

Government of India
Ministry of Finance
Department of Financial Services

LOK SABHA
Unstarred Question No. 1127
Answered on Monday, February 8, 2021/Magha 19, 1942 (Saka)
ASSISTANCE TO COOPERATIVE BANKS

Question

†1127 DR. RAMAPATI RAM TRIPATHI:

Will the Minister of FINANCE be pleased to state:

- (a) whether National Bank for Agriculture and Rural Development (NABARD) has launched or proposes to launch any plan to provide financial assistance to cooperative banks being run in the rural areas of the country;
- (b) if so, the details thereof and the purpose for which this financial assistance is provided by NABARD; and
- (c) the details of assistance provided by NABARD during each of the last three years and the current year, State-wise

Answer

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE
(SHRI ANURAG SINGH THAKUR)

(a)& (b) National Bank for Agriculture and Rural Development (NABARD) had established a fund called 'Cooperative Development Fund (CDF)' to provide financial assistance to the Rural Credit Cooperative Institutions including Rural Cooperative Banks (RCBs).

The objectives of CDF are:

- To supplement the efforts of the ground level cooperative credit institutions, viz., Primary Agricultural Credit Society (PACS) and weak District Central Cooperative Banks (DCCB) & State Cooperative Banks (StCBs), in mobilising resources for business development.
- Human Resource Development aimed at capacity building for efficient decision-making and effective implementation.
- Building up of better Management Information System (MIS) and analytical capability.
- Conduct of special studies for improving functional efficiency of rural cooperatives.

The above financial assistance is provided to RCBs for the following purposes:

- To Cooperative Training Institutions (CTIs) of RCBs for training and capacity building of personnel as well as grass roots cooperatives.
- Establishment of PACS Development Cells at DCCBs.
- For conducting Organisational Development Intervention (ODI) programme for Cooperative Banks.

- Programmes on Corporate Governance and Exposure Visits for Board of Directors, Senior Management and other key functionaries of RCBs.
- Support for organising Conference/ Seminar/ Workshops on topics of relevance; conduct of Studies and Surveys on issues of national and regional importance.
- Infrastructure support to PACS for office furniture, cash counter, safe, note counting machine, solar panel, etc.
- Further, in the current financial year, following new eligible activities are included under CDF:

- PACS Computerisation - Stimulus grant of a maximum of Rs.5.0 crore per state to be provided by NABARD for PACS computerisation subject to matching grant by State Government and/ or the Cooperative Bank.
- Establishment of Business Diversification and Product Innovation (BDPI) Cells at StCBs, to develop new and innovative products in the Cooperative Credit Structure.
- Support for various promotional measures (viz., sensitisation, mapping of potential PACS and business activities, DPR preparation) to transform PACS as Multi-Service Centres (MSCs).
- CTIs are allowed to conduct training programmes on-line.
- Publications brought out by Cooperative Organisations.

Cumulatively Rs.218.50 crore (till 31st January 2021) has been disbursed under CDF for various promotional programmes conducted by different tiers of short-term and long-term credit cooperative structure.

(c) State-wise and year-wise details of the financial assistance provided by NABARD under CDF during the last three years and the current year are given in the Annexure.

CDF - Financial Assistance - State wise - for the last 3 years and the Current Year

Rs in Lakh

Sr No.	Name of the State	2017-18	2018-19	2019-20	2020-21 (Upto 31-01-2021)
1	Andaman & Nicobar	8.10	4.89	2.46	0.00
2	Andhra Pradesh	91.86	102.80	126.98	41.35
3	Arunachal Pradesh	7.20	5.31	0.00	0.00
4	Assam	6.30	12.00	14.78	11.64
5	Bihar	10.85	10.87	11.25	3.98
6	Chattisgarh	13.15	12.64	8.46	3.25
7	Goa	0.00	2.36	3.39	0.00
8	Gujarat	116.88	122.73	111.15	19.14
9	Haryana	57.86	61.07	56.61	0.64
10	Himachal Pradesh	34.30	33.77	54.56	0.26
11	Jammu & Kashmir	0.83	3.57	0.06	0.00
12	Jharkhand	4.74	2.58	7.04	0.04
13	Karnataka	89.11	82.98	103.12	10.13
14	Kerala	115.26	133.10	163.19	16.79
15	Madhya Pradesh	193.30	31.80	60.19	2.14
16	Maharashtra	74.96	85.37	91.10	0.00
17	Manipur	0.00	2.80	3.49	0.00
18	Meghalaya	5.44	4.97	0.00	0.00
19	Mizoram	23.35	13.03	15.26	1.96
20	Nagaland	0.00	3.18	2.16	0.00
21	Odisha	130.76	102.92	138.22	19.32
22	Punjab	98.47	89.12	69.98	27.07
23	Rajasthan	24.67	16.08	24.00	23.37
24	Sikkim	5.15	3.95	2.00	0.00
25	Tamil Nadu	128.78	142.02	131.30	7.48
26	Telangana	122.62	70.95	132.36	522.22
27	Tripura	0.00	0.00	12.16	4.29
28	Uttarakhand	19.80	24.04	86.36	4.01
29	Uttar Pradesh	175.82	138.86	45.23	5.67
30	West Bengal	55.30	69.78	62.33	10.32
31	Others	269.06	276.13	250.44	36.80
TOTAL		1883.92	1665.67	1789.63	771.87

Source: NABARD