

GOVERNMENT OF INDIA
MINISTRY OF FINANCE
DEPARTMENT OF FINANCIAL SERVICES

LOK SABHA
UNSTARRED QUESTION NO. †3335

Answered on Monday, 16 December, 2024/Agrahayana 25, 1946 (Saka)

Average Credit Deposit Ratio of PSBs

†3335 SHRI HANUMAN BENIWAL:

Will the Minister of FINANCE be pleased to state:

- (a) the average Credit-Deposit Ratio (CDR) of Public Sector Banks during the current financial year; and
- (b) the steps taken by the Government to mitigate the regional imbalances in Credit allocation?

ANSWER

THE MINISTER OF STATE FOR FINANCE
(SHRI PANKAJ CHAUDHARY)

(a) and (b): The Credit-Deposit (CD) Ratio of Public Sector Banks as on 31.3.2024, 30.6.2024 and 30.9.2024 is 75.8%, 76.5% and 76.5%, respectively.

Further, RBI has advised the banks to ensure that wide disparity in the ratios between different States/Regions is avoided in order to minimise regional imbalance in credit deployment and banks may review the performance of their branches in such areas and take necessary steps to augment the credit flow. Lead Bank of the district may discuss the issue of low CD ratio in all its aspects with the banks and also in the District Consultative Committee (DCC) forum. Special Sub-Committees (SSCs) of the DCC should draw up Monitorable Action Plans to increase the CD Ratio in the districts having CD Ratio of less than 40% and to report the progress on the implementation of the plan to DCC on a quarterly basis and through them to the convenor of the State Level. Furthermore, various efforts have been undertaken by banks to increase the CD ratio which include, *inter alia*, actively working on credit outreach programs, sector-specific lending, community engagement, simplified loan application process, strategic partnerships, collaboration with government bodies.
