

CHAPTER-V.

ANNUAL ACTION PLAN 1984.

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CHAPTER -VANNUAL ACTION PLAN 1984.5.1 INTRODUCTION:

In this chapter an outline of annual action plan 1984 is given and also evaluation of annual action plan 1984 is given.

As per Reserve Bank of India's guidelines A.A.P. 1984 had been prepared for the calender year 1984 i.e. operative from 1st January 1984 to 31st December, 1984. While preparing the plan following points had considered -

- i) net work of banking , financial and manpower resources available in the district.
- ii) Performance of the bank under A.A.P. 1983 .
- iii) Government sponsored programme for which finance was envisaged.
- iv) Existing as well as proposed programmes undertaken by banks of their own .
- v) Infrastructural development .

~~xix~~ The Bank of India the lead bank of the district prepared annual action plan 1984 and placed before the members of the Standing Committee on 22nd Novr. 1983. The plan outlay and the scheme allocation was approved by the members after thorough discussion. The objective of the A.A.P. 1984 has remained mostly identical to that of National Plan.

a) Optimum ukilisation of land and labour had financial rēsources'.



b) Increasing productivity , production and employment, opportunities in various sector of the rural economy., specially of the weaker section .

c) Promoting balanced development of the district.

### 5.2 TARGETS:

The plan envisaged total financial outlay of Rs. 3065.70 lacs, covering 21022 beneficiaries in the district. The sector wise break up in a nutshell has given below:-

<u>Sector</u>	<u>Table No.5.1</u>	
	<u>Target under A.A.P. 1984</u>	<u>Credit outlay</u>
	<u>No. of accounts.</u>	<u>Rs. 000.</u>
1. Agriculture.	15518	251820
2. Small scale industries	1675	23850
3. Other priority sectors.	3829	309.00
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Total.	21022	3065.70
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source - A.A.P. 1984 . Bank of India, Sangli.

The credit plan was divided into three major heads viz. Agriculture, S.S.I. and O.P.S. The agriculture sector includes crop loans, irrigation, farm equipment and other allied activities to agriculture, The industrial sector includes S.S.I. and rural cottage industries . Other priority sectors deals with transport operators, retail traders, self employment etc.

### 5.3 DEVELOPMENTAL PROGRAMMES INCLUDED:

The developmental programme in the district including E.R.D.P. are discussed in the following .

#### a) Integrated Rural Development Programme:

In the plan Rs. 3.43 crores had provided for

I.R.D.P. As compared to last year plan 1983 this year provisions was made on higher side as the subsidy available was Rs. 114.98 lacs .

b) National Programme of Assistance to Small and Marginal Farmers.

The programme was implemented by the project officer D.R.D.A. and the subsidy of Rs. 28 lacs (Rs.3.5 lac per block) was available to the beneficiaries from Small and Marginal Farmers having annual income more than Rs. 3500/- for minor irrigation development.

c) Composite loan scheme:

The objective of the scheme is to encourage the educated unemployed youth to undertake self employment venture in industries, service and business through the provision of assistance . The scheme covers all educated unemployed youth who are matriculates and above and within the age group of 18 - 25 . The scheme is meant for the youth, who are not able to muster their own capital. The subsidy of Rs. 25 lacs was available to 1000 students(beneficiaries) under the plan .

d) Bio-Gas development programme:

The programme is implemented by the Zilla Parishad Sangli and K.V.I.V. Sangli . The requirement of the department were for 1100 plants and 200 plants respectively. During the last year performance was poor . Considering the potentiality the provision for 729 plants was made in the plan .

In addition to the above schemes the plan has provided for implementation of following Government

sponsored scheme.

- I. Special livestock production programme.
- II. Various schemes of M.P.B.C.D.C Ltd.
- III. Horticulture Development Programme.
- IV. Seed Capital assistance under Employment Promotion programme.
- V. Special Component Plan.

