

Government of India  
Ministry of Finance  
Department of Financial Services

LOK SABHA  
Unstarred Question No. 539  
To be answered on 18 November, 2016/Kartika 27, 1938(Saka)  
**Cooperatives Banks and Societies**

539. SHRIMATI DARSHANA VIKRAM JARDOSH:	SHRIMATI JAYSHREEBEN PATEL:
SHRI D.S. RATHOD:	SHRI VINOD KUMAR SONKAR:
SHRI GAJENDRA SINGH SHEKHAWAT:	SHRI RAJESHBHAI CHUDASAMA:
SHRIMATI SANTOSH AHLAWAT:	SHRI SUMEDHANAND SARSWATI:
SHRI JYOTIRADITYA M. SCINDIA:	SHRI DEVUSINH CHAUHAN:
SHRI RAM CHARAN BOHRA:	SHRI KAMAL NATH:

Will the Minister of FINANCE be pleased to state:

- (a) the details and number of Cooperative Banks and societies registered as on date including profit/loss posted by these banks and societies during the last three years and current year, State/UT-wise;
- (b) whether most of the Cooperative Banks and societies are facing difficulties due to withdrawal of exemption under Section 80(P) of the Income Tax Act and if so, the details thereof;
- (c) whether the Government has any proposal to compensate and provide tax rebate to these banks and societies and if so, the details thereof; and
- (d) the steps taken/being taken by the Government to revive the loss making Cooperative Banks and societies in this regard?

**Answer**

The Minister of State in the Ministry of Finance  
(Shri Santosh Kumar Gangwar)

(a): As reported by National Bank for Agriculture & Rural Development (NABARD), there are 33 State Cooperative Banks (StCBs) and 370 District Central Cooperative Banks (DCCBs) in the country as on 31<sup>st</sup> March 2016.

Details of profit/loss posted by StCBs and DCCBs during the last three years (State-wise), as reported by NABARD are given in **Annex-I**.

With regard to Urban Cooperative Banks (UCBs), Reserve Bank of India (RBI) has reported that there were 1574 UCBs as on 31 March 2016, out of which 72 UCBs incurred losses, as per the details given in **Annex-II**.

As regards Cooperative Societies, the same is a State Subject under entry 32 of the State List of Seventh Schedule of the Constitution of India. Therefore, the information/data relating to cooperative societies registered under the concerned State/UT's Cooperative Societies Acts are not available with the Central Government.

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There are 1259 multi-State cooperative societies registered under the provisions of Multi State Cooperative Societies Act, 2002. Since these multi-State cooperative societies are functioning as autonomous cooperative organizations accountable to the members, the information regarding profit/loss posted by these societies is not centrally maintained.

(b) & (c): Prior to the amendment of the Finance Act 2006, Section 80P of the Income Tax Act, 1961 provided for a deduction of the whole of the profits in the case of a co-operative society engaged in carrying on the business of banking or providing credit facilities to its members or a cottage industry or the marketing of agricultural produce grown by its members or the processing of the agricultural produce of its members without the aid of power, etc. The amendment made vide Finance Act, 2006 withdrew the deduction available under Section 80P of the Income Tax Act for cooperative banks other than primary agricultural credit societies (PACS) or primary co-operative agricultural and rural development banks (PCARDBs), inter alia, on the grounds that co-operative banks are like any other banks and the principle of mutuality does not apply to them as their area of operation extends even to non-members.

There is no proposal under consideration of the Government to provide any further exemption to cooperative banks.

(d): The steps taken by the Central Government for revival of rural cooperative banks are as under:

i. Based on the recommendation of Vaidyanathan Committee (VC-I), Government implemented a revival package for Short Term Cooperative Credit Structure (STCCS) encompassing legal and institutional reforms, measures to improve the quality of management and financial assistance as necessary for their democratic, self-reliant and efficient functioning. Under the revival package, Government of India released Rs. 9,245 crore. The said package was closed on 30<sup>th</sup> June, 2011.

