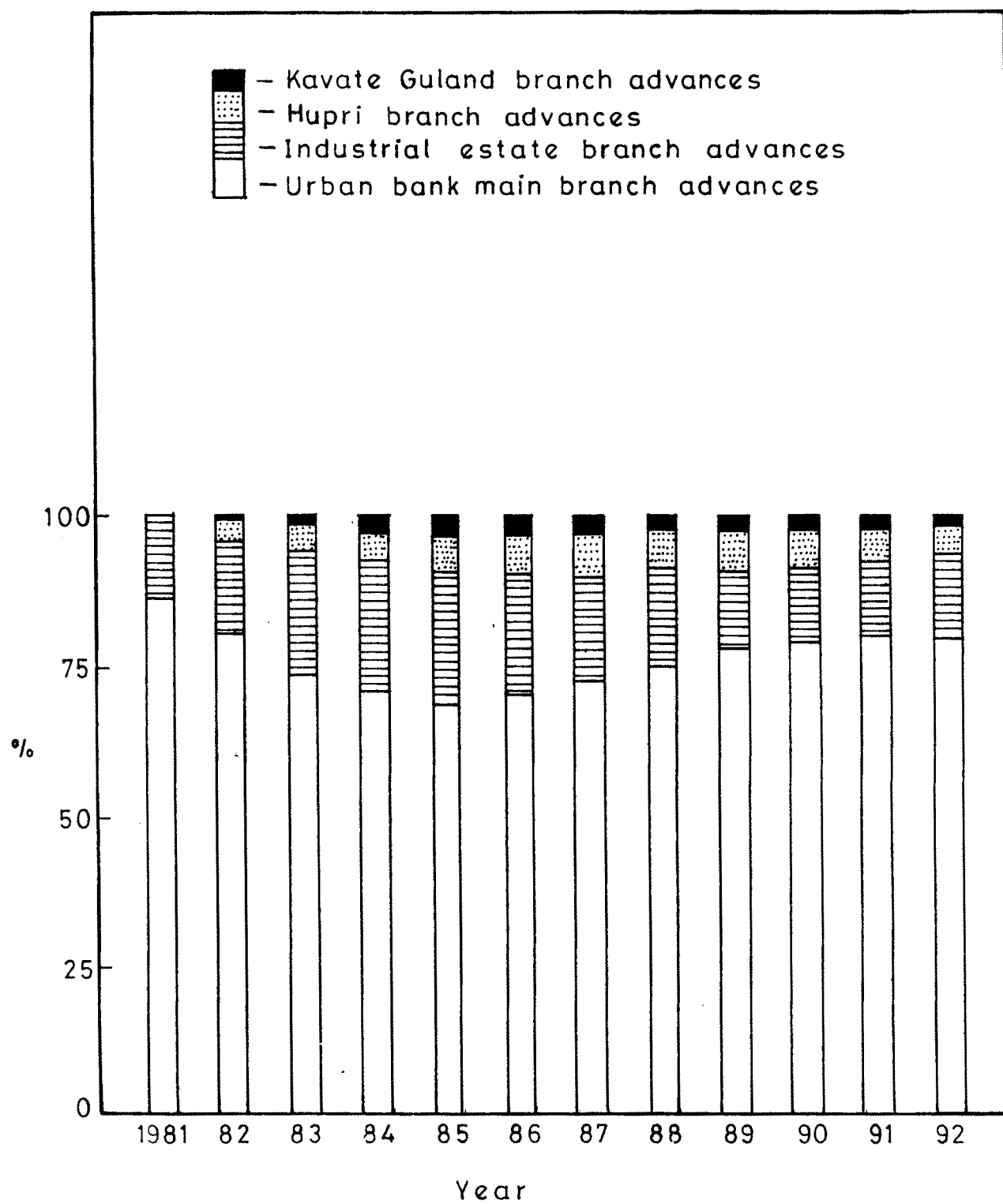


Fig.9 Break-up of advances of the bank (1981-92).

5.7 BREAK-UP ADVANCES OF THE BANK :

As stated in foregoing chapter No.Four there are four branches of the Bank. Out of these two are established in Ichalkaranji, one in Hupari (Dist-Klhapur) and one in Kavathe Guland (Dist-Kolhapur). In 1981 the Bank advanced Rs. 29398 thousands. Out of these Rs. 24501 thousands were advanced by main branch of the Bank under study, while remaining Rs. 3897 thousands were advanced by the Industrial Estate Branch of the Bank. It means that 86.28% loans were given by the main branch and 13.72% were given by Industrial Estate Branch of the Bank. Branches of the Bank at Hupari and Kavathe Guland were not established on 31st March, 1981.

