GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF FINANCIAL SERVICES

RAJYA SABHA
UN-STARRED QUESTION NO. 1048
ANSWERED ON TUESDAY, JULY 28, 2026/SHRAVANA 06, 1948 (SAKA)

PERFORMANCE OF REGIONAL RURAL BANKS

1048. SHRI RYAGA KRISHNAIAH :

Will the Minister of FINANCE be pleased to state:

(a) whether Government has reviewed the financial performance of Regional Rural Banks (RRBs);
(b) if so, the details thereof and agenda set for the same, the details of the outcome thereof;
(c) whether the Government has also reviewed the progress made by the RRBs in deepening financial inclusion to rural and remote areas; and
(d) the details of improvement of the financial health of RRBs in recent years?

ANSWER

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI PANKAJ CHAUDHARY)

(a) to (d): Government of India regularly reviews the performance and financial health of Regional Rural Banks (RRBs) at national and regional levels. The following reviews of RRBs have been held under the Chairpersonship of Hon'ble Finance Minister in last four financial years:

S.No	National/Regional level	Date and Place
1.	National level	07.07.2022 at New Delhi
2.	North-Eastern RRBs	21.07.2023 at Agartala
3.	Southern RRBs	04.08.2023 at Chennai
4.	Northern RRBs	30.08.2023 at New Delhi
5.	National level	19.08.2024 at New Delhi
6.	Western-Central RRBs	22.08.2024 at Udaipur
7.	North-Eastern RRBs	30.09.2024 at Itanagar
8.	Southern RRBs	09.11.2024 at Bengaluru
9.	Eastern RRBs	29.11.2024 at Patna
10.	Karnataka Grameena Bank	16.10.2025 at Ballari

Further, as a follow-up, Department of Financial Services (DFS) conducts periodic and regular meetings with RRBs and sponsor banks at various levels.

The agenda items for the review meetings, *inter-alia*, include:

(i) Review of the performance of RRBs on financial parameters.

(ii) Focus on technology upgradation.

(iii) Thrust on Micro Small and Medium Enterprise (MSME) portfolio.

(iv) Importance on loan diversification towards Agri-allied, MSME and Retail Sectors.

(v) Expansion of Financial inclusion in rural and remote areas.

Financial health of RRBs has improved in the recent years. RRBs posted the highest ever consolidated net profit of Rs. 10,177 crores during FY 2025-26. RRBs have also shown consistent improvement in key financial parameters like Capital to Risk Weighted Asset Ratio (CRAR), deposits, advances, Non-Performing Asset (NPA), Credit-Deposit Ratio (CD ratio) etc. Performance of RRBs on key financial parameters in past three years is at **Annexure.**

Government regularly reviews the progress made by RRBs in deepening financial inclusion in rural and remote areas. The targets for various financial inclusion schemes like Pradhan Mantri Jan-Dhan Yojana (PMJDY), Pradhan Mantri MUDRA Yojana (PMMY), Pradhan Mantri Suraksha Bima Yojana (PMSBY), Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY), Atal Pension Yojana (APY) are set by DFS and periodically monitored.

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ANNEXURE

ANNEXURE REFERRED TO IN PART (a) to (d) OF RAJYA SABHA UN-STARRED QUESTION NO 1048 ON "PERFORMANCE OF REGIONAL RURAL BANKS" FOR ANSWER ON 28.07.2026

Performance of RRBs on Key Financial Parameters

Sr. No.	Key Financial Parameters	FY 2023-24	FY 2024-25	FY 2025-26
1.	Total Deposits (In Rs. Crore)	6,59,815	7,13,800	7,68,621
2.	Loans Outstanding (In Rs. Crore)	4,71,384	5,24,163	5,78,349
3.	Credit-Deposit Ratio (CD ratio) (%)	71.4	73.4	75.2
4.	Gross Non-Performing Asset (GNPA) (%)	6.1	5.4	5.3
5.	Net Non-Performing Asset (NNPA) (%)	2.4	2.0	2.1
6.	Net Profit (In Rs. Crore)	7,571	6,820	10,177
7.	Net Worth (In Rs. Crore)	56,780	63,927	74,086
8.	Capital to Risk Weighted Assets Ratio (CRAR) (%)	14.2	14.4	15.0

Source: NABARD

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