#### 5.4 BANKABLE SCHEME AND ASSESSMENT OF CREDIT DEMAND:

##### A. Agriculture.

##### (1) Farm Mechanisation:-

A provision of Rs. 60.83 lacs was made for the activities such as tractors, power tillers, and carts since four new sugar factories were likely to come up there was full scope for tractor finance.

##### (2) Electric pumpsets:

In the block like Khanapur, Atpadi, Jath where there are white water shades have good scope for electric pump set. A provision of Rs. 91.93 lacs had been made for 1592 units.

##### (3) Irrigation loans:

There is good scope for irrigation loans such as dug wells, repairs to the old wells from the I.R.D.P. beneficiaries. The plan provided Rs. 346.71 lacs for 3864 units.

##### (4) Dairy farming:

There is ample scope for new dairy it is major activities allied to agriculture. Rs. 162.68 lacs had been provided .

(5) Poultry, sheep, goats:

This activity has scope and demand from I.R.D.P. beneficiaries and especially poultry by educated unemployed youths under E.P.P. scheme.

(6) Crop finance:

There is a good scope for financing under the scheme as the demand for sugarcane and grape cultivators is increasing. The plan provided Rs. 1766.77 lacs.

(B) Small Scale Industries:(1) Rural and Cottage Industries:

The plan provided Rs. 16.10 lacs for 475 units and would mainly take care of I.R.D.P. beneficiaries.

(2) Small Scale Industries:

A provision of Rs. 220.40 lacs had been made for 1200 units in the plan.

(C) Community Betterment Plan:

Under this scheme the provisions are made mainly to take care of I.R.D.P. and Composite Loan Schemes and schemes under E.P.P. A provision of Rs. 309 lacs had been made during the year. In addition to this there is good scope for educational loan considering the good net-work of College including Engineering and Medical.

5.5. PERFORMANCE UNDER A.A.P. 1984:

As per the Reserve Bank of India's guidelines A.A.P. 1984 had been prepared for the calendar year for the Sangli District. The sector-wise achievement of all the banks from 1st January 1984 to 31st Dec. 1984

in a nut-shell is as under:-

Table No. 5.2  
Sector-wise target and achievement under AAP 1984.  
(Rs. in ~~000000~~ 000'S)

<u>Sector.</u>	<u>Target</u>	<u>Achievements.</u>	<u>Percentage.</u>
I. Agriculture.	2518,20	2929,98	116.36
2. Small Scale Industries.	238,50	660,03	276.74
3. Other priority sector.	309,00	526,24	170.30
Total.	3065,70	4116,25	134.27

Source - Annual Action Plan 1985 Bank of India, Sangli.

From the above table it reveals that financial targets had been achieved and surpassed in all three sectors on 31st December, 1984. The overall achievements under A.A.P. 1984 was 134.27%. In respect of S.S.I. performance was very excellent i.e. 276.74%.

(A) Scheme wise and sector wise performance:

The scheme wise and sector wise achievement under A.A.P. 1984 of all the banks have been shown in table No. 5.3. It clearly reveals that the achievements made by all banks in disbursing credit to different sectors/ schemes of the economy had been reached only with the exception of transport operations and educational loan under the priority sectors.

(A) Agriculture:

The overall achievements under agriculture and allied activities by all the banks upto 31st Dec. 1984 was 116.35%. As against the target of Rs. 2518.10 lacs achievement was Rs. 2929.98 lacs. The performance of the banks

having major shares under plan is as under:-

Bank of Maharashtra	192.64 %	:	Bank of India	198.52 %
State Bank of India	259.91%	:	Ratnakar Bank	121.42 %
Sangli Bank	113.09 %	:	Sangli D.C.C. Bank.	100.05 %
Mah.S.L.D.Bank.	99.76 %	:		

The scheme wise achievement is as under:-

1) Crop loan:

The total plan out-lay under crop loan was Rs. 1766.17 lacs, while the amount disbursed was Rs.1906.79 lacs resulting an achievement of 107.96 % .

