

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF FINANCIAL SERVICES

RAJYA SABHA
UNSTARRED QUESTION NO- 219

Answered on the 5th December, 2023/ Agrahayana 14, 1945 (Saka)

CREDIT FLOW

219. SHRI MANAS RANJAN MANGARAJ:
SHRI MUZIBULLA KHAN:

Will the Minister of FINANCE be pleased to state:

- (a) the measures taken to tackle the lower Credit-Deposit ratio of certain Public Sector Banks (PSBs) and Regional Rural Banks (RRBs) in the State of Odisha, such as Central Bank of India (47.07 per cent), OGB (50.80 per cent), UGB (46.70 per cent); and
- (b) whether Government will direct Commercial Banks to provide sufficient and timely credit in the crop loan segment to enhance their performance in comparison to Odisha State Cooperative Bank?

ANSWER

THE MINISTER OF STATE FOR FINANCE
(DR. BHAGWAT KARAD)

(a) and (b): As per inputs received from State Level Bankers' Committee (SLBC) of Odisha, various efforts have been undertaken by banks, including Central Bank of India, Odisha Gramya Bank, and Utkal Grameen Bank, to improve the Credit-Deposit (CD) ratio in the State of Odisha. These include, *inter alia*, actively working on outreach programs, sector-specific lending, community engagement, simplified loan application processes, strategic partnerships, collaboration with government bodies, and financial literacy programs. These initiatives have resulted in an improvement in the CD ratio compared to the last quarter.

The comparative CD ratio of Central Bank of India, Odisha Gramya Bank, and Utkal Grameen Bank as of 31.03.2023, 30.06.2023 and 30.09.2023 is given below:

State/Bank	Mar-23 (%)	Jun-23 (%)	Sept-23 (%)
Odisha	74.51	81.44	81.75
Central Bank of India	47.07	51.10	52.26
Odisha Gramya Bank	50.80	50.04	54.23
Utkal Grameen Bank	46.70	48.05	53.53

Further, commercial banks have undertaken significant measures to enhance their performance in the crop loan segment. Both commercial banks and Odisha State Cooperative Bank have showcased improvement compared to the previous financial year. Banks have disbursed ₹21,287 crore for the half year ending 30.09.23 under crop loan against annual target of ₹37,805 crore achieving 56.3% of the annual target for FY 2023-24. (**Annex**)

Rajya Sabha Unstarred Question no. 219 for 5.12.2023 regarding “Credit Flow”

Crop Loan Achievement in the State of Odisha

(amt. in ₹ crore)

Banks	FY 2022-23			FY 2023-24		
	Annual Target	Achievement	%	Annual Target	Achievement (H1)	%
Odisha State Co-Op. Bank	16,917	16,684	98.6	17,273	9,705	56.2
Commercial Banks	18,239	1,64,534	90.2	20,533	11,582	56.4
Total	35,156	33,138	94.3	37,805	21,287	56.3

(Source: SLBC, Odisha)