ii. Recognizing the need to revamp ailing Cooperative Banks so that they are able to cater to the needs of farmers at their doorstep, the Government in 2014 announced implementation of the Scheme for Revival of 23 Unlicensed District Central Cooperative Banks (DCCBs) in four States viz. 16 in Uttar Pradesh, 3 in Jammu & Kashmir, 3 in Maharashtra and 1 in West Bengal. The total capital infusion required for revival of these 23 DCCBs was assessed to the tune of Rs. 2375.42 crore, out of which the commitment from Central Government would be for Rs. 673.29 crore, for State Governments, Rs.1464.59 crore and for National Bank for Agriculture & Rural Development (NABARD) it would be Rs.237.54 crore. The entire share of Central Government under the Scheme has been released to NABARD for onward transmission to Cooperative Banks according to the terms and conditions prescribed in the Memorandum of Understanding governing the Scheme.

**Annex-I referred to in reply to part (a) of USQ No.539 for 18.11.2016**  
**State- wise profit and loss figures for StCBs and DCCBs**

<b>2013-14 : StCBs (Audited)</b>			
<b>Sr. No.</b>	<b>Name of the State</b>	<b>Net Profit</b>	<b>Net Loss</b>
		<b>Amt. in Rs lakh</b>	
1	CHHATTISGARH	2716.57	0.00
2	MADHYA PRADESH	6559.27	0.00
3	UTTAR PRADESH	4023.55	0.00
4	UTTARAKHAND	713.78	0.00
5	ANDAMAN & NICOBAR	293.56	0.00
6	BIHAR	2412.04	0.00
7	JHARKHAND	0.00	233.45
8	ORISSA	1405.28	0.00
9	WEST BENGAL	0.00	1063.67
10	ARUNACHAL PRADESH	0.00	56.74
11	ASSAM	895.49	0.00
12	MANIPUR	0.00	507.14
13	MEGHALAYA	1934.18	0.00
14	MIZORAM	382.14	0.00
15	NAGALAND	205.59	0.00
16	SIKKIM	259.54	0.00
17	TRIPURA	2608.91	0.00
18	CHANDIGARH	413.36	0.00
19	DELHI	804.00	0.00
20	HARYANA	2197.92	0.00
21	HIMACHAL PRADESH	4068.16	0.00
22	JAMMU AND KASHMIR	149.36	0.00
23	PUNJAB	1728.76	0.00
24	RAJASTHAN	1512.70	0.00
25	ANDHRA PRADESH	8955.72	0.00
26	KARNATAKA	3450.00	0.00
27	KERALA	0.00	6358.40
28	PONDICHERRY	254.84	0.00
29	TAMIL NADU	3221.51	0.00
30	GOA	0.00	1135.75
31	GUJARAT	1392.84	0.00
32	MAHARASHTRA	40051.42	0.00
	<b>TOTAL</b>	<b>92610.49</b>	<b>9355.15</b>

**2013-14 - DCCBs Audited**

Sr. No.	Name of the State	Net Profit	Net Loss
		Amt. in Rs lakh	
1	CHHATTISGARH	9628.55	0.00
2	MADHYA PRADESH	19276.65	0.00
3	UTTAR PRADESH	0.00	2960.82
4	UTTARAKHAND	4661.16	0.00
5	BIHAR	0.00	4085.46
6	JHARKHAND	566.24	0.00
7	ORISSA	7371.34	0.00
8	WEST BENGAL	4139.94	0.00
9	HARYANA	747.23	0.00
10	HIMACHAL PRADESH	2300.63	0.00
11	JAMMU AND KASHMIR	469.27	0.00
12	PUNJAB	3805.33	0.00
13	RAJASTHAN	0.00	194.19
14	ANDHRA PRADESH	6933.84	0.00
15	KARNATAKA	10062.74	0.00
16	KERALA	11144.91	0.00
17	TAMIL NADU	26065.22	0.00
18	GUJARAT	10042.39	0.00
19	MAHARASHTRA	27776.93	0.00
	<b>TOTAL</b>	<b>144992.37</b>	<b>7240.47</b>

