

REPORT ON THE WORKING OF THE DEPOSIT INSURANCE AND CREDIT GUARANTEE CORPORATION FOR THE YEAR ENDED 31ST MARCH 2001

In terms of Section 32(1) of the Deposit Insurance And Credit Guarantee Corporation Act, 1961, the Board of Directors present herewith the 39th Annual Report of the Corporation for the year ended 31st March 2001.

DEPOSIT INSURANCE

1.1 The ceiling amount of insurance cover for deposits with an insured bank, viz., Rs.1,00,000 per depositor per bank *in the same right and capacity* and the insurance premium @ 5 paise per Rs.100 per annum, have remained unchanged during the year. The total number of insured banks as at 31st March 2001 rose to 2728 from 2676 as at the year ended 31st March 2000. Fully protected deposit accounts as at the end of June 2000 numbering 4325 lakhs constituted 96.9 per cent of the total deposit accounts. The insured deposits at Rs. 572434 crore formed 71.0 per cent of the total assessable deposits of Rs. 806260 crore. The insurance premium received during the year amounted to Rs.515.19 crore as against Rs.471.92 crore received during the previous year. During the year, the Corporation settled the claims received from one commercial bank and eight urban co-operative banks for an aggregate amount of Rs.37.73 crore and has made a provision of Rs.1156.23 crore towards contingent liability of claims in respect of 1 commercial bank and 49 co-operative banks. The aggregate amount of claims paid and provided for in respect of 26 commercial banks and 48 co-operative banks, since the inception of the Scheme amounted to Rs.262.30 crore and repayment received out of the recoveries etc., amounted to Rs.73.40 crore. The recoveries account for 28.0 per cent of the total claims paid.

1.2 During the year, 5 commercial banks (Local Area Banks) and 57 Co-operative banks were registered as insured banks and 8 Co-operative banks and 2 Commercial banks were deregistered, the details of which are furnished in Annexure II-A.

Year-wise and category-wise particulars showing the number of banks registered by the Corporation since the inception of the Scheme in 1962 are furnished in Annexures I and IA.

1.3 The Deposit Insurance Scheme at present covers all commercial banks including local area banks, regional rural banks and co-operative banks in 22 States and two Union Territories (Annexure II). The matter regarding extension of the Scheme to co-operative banks in three States viz., Meghalaya, Mizoram and Nagaland and the Union Territory of Lakshadweep continues to be pending with the concerned Governments for carrying out the necessary amendments to their Co-operative Societies Acts. Extension of the Scheme to the State of Arunachal Pradesh and two Union Territories, viz., Chandigarh and Andaman and Nicobar Islands is under active consideration of the Corporation as necessary amendments to the Co-operative Societies Act have been enacted by the respective State Governments/Union Territories. The position in this regard is as under :

- (i) **Arunachal Pradesh** : The Secretary to the Government of Arunachal Pradesh is yet to issue a corrigendum for certain errors in the notification dated June 20, 2000, published in the official Gazette of Arunachal Pradesh containing amendments to the State Co-operative Societies Act.
- (ii) **Andaman and Nicobar Islands** : The Corporation has completed all the formalities regarding extension of the Scheme. The matter has been referred to Government of India for publication of the notification in the Gazette of India extending the Scheme to the Union Territory. The notification is yet to be issued by the Government.
- (iii) **Chandigarh** : Government of India, Legislative Department, Chandigarh Administration, has been advised to confirm that a notification has been issued by the

Central Government giving effect to Section 2 of Punjab Co-op Societies (Amendment) Act, 1981 & 1994 validly adopting the said Act for the Union Territory of Chandigarh. The reply from the Government is awaited.

1.4 The number of accounts and the amount of deposits insured with the Corporation as also the extent of protection afforded to depositors at the end of June 1999 and June 2000 are furnished in Table 1.