We can observe from the Table No.5.6 that, the advances given by the Bank under study were of their main branch. The share of the advances given by main branch of the Bank in total advances during the reference period fluctuates between 70.24% to 86.28%. In 1981 it was 86.28% to total advances. But after the establishment of Hupari and Kavathe Guland branches it has decreased to some extent But it is interesting that though the percentage share of main branch in total disbursement of the bank went on decreasing the share of Industrial Estate Branch has increased. From 1981 to 1985 the percentage share of the main branch in total disbursement has decreased successively, while the share of Industrial Estate Branch has increased. In the year 1981 it was 13.72% to disbursement which increased upto 21.73%

in 1985. After 1985 the percentage share of main branch in total disbursement of the bank again went on increasing. It means that there are two trends in advances of the main branch. Initially though the advances given by the main branch of the bank have increased its percentage share has decreased upto the year 1985, that was the decreasing trend with an increasing amount. But after 1986 there was increasing trend with an increasing amount of disbursement.

In case of the Industrial Estate branch of the bank we could not find symmetrical trend in respect of percentage share to total disbursement. Initially from 1981 to 1985 the percentage share of the reference branch has been increased along with the increasing amount of disbursement. In 1981 the percentage share of the Industrial Estate branch of the Bank to total disbursement was 13.72% which increased upto 21.73% in 1985. But after 1986 it has decreased from 19.71% to 13.74% in 1992.

In the establishment i.e. 1981-82 year of the percentage share of disbursement by the Hupari branch of the Bank was 3.94% to total disbursement of the bank under study. It has increased successively upto 1987. In the year 1987 the percentage share of the disbursement made by the Hupari branch was 7.31% in to total disbursement of the bank. But after 1987 it has decreased continuously upto 1992. In the year 1992 the percentage share of the disbursement made by the Hupari branch was 4.81% to total disbursement of the bank under study.

The percentage share of the Kavathe Guland branch in total disbursement was very negligible in 1982. It was merely 0.77%. It has increased 3.73% in 1986. But after that it has decreased successively. In 1992 the percentage share of the disbursement made by the Kavathe Guland branch was 2.22% to total disbursement of the Bank.

Table-5.7 : Percentage of Overdues to Advances of the Bank
(1981-1992)

Year	Advances (Rs.in 000)	Overdues (Rs.in 000)	% of Overdues to Total Advances
1981	28398	4605	16.22
1982	37028	6907	18.65
1983	43169	5754	13.32
1984	50110	7376	14.71
1985	52346	7511	14.34
1986	58798	8041	13.67
1987	64779	8385	12.94
1988	90721	10162	11.20
1989	118510	11541	9.73
1990	131829	12804	9.71
1991	161712	15964	9.87
1992	176183	17355	9.85

Source : Compiled From The Annual Reports of The Ichalkaranji
Urban Co-operative Bank Ltd., Ichalkaranji

