

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF FINANCIAL SERVICES

RAJYA SABHA
STARRED QUESTION NO. *23

Answered on Tuesday, February 4, 2025/ 15 Magha, 1946 (Saka)

Lack of cooperation of banks in the development of Bihar

*23. DR. BHIM SINGH:

Will the Minister of Finance be pleased to state:

- (a) whether there is lack of cooperation of banks in the development of Bihar;
- (b) the year-wise details of the Annual Credit Plan, its achievement and Credit Deposit (CD) Ratio in Bihar between the year 2019 to 2024;
- (c) the steps taken by Government so far to improve the cooperation of banks in Bihar; and
- (d) the future plans to improve the banking sector for development of Bihar?

ANSWER

THE MINISTER OF FINANCE
(SMT. NIRMALA SITHARAMAN)

(a) to (d): A statement is laid on the Table of the House.

Statement for Rajya Sabha Starred Question no. *23 for February 4, 2025, regarding “Lack of cooperation of banks in the development of Bihar” by DR. BHIM SINGH Member of Parliament

(a) to (d): No. The banks are actively engaged in financial inclusion and credit expansion to support economic growth of Bihar.

The details of year- wise Annual Credit Plan, its achievement and CD Ratio in Bihar during Financial Year (FY) 2018-19 to 2023-24 is at Annex.

To further enhance banking cooperation and strengthen credit penetration, banks have been implementing targeted measures in close coordination with the District Consultative Committees (DCCs) and SLBC. Credit flow to priority sectors, including MSMEs, agriculture, and affordable housing, has been actively facilitated through structured programs. The banking sector is also supporting government-sponsored flagship schemes such as DAY-NRLM, DAY-NULM, MUDRA, Stand-Up India, and PMEGP, PM SVANidhi which have supported entrepreneurship development and financial empowerment. Further, credit disbursement through Kisan Credit Cards (KCCs) and education loans have been prioritized to ensure financial inclusion for farmers and students. The progress under Self-Help Group (SHG)-bank linkage programs has further enabled credit access to marginalized sections, fostering inclusive growth.

The steps taken by banks to achieve Annual Credit Plan (ACP) target and Credit- Deposit (CD) Ratio in Bihar, include, *inter-alia*, organizing credit outreach programs, engaging banking correspondents/ customer service points in sourcing loans, expanding financial inclusion to every villages, organizing financial literacy camps, exploring opportunities to finance through farmers producers organisations, engaging bank sakhis.

The Government remains committed to strengthening the banking infrastructure, expanding digital banking services, and ensuring seamless access to financial services for all sections of society. The focus remains on ensuring an efficient, inclusive, and growth-driven financial system that aligns with state’s long-term economic development objectives.

Rajya Sabha Starred Question no. *23 for answering on 4.2.2025 regarding Lack of cooperation of banks in the development of Bihar

Year- wise Annual Credit Plan, its achievement and CD Ratio in Bihar during FY 2018-19 to 2023-24:

Financial Year	Annual Credit Plan (Amount in Rs. Crore)	Achievement with respect to Annual Credit Plan (%)	CD Ratio (%)
2018-19	1,30,000	84.29	42.04
2019-20	1,45,000	72.69	40.95
2020-21	1,54,500	82.76	44.26
2021-22	1,61,500	99.59	50.76
2022-23	2,04,145	108.02	53.66
2023-24	2,63,150	96.35	56.86

(Source: State Level Banker's Committee, Bihar)