Table 1 : Insured Deposits

Particulars (Accounts in lakh & amounts in crore)	June	
	1999	2000
1. Total No. of accounts	4,417	4,462
2. Fully protected accounts	4,302	4,325
3. Percentage of 2 to 1	97.4	96.9
4. Assessable deposits	7,04,068	8,06,260
5. Insured deposits	4,98,558	5,72,434
6. Percentage of 5 to 4	70.8	71.0

The year wise details for the last ten years are furnished in Annexures III and IV.

The amount of deposits in fully protected accounts and partially protected accounts formed 54.0 per cent and 46.0 per cent respectively of the total assessable deposits at the end of June 2000.

1.5 The category-wise break-up of the premium (including interest on overdue premium) collected from insured banks during 1999-2000 and 2000-2001 is furnished in Table 2 .

Table 2 : Premium received

(Rupees in crore)

Category of banks	Premium Received	
	1999-2000	2000-01
i) <u>Commercial Banks</u> including Local Area Banks and Regional Rural Banks	413.32	448.30
ii) Co-operative Banks	58.60	66.89
Total	471.92	515.19

1.6 During the year 2000-2001, the Corporation settled claims aggregating Rs.37.73 crore in respect of 1 commercial bank and 8 co-operative banks as detailed in Table 3.

Table 3 : Claims settled

Sr. No.	Name of the Bank	No. of Depositors	Amount of Claims (Rs. crore)
Commercial Bank			
1.	Sikkim Bank Ltd.	10,539	17.24
Co-operative Banks			
1.	Gudur Co-op. Urban Bank Ltd., Gudur	2,119	0.67
2.	Anakapalle Co-op. Urban Bank Ltd., Anakapalle	1,196	0.25
3.	Indira Sahakari Bank Ltd., Mumbai	37,384	15.70
4.	Nandgaon Merchants Co-op. Bank Ltd., Nandgaon	1,586	0.22
5.	Siddhartha Sahakari Bank Ltd., Jalgaon	6,793	0.54
6.	Solapur Zilla Mahila Sahakari Bank Ltd., Solapur	17,775	2.74
7.	The Sami Taluka Nagarik Sahakari Bank Ltd., Sami	4,660	0.20
8.	Ahilyadevi Mahila Nagari Sahakari Bank Ltd., Kalamnuri	1,702	0.17
Total		83,754	37.73

Further, a provision of Rs.1156.23 crore has been made towards the likely claim liabilities in respect of depositors of 50 banks which are under amalgamation/ liquidation or their licence to carry on banking business has been cancelled by Reserve Bank of India.

1.7 As on 31st March 2001, the aggregate amount (cumulative) of claims paid and provided for since the inception of the Scheme, in respect of 26 commercial banks was Rs.190.16 crore. Repayments received from liquidators / amalgamated banks upto 31st March 2001 aggregated Rs.71.96 crores (including Rs.4.31 crore received during the year).

The total amount of claims paid / provided for in respect of 48 co-operative banks since the inception of the Scheme, till 31st March 2001 (including Rs.20.49 crore paid during the year) was Rs 72.14 crore. Repayments received from the liquidators/amalgamated banks upto 31st March 2001 aggregated Rs.1.44 crore (including Rs.0.08 crore received during the year). The particulars of banks in respect of which claims have been paid, written off, provided for and repayments received till 31st March 2001 are furnished in Annexure V.

1.8 The Reserve Bank of India had constituted an Advisory Group under the Chairmanship of Deputy Governor of RBI and Chairman of the Corporation, Shri Jagdish Capoor and a Working Group to review the system of Deposit Insurance in India and suggest changes therein in the context of the financial sector reforms. The Group submitted its Report to Reserve Bank of India in October 1999 and most of its recommendations have been accepted for implementation. The implementation of some of the major recommendations requires an amendment to the

existing legislation and its replacement by a new law dealing exclusively with Deposit Insurance and renaming of the Corporation as Deposit Insurance Corporation. The Corporation has forwarded to Government of India a draft outline of the new Bill after the approval of Reserve Bank of India. The Corporation is examining some suggestions for changes made by the Government in the proposed new Act.