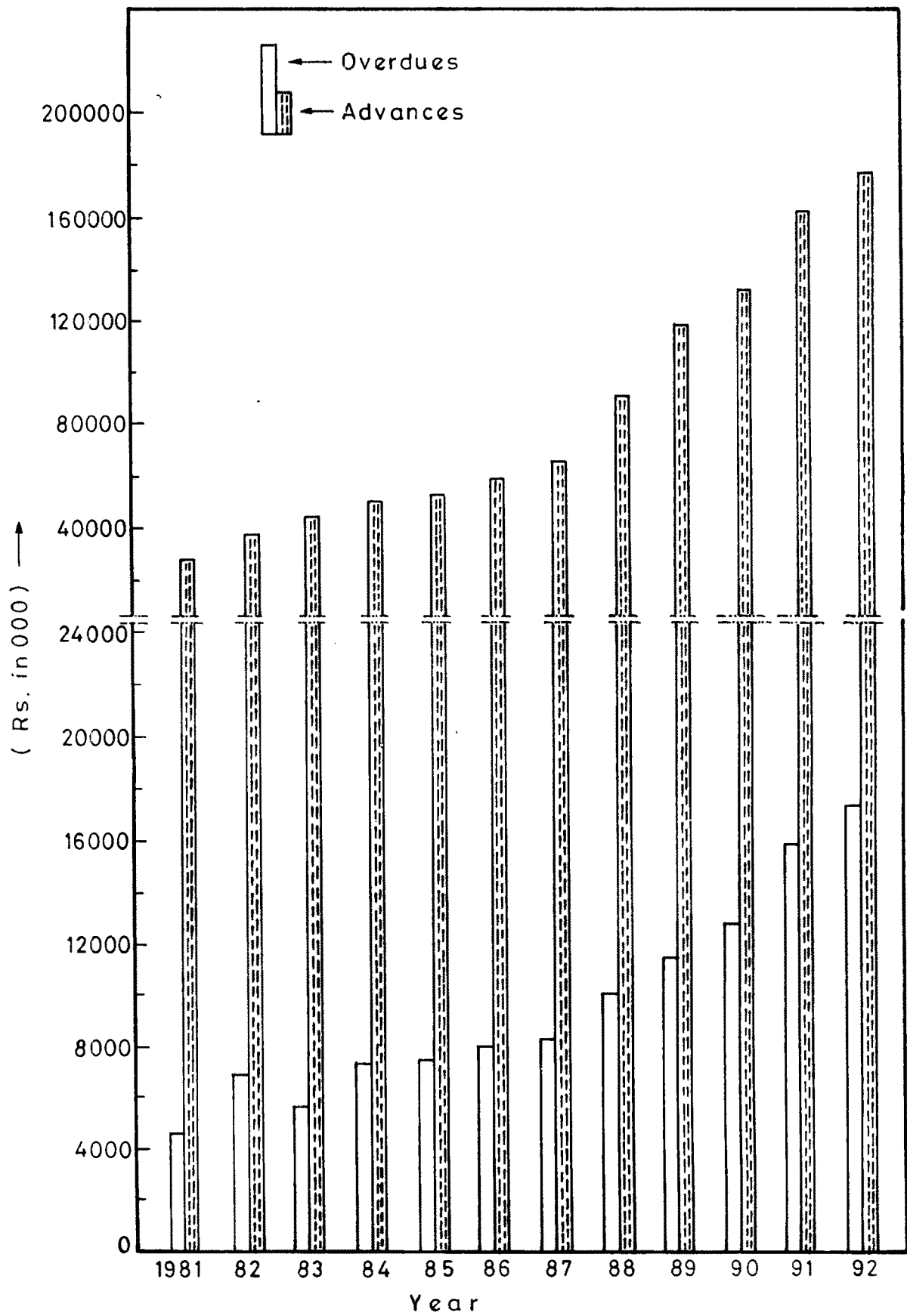


Fig.10 Percentage of overdues to advances of the Bank (1981 - 92).

5.8 ADVANCES-OVERDUES RATIO OF THE BANK :

Overdues is one of the factors badly affecting the efficiency of a bank. We can measure the efficiency of a bank with the help of advances-overdues ratio of a bank. If advances of a bank are increasing alongwith the increasing overdues it will adversely affect a bank efficiency, fortunately from the Table No.5.7 the advances-overdues ratio of the bank under study was decreasing through out the period under study except the year 1982. In 1981 the bank has given advances upto Rs. 28398 thousands. The overdues of the bank was upto Rs. 4605 thousands during the same year. The percentage of overdues to total advances was 16.22%. During the period under study, in 1982 the advances-overdues ratio was to a greater extent i.e. 18.65. In 1982 the advances given by the bank was Rs. 37028 thousands while the overdues was Rs. 6907 thousands.

In 1983 the percentage of overdues to total advances decreased upto 13.82%. But in next two years i.e. 1984 and 1985 it has increased upto 14.71% and 14.34% respectively.

The Table No.5.7 shows that the percentage of overdues to total advances has decreased continuously from the year 1986 to 1992. In 1986 the percentage of overdues to total advances was 13.67% which has fallen upto 9.85 in 1992. It means that, during the period under study the percentage of overdues to total advances has decreased from 16.22% to 9.85%.



The Table No.5.7 shows that during the period under study the amount of overdues of the bank has increased from Rs. 4605 thousands to Rs. 17355 thousands, but as compared to the total amount of advances of the bank the advances overdues ratio has decreased considerably. It is an indicator of the improvement in the efficiency of the bank under study.