**2014-15 StCBs - Audited**

(Amount in Rs. lakh)			
Sr. No.	Name of the State/ UT	Net Profit	Net Loss
1	Chhattisgarh	1986.06	
2	Madhya Pradesh	7408.96	0.00
3	Uttarakhand	915.50	0.00
4	Uttar Pradesh	4035.15	0.00
5	Andaman & Nicobar	444.23	0.00
6	Bihar	3939.65	0.00
7	Jharkhand	0.00	448.65
8	Odisha	1560.99	0.00
9	West Bengal	6112.94	0.00
10	Arunachal Pradesh	53.79	0.00
11	Assam	774.59	0.00
12	Manipur	0.00	644.20
13	Meghalaya	948.69	0.00
14	Mizoram	389.02	0.00
15	Nagaland	57.56	0.00
16	Sikkim	269.76	0.00
17	Tripura	2803.03	0.00
18	Chandigarh	503.48	0.00
19	Haryana	1622.59	0.00
20	Himachal Pradesh	5985.46	0.00
21	Jammu and Kashmir	252.86	0.00
22	New Delhi	784.21	0.00
23	Punjab	2127.63	0.00
24	Rajasthan	2632.17	0.00
25	Andhra Pradesh	7747.26	0.00
26	Karnataka	3030.00	0.00
27	Kerala	4649.57	0.00
28	Puducherry	0.00	588.73
29	Tamil Nadu	4138.10	0.00
30	Goa	0.00	812.86
31	Gujarat	4461.06	0.00
32	Maharashtra	41059.43	0.00
		<b>110693.74</b>	<b>2494.44</b>

\*TelanganaStCB was formed on 02 April, 2015

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**2014-15 - DCCBs ( Audited)**

(Amount in Rs. lakh)			
<b>Sr. No.</b>	<b>Name of the State/ UT</b>	<b>Net Profit</b>	<b>Net Loss</b>
1	Andhra Pradesh	0.00	5924.79
2	Bihar	0.00	2484.48
3	Chhattisgarh	8325.72	0.00
4	Gujarat	8133.42	0.00
5	Haryana	0.00	1765.71
6	Himachal Pradesh	4966.98	0.00
7	Jammu and Kashmir	79.18	0.00
8	Jharkhand	0.00	5683.73
9	Karnataka	7047.18	0.00
10	Kerala	13007.81	0.00
11	Madhya Pradesh	8428.10	0.00
12	Maharashtra	28126.78	0.00
13	Odisha	2940.64	0.00
14	Punjab	1938.00	0.00
15	Rajasthan	1943.78	0.00
16	Tamil Nadu	18738.62	0.00
17	Telangana	2671.89	0.00
18	Uttarakhand	1218.75	0.00
19	Uttar Pradesh	0.00	17980.80
20	West Bengal	4470.64	0.00
	<b>Total</b>	<b>112037.49</b>	<b>33839.51</b>

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**2015-16 StCBs -Provisional (Unaudited)**

Sr. No.	Name of the State	Net Profit	Net Loss
		Amt. in Rs lakh	
1	CHHATTISGARH	2154.18	0.00
2	MADHYA PRADESH	5678.02	0.00
3	UTTAR PRADESH	2006.07	0.00
4	UTTARAKHAND	929.66	0.00
5	ANDAMAN & NICOBAR	502.25	0.00
6	BIHAR	3596.58	0.00
7	JHARKHAND	0.00	551.21
8	ORISSA	1665.93	0.00
9	WEST BENGAL	56.60	0.00
10	ARUNACHAL PRADESH	0.00	563.21
11	ASSAM	324.85	0.00
12	MANIPUR	0.00	1254.22
13	MEGHALAYA	1301.52	0.00
14	MIZORAM	624.65	0.00
15	NAGALAND	215.92	0.00
16	SIKKIM	269.75	0.00
17	TRIPURA	2055.91	0.00
18	CHANDIGARH	425.08	0.00
19	DELHI	0.00	822.85
20	HARYANA	2380.00	0.00
21	HIMACHAL PRADESH	14831.53	0.00
22	JAMMU AND KASHMIR	27.92	0.00
23	PUNJAB	1119.98	0.00
24	RAJASTHAN	2194.20	0.00
25	ANDHRA PRADESH	5433.68	0.00
26	KARNATAKA	3145.00	0.00
27	KERALA	2731.49	0.00
28	PONDICHERRY	394.12	0.00
29	TELANGANA	1576.90	0.00
30	TAMIL NADU	5188.00	0.00
31	GOA	0.00	755.53
32	GUJARAT	1808.94	0.00
33	MAHARASHTRA	24262.03	0.00
	<b>GRAND TOTAL</b>	<b>86475.68</b>	<b>3947.02</b>