CREDIT GUARANTEE

2.1 The guaranteed advances under the Corporation's Credit Guarantee Schemes in operation had come down from Rs.316.41 crore as at the end of March 1999 to Rs.4.95 crore as at the end of March 2000. The claims received by the Corporation under the Schemes during the year decreased by 91.3 per cent in terms of number and by 85.3 per cent in terms of amount as compared to the previous year. The claims disposed by the Corporation during the year decreased by 84.9 per cent in terms of number and by 83.1 per cent in terms of amount, as compared to the previous year (Table 4).

Table 4 : Claims received / Disposed of

(Amount in crore of Rupees)

	During 1999-2000		During 2000-2001		Percentage increase (+) decrease (-)	
	Number	Amount	Number	Amount	Number	Amount
I. Claims received						
i) Small Borrowers	8,89,208	219.19	75,100	21.93	(-) 91.55	(-) 89.99
ii) SSIs	13,575	26.30	3,404	14.05	(-) 74.02	(-) 46.58
Total :	9,02,783	245.49	78,504	35.98	(-) 91.30	(-) 85.34
II. Claims settled :						
i) Small Borrowers	45,35,934	1194.58	6,79,344	171.34	(-) 85.02	(-) 86.66
ii) SSIs	71,086	139.00	17,211	53.74	(-) 75.79	(-) 61.34
Total	46,07,020	1333.58	6,96,555	225.08	(-) 84.89	(-) 83.12

2.2 The guarantee fee receipts during the year have substantially gone down as compared to the previous year, due to opting out of 14 banks out of 20 banks participating under the schemes (Table 5).

Table 5 : Guarantee Fees / Guarantee Claims - Year-wise

(Amount in crore of Rupees)

Year	Guarantee fee receipts	Guarantee claims receipts	Claims paid	Gap (2)-(3)	Gap (2)-(4)
1	2	3	4	5	6
1991-92	565.88	627.23	462.29	(-) 61.35	(+) 103.59
1992-93	702.78	1143.27	633.55	(-) 440.49	(+) 69.23
1993-94	846.09	1490.76	889.99	(-) 644.67	(-) 43.90
1994-95	829.13	1726.82	1179.01	(-) 897.69	(-) 349.88
1995-96	704.64	2365.23	1042.27	(-) 1660.59	(-) 337.63
1996-97	564.02	2112.37	378.64	(-) 1548.35	(+) 185.38
1997-98	164.91	497.26	371.40	(-) 332.35	(-) 206.49
1998-99	123.23	252.19	601.91	(-) 128.96	(-) 478.68
1999-2000	21.99	245.49	403.13	(-) 223.50	(-) 381.14
2000-2001	0.07	35.98	51.80	(-) 35.91	(-) 51.73

2.3 The scheme-wise break-up of guarantee fee received since 1981 is given in Annexure XIII. The amount of claims exceeded the guarantee fees received during the year by Rs.35.91 crore (Table 6).

Table 6 : Guarantee Fees / Guarantee Claims (Scheme-wise)-2000-2001

(Amount in crore of Rupees)

Scheme	Guarantee claims receipts	Guarantee fee receipts	Gap (2)-(3)
1	2	3	4
i) Small Loans Guarantee Scheme, 1971	21.93	-	(-)21.93
ii) Small Loans (Co-op. Banks) Guarantee Scheme, 1984	-	-	-
iii) Small Loans (SSI) Guarantee Scheme, 1981	14.05	0.07	(-)13.98
Total	35.98	0.07	(-)35.91

2.4 It was mentioned in the earlier Reports that certain changes were made in the terms and conditions of the Credit Guarantee Schemes in April 1995 on the basis of the recommendations of an Expert Study Group appointed by the Corporation. The most important change was that claims could be preferred with the Corporation only after the loans have been written off.