2) Irrigation loan:

The overall achievement was 120.87 % .As against the target of Rs. 346.71 lacs achievement was Rs. 419.08 lacs.

3) Farm equipment:

In the plan Rs. 60.83 lacs was provided while amount actually disbursed was Rs. 75.64 lacs registering an achievement of 124.35 %.

4) Horticulture:

The performance of this scheme was very excellent i.e. 297.26 %. It was due to increase in irrigation facilities.

5) Others .

The performance under other activities was very good i.e. 260.14 % . As against the target of Rs. 19.47 lacs disbursement was Rs. 50.65 lacs .

Allied activities:

6) Dairy :- In case of dairy performance was 116.25 %

DR. P. S. K. BHANDARKAR  
SANGLI UNIVERSITY, KOLHAPUR



Table No. 5.3.

SECTOR-WISE TARGET /SCHEME WISE TARGET AND ACHIEVEMENT OF  
ALL BANKS UNDER ACTION PLAN, 1984 ( AMOUNT '000')

Sr.No.	Sector/Scheme.	Target.	Achievement.	Percentage.
<u>I. AGRICULTURE.</u>				
1.	Crop loan.	176617	190679	107.96
2.	Irrigation loan.	34671	41908	129.87
3.	Farm equipment.	6083	7564	124.35
4.	Land Development.	-	-	-
5.	Horticulture.	3500	10404	297.26
6.	Others.	1947	5065	260.14
<u>II. ALLIED ACTIVITIES.</u>				
7.	Dairy.	16268	18911	116.25
8.	Others.	8449	7997	94.65
9.	Gobar gas.	4285	7997	186.63
10.	Sub-Total(I).	251820	292998	116.35.
<u>II. INDUSTRIES.</u>				
1.	Rural and cottage industry.	1610	4724	293.42
2.	S. S.I.	22240	61279	275.54.
	Sub-Total (II)	23850	66003	276.74
<u>III. Tertiary sectors.</u>				
1.	Transport Operators.	14705	13829	94.04
2.	Retail traders.	7499	18689	249.22
3.	Small Business.	3910	10227.	261.56
4.	Professional and self employed.	3821	9085	267.76.
5.	Educational.	925	794	85.84
6.	Consumption.	40	-	-
	Sub-Total (III)	30900	52624	170.30
	Grand total	306570	411625	134.27

Source-AAP 1985 Bank of India.

The target was Rs. 162.68 lacs while the allocation was 181.11 lacs.

7) Others:

The performance of other activities under allied was below target i.e. 94.65 %.

8) Gobar Gas:

The total outlay under Gobar Gas was Rs. 42.85 lacs while the amount disbursed was Rs. 79.97 lacs. The overall achievement was very good i.e. 186.63 %.

(B) Industries:

The over all achievement under industries was very excellent i.e. 276.74 % . As against the target of Rs. 238.50 lacs achievement was Rs. 660.03 lacs. This was possible due to the good performance by the following banks -

Bank of Baroda	133.69 %	Bank of India	509.19 %
Central Bank of India	336.36 %	Dena Bank.	265.25 %
Punjab National Bank.	144.11 %	Syndicate Bank.	384.00%
Union Bank of India.	569.03 %	Vijaya Bank.	110.43 %
State Bank of India.	149.46 %	Ratnakar Bankl	184.33 %.
Sangli Bank.	202.20 %	Sangli Urban Bankl	261.35 %.
M.S.F.Corp.	106.4 %	:	:

1) Rural and Cottage Industries:

The performance under rural and cottage industry had been very good i.e. 293.52 % . As against the target of Rs. 16.10 lacs the achievement was Rs. 47.24 lacs.

2) Small Scale Industries:

The achievement under S.S.I. was very excellent

i.e. 275.54 % .As against the provision of Rs. 222.40 lacs the achievement was 612.79 lacs.