Table-5.8 : Overdues Per Defaulter of the Bank (1981-1992)

Year	Overdues (Rs.in 000)	Change over previous (Rs.in 000)	No.of Defaulters	Overdues per Defaulters (Rs.in 000)
1981	4605	-	557	8.27
1982	6907 (49.99)	2302	847	8.15
1983	5754 (-16.69)	-1153	905	6.36
1984	7376 (28.19)	1622	911	8.10
1985	7511 (1.83)	135	837	8.97
1986	8041 (7.06)	530	1000	8.04
1987	8385 (4.28)	344	1043	8.04
1988	10162 (21.19)	1717	1031	9.86
1989	11541 (13.57)	1379	1170	9.86
1990	12804 (10.94)	1263	1249	10.25
1991	15964 (24.68)	3160	1251	12.76
1992	17355 (8.71)	1391	1256	13.82

Source :Compiled from the Annual Reports of The Ichalkaranji
Urban Co-operative Bank Ltd.,Ichalkaranji

5.9 OVERDUES PER DEFAULTER :

The Table No.5.8 shows that the overdues of the Bank under study, during the reference period have increased from Rs. 4605 thousands to Rs.17355 thousands, while the number of defaulters has increased from 557 to 1256. Hence, it seems that during the period under study of the reference bank the number of defaulters has increased by 125.49%, while the overdues per defaulter have increased by 276.87%. It means that the amount of overdues has increased to a greater extent than the increase in number of defaulters. Ultimately the amount of overdues per defaulter has increased. In 1981 the amount of overdues per defaulter was Rs. 8.27 thousands, which has increased upto 13.82 thousands in 1992.

1982 was the year in which the net increase in amount of overdues has increased noticeably over the previous year. In 1982 the amount of overdues of the bank has increased by 49.99% over previous year. In 1983 the quantum of amount of the overdues has decreased by 16.69% over the previous year.

The Table No.5.8 shows that the amount of overdues of the bank under study has increased unevenly during the period under study.

We can observe from the Table No.5.8 that range of the amount of overdues per defaulter of the bank was between Rs. 6.36 thousands to Rs. 13.82 thousands. In the year 1983 the amount of overdues per defaulter was least i.e. Rs. 6.36

Table-5.9 : Structure of Advances of the Bank (1981-1992) (Rs.in lakhs)

Sr.No.	Sector	1981	1982	1983	1984	1985	1986	1987	1988	1989	1990	1991	1992
1	Small Scale Industries	N.A.	N.A.	264.78 (61.24)	307.35 (61.34)	309.44 (59.11)	365.30 (62.13)	405.18 (62.55)	532.89 (58.74)	641.92 (54.17)	700.32 (53.12)	790.22 (48.87)	1032.74 (58.62)
2	Wholesale Trade	N.A.	N.A.	21.80 (5.05)	28.21 (5.63)	32.45 (6.20)	40.74 (6.93)	46.59 (7.19)	77.59 (8.55)	122.36 (10.330)	168.80 (12.81)	232.61 (14.38)	257.65 (14.62)
3	Retail Trade	N.A.	N.A.	2.34 (0.54)	3.65 (0.73)	2.91 (0.56)	11.39 (2.02)	12.30 (1.90)	31.14 (3.43)	36.63 (3.09)	34.82 (2.64)	18.77 (1.16)	41.83 (2.37)
4	Self Employment	N.A.	N.A.	3.20 (0.74)	3.04 (0.61)	3.18 (0.61)	2.14 (0.36)	5.12 (0.79)	8.55 (0.94)	10.32 (0.87)	16.00 (1.21)	62.31 (3.85)	132.10 (7.50)
5	Transport	N.A.	N.A.	10.31 (2.39)	8.89 (1.77)	11.05 (2.11)	22.83 (3.88)	18.70 (2.89)	25.05 (2.76)	34.26 (2.89)	34.89 (2.65)	55.82 (3.45)	31.44 (1.79)
6	Education	N.A.	N.A.	0.17 (0.04)	0.33 (0.07)	0.33 (0.06)	0.05 (0.01)	0.12 (0.02)	0.11 (0.01)	0.83 (0.07)	0.78 (0.06)	0.36 (0.02)	0.30 (0.02)
7	Housing	N.A.	N.A.	4.28 (0.99)	7.89 (1.57)	7.11 (1.36)	7.70 (1.31)	4.49 (0.69)	13.35 (1.47)	7.12 (0.60)	7.78 (0.59)	8.50 (0.53)	27.88 (1.58)
8	Religious Ceremonies and consumption purpose	N.A.	N.A.	0.12 (0.03)	0.07 (0.01)	0.10 (0.02)	0.40 (0.07)	0.33 (0.05)	0.40 (0.05)	0.25 (0.02)	0.32 (0.02)	6.61 (0.41)	5.89 (0.33)
9	Agriculture	N.A.	N.A.	17.40 (4.03)	20.40 (4.07)	19.74 (3.77)	31.62 (5.38)	23.66 (3.65)	30.10 (3.32)	23.03 (1.94)	27.14 (2.06)	30.94 (1.91)	51.42 (2.92)
10	Others	N.A.	N.A.	107.29 (24.83)	121.27 (24.20)	137.15 (26.20)	105.31 (17.91)	131.30 (20.27)	188.03 (20.73)	308.38 (26.02)	327.44 (24.84)	410.98 (25.42)	180.58 (10.25)
Total		283.98 (100)	370.28 (100)	431.69 (100)	501.10 (100)	523.46 (100)	587.98 (100)	647.79 (100)	907.21 (100)	1185.10 (100)	1318.29 (100)	1617.12 (100)	1761.83 (100)