Consequently, a number of banks started opting out of the Schemes from 1st April 1995. As on 31st March, 2001, no bank was participating under Small Loans Guarantee Scheme 1971 and only 6 banks were participating under Small Loans (SSI) Guarantee Scheme, 1981.

2.5 The Inspection Department of the Reserve Bank of India conducted a Systems and Staffing Inspection of the Corporation inclusive of its branches at Kolkata, New Delhi, Chennai and Nagpur during 1999-2000; at the instance of the Head Office of the Corporation. The inspection report was received by the Corporation in May 2000. As most of the participating credit institutions have opted out of the Credit Guarantee Schemes, the Inspection Department had recommended

reduction of a number of posts in various cadres at the Head Office as well as at its four branches. The Corporation closed three of its branches at Chennai, Kolkata and Nagpur with effect from 1st December 2000. A total number of 90 staff have been repatriated to Reserve Bank Of India from Head Office and branches.

2.6 It was mentioned in the previous year's Report that the Corporation conducted inspection of the participating banks in the years 1997-98 and 1999-2000. On the basis of the findings of the inspection, a sum of Rs.13.88 crore was recovered from the banks towards shortfall in the payment of guarantee fee and penal interest. On the basis of the inspection of three major banks (2 in the year 1999-2000 and one in the year 2000 -2001) solely with a view to verifying whether the banks had shared with the Corporation their recoveries in the claim paid accounts, within the prescribed time limit, a sum of Rs.15.20 crore on account of non-sharing / delayed sharing of recoveries together with applicable penal interest was recovered. During the year, the Corporation conducted the inspection of a few branches of a Regional Rural Bank which revealed that in the case of a large number of claims submitted by the bank and settled by the Corporation the dates of recall of loans furnished in the claim format were materially

incorrect. Accordingly, the services of an outside Chartered Accountants' firm were utilised for verifying the correctness of the information furnished by the bank. The Chartered Accountants, in their report, furnished a list of 535 claims where the recall date furnished in the claim format was at variance with the bank's records and recall notices in respect of 835 claims were not available with the branches. Accordingly, the Corporation advised the bank to refund the entire claim settled amount of Rs.38.68 lakh of 1,370 ineligible claims together with prescribed penal interest.

2.7 Consequent upon opting out by the remaining participants from the small Loans Credit Guarantee Scheme, 1971 and Small Loans (Co-operative Banks) Guarantee Scheme, 1984 during the year, the Corporation will not operate the above Credit Guarantee Schemes.

Small Loans Guarantee Scheme, 1971

2.8 The Scheme provides guarantee cover for advances granted for agriculture and allied activities, transport, retail trade, small business etc., by commercial banks including regional rural banks.

2.9 During the year 2 Regional Rural banks were allowed by the Corporation to opt out of the Scheme. Consequently as on 31st March 2001, no

Table 7 : Claims under Small Borrowers' Credit Guarantee Schemes-Category-wise

Category of borrowers	Guaranteed advances as on 31 st March 2000	Amount of claims received		
		Cumulative upto March 2000	During 2000-2001	Cumulative upto March 2001 (3+4)
		3	4	5
Farmers and Agriculturists	Nil	4631.17	8.68	4639.85
Other priority sector advances	Nil	5196.89	13.05	5209.94
Residual category of borrowers under DRI Scheme and credit facilities for consumption and for purchase or construction of houses or tenements	Nil	193.04	0.20	193.24
Total	Nil	10021.10	21.93	10043.03

bank was participating under the Scheme (Annexure VI and VII).

2.10 As a result of stoppage of operations under the Scheme there were no advances guaranteed by the Corporation under the Scheme. The year-wise and sector-wise break-up of the guaranteed advances upto March 1999 is given in the Annexure VIII.

2.11 During the year, the Corporation received 75,100 claims for Rs.21.93 crore as against 8,89,208 claims for Rs.219.19 crore received during the previous year registering a decrease of 91.6 percent in the number of claims and 90.0 per cent in amount over the previous year. The Corporation disposed of 6,79,344 claims for Rs.171.34 crore as against 45,35,934 claims for Rs.1194.58 crore during the previous year (Annexure IX).