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**2015-16 DCCBs Provisional (Unaudited)**

Sr. No.	Name of the State	Net Profit	Net Loss
		Amt. in Rs lakh	
1	CHHATTISGARH	5497.85	0.00
2	MADHYA PRADESH	13325.36	8714.26
3	UTTAR PRADESH	8188.77	5681.19
4	UTTARAKHAND	4700.08	0.00
5	BIHAR	1191.96	728.60
6	JHARKHAND	3471.58	114.76
7	ORISSA	14531.04	0.00
8	WEST BENGAL	4185.02	0.00
9	HARYANA	2629.05	1544.67
10	HIMACHAL PRADESH	5846.36	0.00
11	JAMMU AND KASHMIR	261.44	2431.03
12	PUNJAB	2188.05	787.87
13	RAJASTHAN	4203.61	5102.56
14	ANDHRA PRADESH	3899.58	0.00
15	KARNATAKA	13104.31	569.96
16	KERALA	11706.31	0.00
17	TELANGANA	4121.55	0.00
18	TAMIL NADU	43145.84	0.00
19	GUJARAT	12814.82	59.33
20	MAHARASHTRA	33068.38	10839.58
	<b>GRAND TOTAL</b>	<b>192080.96</b>	<b>36573.81</b>

**Source: NABARD**

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**Annex-II referred to in reply to part (a) of USQ No.539 for 18.11.2016**  
**List of loss making Urban Cooperative Banks (UCBs) as on March 31, 2016**

<b>Sr. No.</b>	<b>Bank Name</b>	<b>Net loss in Rs Crore</b>
1	Rupee Co-operative Bank Ltd.	-92.9422
2	The Kapol Co-operative Bank Ltd., Mumbai	-27.5389
3	The Navodaya Urban Co-operative Bank Ltd., Nagpur.	-26.7665
4	Sahebrao Deshmukh Co-op. Bank Ltd.	-24.2997
5	The Akola Urban Co-operative Bank Ltd., Akola.	-20.1519
6	George Town Co op Bank Limited.	-14.8404
7	Maratha Sahakari Bank Ltd., Bombay	-10.2081
8	Youth Development Coop Bank Ltd., Kolhapur.	-6.7586
9	Lokseva Sahakari Bank Ltd.,Pune.	-5.0226
10	Nasik Zilla Girna Sahakari Bank Ltd.,Nasik	-4.8926
11	Trichur Urban Co-operative Bank Ltd.	-4.2711
12	Pollachi Coop. Urban Bank Ltd.	-3.8758
13	Sri Kalahasti Co-operative Town Bank Ltd.	-3.0520
14	Hindu Co-operative Bank Ltd., Pathankot	-2.8881
15	Nedumangad Co-operative Urban Bank Ltd.	-2.8524
16	HCBL Co-operative Bank Ltd., Lucknow	-2.5268
17	R.S.Co-operative Bank Ltd., Mumbai	-2.4223
18	Ajinkyatara Sahakari Bank Ltd., Satara	-2.3099
19	The Citizens' Co-operative Bank Ltd., Jammu.	-1.9549
20	Pudukottai Coop.Town Bank Ltd.	-1.7143
21	Khardah Co-operative Bank Ltd.	-1.5849
22	Urban Co op Bank Limited Cuttack.	-1.4862
23	Bhilwara Mahila Urban Co-op. Bank Ltd.	-1.4476
24	Purasawalkam Coop. Bank Ltd.	-1.3564
25	Mapusa Urban Co-operative Bank of Goa Ltd., Mapusa	-1.3526
26	Kaduthuruthy Urban Co-operative Bank Ltd.	-1.2069
27	Pondicherry Coop. Urban Bank Ltd.	-0.9693
28	Sawantwadi Urban Co-op. Bank Ltd.	-0.8872
29	The Jalna People's Co-operative Bank Ltd., Jalna.	-0.8304
30	Ponani Co-operative Urban Bank Ltd.	-0.5866
31	Raj Laxmi Mahila Urban Co-Operative Bank Ltd.	-0.5170
32	Kerala Mercantile Co-operative Bank Ltd.,Kozhikode	-0.4984
33	Ananthasayanam Co-operative Bank Ltd.	-0.4916
34	Tellicherry Co-operative Urban Bank Ltd.	-0.4612
35	Dr. Babasaheb Ambedkar Urban Co-operative Bank Ltd., Nagpur.	-0.4151
36	Shatabdi Mahila Sahakari Bank Ltd., Thane	-0.4061
37	Karamana Co-operative Urban Bank Ltd.	-0.3865
38	Vaniyambadi Town Coop bank Ltd.	-0.3623
39	Hiriyur Urban Co-operative Bank Ltd., Hiriyur	-0.3601
40	Sikar Urban Co Op Bank Ltd.	-0.3541
41	Shivneri Sahakari Bank Ltd., Koregaon, Satara	-0.3529
42	Vellala Coop Bank Ltd.	-0.3469
43	Chandgad Urban Coop. Bank Ltd., Chandgad, Kolhapur	-0.3444
44	Sri Mallikarjuna Pattana Sahakari Bank Niyamita, Maski	-0.2642
45	The Anjangaon Surji Nagari Sahakari Bank Ltd., Anjangaon Surji.	-0.2517
46	Daund Urban Co-Operative Bank Ltd., Daund	-0.2396
47	Brahmawart Commercial Co-operative Bank Ltd.	-0.2333
48	Shreeram Sahakari Bank Ltd., Mumbai	-0.2110
49	Lokapavani Mahila Sahakari Bank Niyamitha, Mandya	-0.2039
50	Madura Sourashtra Co-Op Bank Ltd.	-0.2006