(C) Tertiary sector.(O.P.S.)

The overall performance of all banks upto 31st December, 1984 was 170.30 % The target under A.A.P. was Rs. 309 lacs as against the achievement was Rs.526.24 lacs. Except transport operators and educational loan under this scheme had been excellent. The following banks have achieved target which have bigger share in the A.A.P. 1984.

Bank of Baroda	174.27 %	:	Bank of Maharashtra	167.60 %
Bank of India.	108.12 %	:	State Bank of India.	242.75 %
Sangli Urban Bank,	412.48 %	:		

The scheme-wise achievement is as under:-

(1) Transport operators:

The performance under transport operators was not upto expected level . As against the target of Rs.147.05 lacs the achievement was 138.29 lacs Rs. registering an achievement of 94.04 %.

(2) Retail traders:

The plan outlay was Rs. 74.99 lacs but the disbursement was Rs. 186.89 lacs indicating very good performance of 249.22 %.

3) Small business:

The performance of small business was very excellent, .i.e. 261.56 % . As against the target of Rs.39.10 lacs , allocation was Rs. 102.27 %.

4) Professional and self employed:

The performance of this was very good ie 237.76 %.

**(5) Education:**

The achievement of this scheme was not satisfactory as only 85.84 % target could be achieved.

**(B) Bank-wise sector-wise performance:**

The bank-wise achievement under A.A.P. 1984 upto 31 December have been given in table No. 5.3 .The analysis of performance of few banks have major shares under a plan is given below:-

**1) Bank of India :**

The Bank of India was given target of Rs. 225.85 lacs as against which disbursement was Rs. 418.22 lacs showing 185.17 % achievement. The bank has shown excellent performance under S.S.I. 509.19 %., O.P.S. 108.12 % and agriculture 192.52 %.

**2) State Bank of India:**

The overall performance of this bank was 219.18 % The bank had crossed the target under all three sectors. O.P.S. 242.75 % , S.S.I. 149.96 % agriculture 259.91 %

**3) Sangli Bank:**

The overall performance of a three sector was 122.18% The bank crossed the target of agriculture sectors i.e. 113.09% and S.S.I. 202.20 % but could not fulfil target under O.P.S. i.e. 93.62 %

**4) Bank of Maharashtra:**

The target and achievement was 81.15 lacs and Rs. 140.17 lacks resulting an overall performance of 172.72%. The bank had crossed the target of agriculture i.e. 192.64 %

and O.P.S. 167.60 % but could not complete S.S.I. target i.e. 64.18 %.

5) Maharashtra State Land Development Bank:

It was allotted only agriculture target of Rs. 277.85 lacs , while disbursement was 277.18 lacs Rs. showing 99.75 % performance.

6) Maharashtra State Finance Corporation:

The corporation was given S.S.I. target of Rs. 100 lacs, but allocation was Rs. 106.40 lacs resulting 113.45 % performance.

7) Sangli District Central-Co-Operative Bank:

The bank was given the target of Rs. 1725 lacs against which disbursement was Rs. 1983.36 lacs indicating 114.97 % achievement. The bank completed 100 percentage target of agriculture sector.

§) The remaining banks had crossed the target allocated to them . Their names are -

Bank of Baroda	325.07 %	: Central Bank of India	195.33 %
Dena Bank.	180.18 %	: Indian Bank.	145.52 %
Punjab National Bank.	142.24 %	: Syndicate Bank.	136.86 %
Union Bank of India.	306.04 %	: United Commercial Bank	126.00 %
Ratnakar Bank.	<del>370.35</del> %	: Vijaya Bank.	370.35 %
	147.15 %		
Sang li Urban Bank.	454.60 %	:	

Miraj Bank of India , Corporation Bank , Bank of Karad, United Western Bank were behind expected to reach

target.

In all the majority of the bank has shown a very good performance under Annual Action Plan 1984.