2.12 The sector-wise break-up of claims received under the Schemes for small borrowers is given in Annexure X.

2.13 Recoveries received during the year by virtue of subrogation rights aggregated Rs.99.90 crore (Rs.184.82 crore during the previous year).

The cumulative amount of recoveries received since the inception of the Scheme aggregated Rs.1890.01 crore forming 27.2 per cent of claims paid at Rs.6,938.04 crore.

Small Loans (Co-operative Banks) Guarantee Scheme, 1984

2.14 The Scheme covers priority sector advances granted by Primary Urban Co-operative banks for non-agricultural purposes. None of the urban co-operative banks is continuing under the Scheme.

2.15 The Corporation had not received any

claims during the year under the Scheme.

CREDIT GUARANTEE SCHEME FOR SMALL SCALE INDUSTRIES

Government's Credit Guarantee Scheme (since cancelled)

2.16 The Corporation continues, as an agent of the Government of India, to pursue with the credit institutions for recoveries in claim paid accounts under the erstwhile Government Scheme. Out of the total amount of Rs.0.52 crore representing the recoveries received in claim paid accounts during the year ended 31st March 2001 under the Scheme, the Corporation remitted a sum of Rs. 0.48 crore to the Government after retaining an amount of Rs.0.04 crore towards administrative expenditure incurred by it.

SMALL LOANS (SSI) GUARANTEE SCHEME, 1981

2.17 As on 31st March 2001, there were 6 credit institutions (17 as on 31st March 2000) participating in the above Scheme (Annexure VI). During the year, 11 credit institutions had gone out of the purview of the Scheme either on their opting out of the Scheme or due to non-payment of guarantee fee (Annexure VII).

2.18 The guaranteed advances to SSI sector coming under the priority sector as defined by RBI amounted to Rs.4.95 crore as on 31st March 2000 as against Rs.38.80 crore as on 31st March 1999 (Annexure VIII).

2.19 The Corporation received 3,408 claims for Rs.14.13 crore during the year as against 13,575 claims for Rs.26.30 crore during the previous year. 17,215 claims for Rs.53.83 crore were disposed of as against 71,086 claims for Rs.139.00 crore during the year 1999-2000. The details of claims received and disposed of year-wise, from 1st April 1981 onwards are given in Annexure XI. Amount-wise break-up of claims settled during the year is given

in Annexure XII. As on 31st March 2001, 2,604 claims for Rs.4.16 crore were pending.

2.20 Recoveries received under the Scheme during the year by virtue of the Corporation's right of subrogation, amounted to Rs.15.19 crore compared to Rs.17.79 crore received during the previous year. Cumulative recoveries since 1981 aggregated Rs.241.65 crore as on 31st March 2001 forming 24.2 per cent of the total amount of claims paid at Rs.1,000.46 crore.

ACCOUNTS

Balance Sheets and Revenue Accounts

3.1 Revenue Accounts for the year ended 31st March 2001 and Balance Sheets as at 31st March 2001, showing the position of the Corporation's three funds viz., General Fund, Deposit Insurance Fund and Credit Guarantee Fund together with the Auditor's Report are attached.

3.2 The Corporation has adopted, from 1987, the system of valuation of the liabilities of Deposit Insurance and Credit Guarantee Funds on an actuarial basis. The revenue surpluses in the Funds during the year ended 31st March 2001 amounted to Rs.843.63 crore, after providing for pending claims etc., as against revenue surpluses of Rs.1759.47 crore for the year ended 31st March 2000. Deposit Insurance Fund (DIF) has shown a revenue surplus of Rs.431.96 crore during the year as against Rs.198.04 crore during the previous year after making all necessary provisions to the satisfaction of Auditors and also taking into account the actuarial estimates of incremental liability. The Credit Guarantee Fund (CGF) has shown a revenue surplus of Rs.411.67 crore, as against a surplus of Rs.1561.43 crore during the previous year, after providing for pending claims etc., and also taking into account the actuarial estimates of incremental liability.