Note : Break-up of the advances given from the different purposes was not shown in office record of the bank for the year 1981 and 1982.

Source : Compiled from the Office Record of the Ichalkaranji Urban Co-operative Bank Ltd., Ichalkaranji

thousands while in the year 1992 it was on the greater extent i.e. Rs. 13.82 thousands.

The Table No.5.8 represents that during the period under study of the Bank the number of defaulters has increased alongwith the amount of overdues per defaulter.

5.10 STRUCTURE OF THE ADVANCES OF THE BANK :

Structure of the advances of the Bank comprises advances disbursed to the small scale industries, wholesale and retail trade, self employment, transport, education, housing, consumption, agriculture and other purposes. From the Table No.5.9 we can observe that,

- 1 Though, the amount disbursed to the small scale industries have increased from Rs. 264.78 lakhs in 1983 to Rs. 1032.74 lakhs in 1992, the percentage share has decreased from 64.34% to 58.62% to total advances disbursed by the bank during the reference period.
- 2 The total disbursement of advances made for the purpose of wholesale trade was Rs. 21.80 lakhs in 1983. It has increased upto Rs. 257.65 lakhs in 1992. The percentage of advances disbursed for this purpose to total advances disbursed was 5.05% in 1983 which has increased upto 14.62% in 1992.
- 3 The advances given for the retail trade was Rs. 2.34 lakhs in 1983 which has increased upto Rs. 41.43 lakhs in 1992. The percentage share of advances given for

this purpose in total advances was merely 0.54 in 1983.

It has increased upto 2.37% in 1992.

- 4 The advances given for self employment was Rs. 3.20 lakhs in 1983, which has increased upto 132.10 lakhs in 1992. It shows that the percentage of the amount disbursed for this purpose to total disbursement was 0.74% in 1983 which has increased upto Rs.7.50% in 1992 .
- 5 The advances given by the bank under study for the purpose of transport were of Rs. 10.31 lakhs in 1983, which accounts for 2.39% to total advances. It has increased upto Rs. 31.44 lakhs and its percentage share in total advances has decreased upto 1.79% in 1992.
- 6 The Table No.5.9 shows that the bank under study has given loans for the purpose of education also. But the amount allotted for this purpose has a negligible part of the total advances. In 1983, only Rs. 0.17 lakhs was disbursed for this purpose which accounts for 0.04% to total advances. It has increased upto Rs. 0.30 lakhs but its percentage share in total advances has decreased upto 0.02%.
- 7 Housing was another negligible purpose for which the amount disbursed by the bank under study was Rs. 4.28 lakhs in 1983. It has increased upto Rs. 27.88 lakhs. The percentage share of the amount disbursed for this purpose in total disbursement has increased upto 1.58% in 1992 from 0.99% in 1983.

- 8 The Bank has given advances for consumption purpose which comprises religious ceremonies and higher purchase of durable goods. But the share of these advances was quite negligible throughout the reference period. In 1983, the bank has given Rs. 0.12 lakhs which accounts for 0.03% to total advances. It has increased upto Rs. 5.89 lakhs. Its percentage to total advances was hardly 0.33% in 1992.
- 9 The Bank has given advances for agricultural purpose. It was Rs. 17.40 lakhs which was account for 4.03% to total advances. But it has increased upto Rs. 51.42 lakhs, but the percentage share has decreased upto 2.92% in 1992.
- 10 As shown in the Table No.5.9 the total advances given by the bank for other purposes have increased from Rs. 107.29 lakhs in 1983 to Rs. 180.58 lakhs in 1992. But the percentage share of the advance disbursed for other purposes has decreased upto 10.25% in 1992 from 24.85% in 1983.
- 11 Table No.5.9 shows that, the total advances disbursed by the bank for various purposes have increased from Rs. 283.98 lakhs to Rs. 1761.83 lakhs in 1992.