<b>Sr. No.</b>	<b>Bank Name</b>	<b>Net loss in Rs Crore</b>
51	Imperial Urban Co-operative Bank Ltd., Faizabad	-0.1816
52	Raichur City Urban Co-operative Bank Ltd., Raichur	-0.1784
53	Bhavani Urban Co-operative Bank Ltd., Georai.	-0.1660
54	Kamaraj coop Town Bank Ltd. Polur.	-0.1572
55	Navanirman Co-operative Urban Bank Ltd.,	-0.1517
56	Tumkur Pattana Sahakara Bank Niyamitha, Tumkur	-0.1196
57	Dr. Shivajirao Patil Nilangekar Urban Co-operative Bank Ltd., Nilanga.	-0.1010
58	Thiruvaikuntam Co op Urban Bank Ltd.	-0.0952
59	Gokul Co-operative Urban Bank Ltd., Secunderabad	-0.0905
60	Jagruti Co-operative Bank Ltd., Belgaum	-0.0886
61	Payyanur Co-operative Town Bank Ltd.	-0.0722
62	Big Kancheepuram Co op Town Bank Limited.	-0.0646
63	Kallidaikurichi Coop Urban Bank Limited.	-0.0633
64	Tanur Co-operative Urban Bank Ltd.	-0.0596
65	Kedarnath Urban Co-operative Bank Ltd., Latur.	-0.0592
66	Musiri Urban Co-operative Bank Ltd., Musiri.	-0.0578
67	Sri Bharathi Co-operative Urban Bank Ltd., Hyderabad	-0.0354
68	Cuddalore & Villipuram DCCB Employees Co-Op.Bank Ltd.	-0.0322
69	Rajasthan Urban Co-Operative Bank Ltd., Jaipur	-0.0285
70	Imperial Urban cooperative Bank Ltd.Jalandhar	-0.0269
71	Ramakrishna Mutually Aided Co-operative Urban Bank Ltd.,Nidadavole	-0.0178
72	Kolikata Mahila Co-Operative Bank Ltd.,	-0.0093

**Source: RBI**