3.3 The General Fund has shown a deficit of Rs.6.28 crore as against a deficit of Rs 3.49 crore during the previous year. The deficit of Rs.6.28

crore has been adjusted against the surplus in the Credit Guarantee Fund with the approval of the Board.

BUDGETARY CONTROL

4 The Corporation has devised various control returns under its Management Information System (MIS) for submission by the participating entities for monitoring receipt of premium and guarantee fees and to exercise budgetary control over revenue and expenditure under its three Funds viz., Deposit Insurance Fund, Credit Guarantee Fund and General Fund.

INVESTMENTS

5 In accordance with the provisions of the Deposit Insurance and Credit Guarantee Corporation Act, 1961, the amounts which were not required for the time being were invested in Central Government Securities, including Treasury Bills. The details of investments as on 31st March 2001 are furnished in Annexure XIV. The depreciation in the investments of the three Funds has been fully provided for, to the satisfaction of the Auditors.

GENERAL

Auditors

6 In terms of Section 29(1) of the Deposit Insurance and Credit Guarantee Corporation Act, 1961, M/s Jain Chowdhary & Co., Chartered Accountants, Mumbai were reappointed, (with the approval of the Reserve Bank of India), as Auditors of the Corporation for the year ended 31st March 2001.

PROGRESSIVE USE OF HINDI

7 The Corporation ensures compliance of Section 3(3) of the Official Languages Implementation Act. The Head Office of the Corporation has been notified under Rule 10(4) of the Official Languages Rules, 1976. The Official

Languages implementation Committee meets regularly once a quarter to monitor as well as to promote the use of Hindi in the day to day functioning of the Corporation.

TRAINING AND DEPUTATION

8 The Corporation has been deputing its Officers to various training institutions of the Reserve Bank of India to deliver talks on the Schemes of the Corporation as and when such requests are received from the training establishments. During the year under report, 30 employees including 11 Officers, were deputed for training programmes conducted in the training colleges of the Reserve Bank of India.

INSPECTION & FINANCIAL AUDIT BY RESERVE BANK OF INDIA

9 The Inspection Department of the Reserve Bank of India, conducted Inspection of 2 branches at Delhi, and Chennai during 2000-2001, besides Management Audit and System Inspection 2000 of Head Office carried out in November. The Regional Audit Cells of Reserve Bank of India carried out internal audit of the Corporation's Head Office and branches for the half year ended 30th September 2000.

COMPUTERISATION

10 A data base of insured banks has been created and necessary software packages have been developed to help in speedy processing of data and generating various outputs including list of defaulting banks, category- wise, debit / credit advices to banks, monthly vouchers simultaneously with the processing of returns etc. The computerisation for processing of claims of depositors of liquidated banks is in progress. A Website of the Corporation will be hosted to help

in spreading awareness regarding the deposit insurance. The Corporation has finalised a brochure on deposit insurance scheme as a part of its exercise to educate the depositors in banks. The brochure will be made available to the depositors through the insured banks shortly.

MANAGEMENT

11 Shri J. R. Guha has been posted as Executive Director to DICGC with effect from May 1, 2001. Shri A. Chandramouliswaran, Executive Director of the Corporation upto 31st October 2000 retired from service on attaining the age of superannuation and Shri Radhe Shyam succeeded him as Chief General Manager from 1.11.2000. Shri S. L. Parmar, Executive Director, RBI, has been nominated by RBI as Director on the Board of DICGC in terms of Section 6 (1) (b) of the DICGC Act, 1961, vice Shri G. P. Muniappan who retired from the Bank's service as at the close of business on March 31, 2001.

All the directors nominated under Section 6 (1) (d) and 6 (1) (e) of the DICGC Act, 1961, ceased to be on the Board on expiry of their respective terms and these vacancies had not been filled up during the year. No regular Board meetings could therefore, be held for want of quorum. Important cases requiring Board's approval were approved by circulation among the remaining directors. Central Government has since nominated on 29th May 2001 six directors under Section 6 (1) (d) and 6 (1) (e) of the DICGC Act, 1961 in consultation with Reserve Bank of India.

12 The Board appreciates the efforts put in by the staff of the Corporation for maintaining the operational efficiency.

For and on behalf of
the
Board of Directors
DEPOSIT INSURANCE
& CREDIT GUARANTEE
CORPORATION
MUMBAI - 400 001.

(Jagdish Capoor)
Chairman

Dated: 29th June 2001

ANNEXURE - I

STATEMENT SHOWING THE NUMBER OF BANKS COVERED UNDER THE DEPOSIT INSURANCE SCHEME SINCE 1962

Year/period	No. of registered banks at the commencement of the year/period	No. of banks registered during the year/period	No. of banks deregistered where Corporation's Liability			Total No. of registered banks at the end of the year/period (2+3-6)
			was attracted	was not attracted	Total (4+5)	
1	2	3	4	5	6	7
1962	287	0	2	9	11	276
1963 to 1965	276	1	7	161	168	109
1966 to 1970	109	1	5	22	27	83
1971 to 1975	83	544	0	16	16	611
1976 to 1980	611	995	9	15	24	1582
1981 to 1985	1582	280	8	17	25	1837
1986 to 1989-90	1837	102	8	10	18	1921
1990-91	1921	8	5	2	7	1922
1991-92	1922	14	2	3	5	1931
1992-93	1931	3	2	1	3	1931
1993-94	1931	63	1	3	4	1990
1994-95	1990	36	0	1	1	2025
1995-96	2025	99	1	1	2	2122
1996-97	2122	176	1	1	2	2296
1997-98	2296	145	1	2	3	2438
1998-99	2438	149	4	0	4	2583
1999-2000	2583	103	8	2	10	2676
2000-2001	2676	62	9	1	10	2728

ANNEXURE - IA

Category - wise break-up of insured banks at the end of 1998-99, 1999-2000, 2000-2001

Year	No. of insured banks				
	Commercial Banks	RRBs	LABs	Co-operative Banks	Total
1998-99	110*	196	0	2277	2583
1999-2000	108*	196	0	2372	2676
2000-2001	106*	196	5	2421	2728

- * Includes
1. Bari Doab Bank Ltd., under amalgamation with Oriental Bank of Commerce.
 2. Kashinath Seth Bank Ltd., under amalgamation with State Bank of India.
 3. Jharia Industrial Bank Ltd., is defunct bank.

ANNEXURE - II

SUMMARY OF INSURED BANKS (As on 31st March 2001)

i)	Commercial Banks	106
ii)	Local Area Banks	5
iii)	Regional Rural Banks	196
iv)	Co-operative Banks	2421
Total		2728

Statewise Break-up of Co-operative Banks

State/Union Territory	Apex	Central	Primary	Total
State				
1. Andhra Pradesh	1	22	162	185
2. Assam	1	1	13	15
3. Bihar	1	34	9	44
4. Delhi	1	0	18	19
5. Goa	1	0	7	8
6. Gujarat	1	21	355	377
7. Haryana	1	14	9	24
8. Himachal Pradesh	1	2	5	8
9. Jammu & Kashmir	1	3	4	8
10. Karnataka	1	22	312	335
11. Kerala	1	14	61	76
12. Madhya Pradesh	1	45	88	134
13. Maharashtra	1	31	646	678
14. Manipur	1	0	5	6
15. Orissa	1	17	14	32
16. Punjab	1	18	6	25
17. Rajasthan	1	27	40	68
18. Sikkim	1	0	0	1
19. Tamil Nadu	1	24	136	161
20. Tripura	1	0	1	2
21. Uttar Pradesh	1	57	82	140
22. West Bengal	1	17	55	73
Union Territory				
1. Pondicherry	1	0	1	2
2. Daman & Diu	0	0	0	0
TOTAL	23	369	2029	2421

ANNEXURE-II-A

BANKS REGISTERED AND DEREGISTERED DURING THE YEAR 2000-2001

A. REGISTERED

I. Commercial Banks (Local Area Banks)

<u>State</u>	<u>Sr. No.</u>	<u>Name of the Bank</u>
Andhra Pradesh (2)	1.	Coastal Local Area Bank Ltd.,
	2.	Krishna Bhima Samruddhi Local Area Bank Ltd.
Rajasthan (1)	1.	Vinayak Local Area Bank Ltd.
Gujarat (1)	1.	South Gujarat Local Area Bank Ltd.
Punjab (1)	1.	Capital Local Area Bank Ltd.

II Co-operative Banks

<u>State</u>	<u>Sr. No.</u>	<u>Name of the Bank</u>
Andhra Pradesh (9)	1.	Kalinga Co-op. Urban Bank Ltd.
	2.	Agroah Co-op. Urban Bank Ltd.
	3.	Sree Co-op. Urban Bank Ltd.
	4.	Gokul Co-op. Urban Bank Ltd.
	5.	Praja Co-op. Urban Bank Ltd.
	6.	Gayatri Co-op. Urban Bank Ltd.
	7.	Tandur Mahila Co-op. Urban Bank Ltd.
	8.	Vamsikrishna Co-op Urban bank Ltd.
	9.	Jagruti Co-op. Urban Bank Ltd.
Assam (1)	1.	Konoklota Mahila Urban Co-op. Bank Ltd.
Bihar (1)	1.	Jamshedpur Urban Co-op. Bank Ltd.
Delhi (1)	1.	Bhagyodaya Urban Co-op. Bank Ltd.

(Contd.)

ANNEXURE - IIA (Contd.)

Gujarat (7)

1. Mahila Vikas Co-op. Bank Ltd.
2. Adinath Co-op. Bank Ltd.
3. Associate Co-op. Bank Ltd.
4. Amruta Mahila Co-op. Bank Ltd.
5. Shri Vitrag Co-op. Bank Ltd.
6. Shri Vinayak Sahakari Bank Ltd.
7. Vardhaman Co-op. Bank Ltd.

Haryana (1)

1. Kaithal Central Co-op. Bank Ltd.

Karnataka (9)

1. Nyayamitra Sahakari Bank Niyamita
2. Sri Basaveshwar Pattana Sahakari Bank Ltd.
3. Aruna Sahakara Bank Niyamitha.
4. Swarna Bharati Sahakara Bank Niyamitha.
5. Hadagali Urban Co-op. Bank Ltd.
6. Chartered Sahakari Bank Niyamitha.
7. Shimsha Sahakara Bank Niyamitha.
8. Shri Mata Sahakari Bank Niyamitha,
9. Bharathiya Sahakara Bank Niyamit.

Maharashtra (15)

1. Vishwakarma Nagari Sahakari Bank Maryadit.
2. Shri Mahesh Sahakari Bank Maryadit.
3. Abhinav Sahakari Bank Ltd.
4. Manmad Urban Co-op. Bank Ltd.
5. Aurangabad Dist. Industrial and Urban Co-op. Bank Ltd.
6. Janseva Urban Co-op. Bank Ltd.
7. Shri Anand Co-op. Bank Ltd.
8. Jijau Commercial Co-op. Bank Ltd.
9. Shreeji Bhatia Co-op. Bank Ltd.
10. Rameshwar Co-op. Bank Ltd.
11. Shankarrao Chavan Nagari Sahakari Bank Ltd.
12. Yashwant Nagari Sahakari Bank Ltd.
13. Indrayani Co-op. Bank Ltd.
14. Modern Co-op. Bank Ltd.

(Contd.)

ANNEXURE - IIA (Contd.)

	15.	Ameer Urban Co-op. Bank Ltd.
Madhya Pradesh(3)	1.	Raj Rajeshwari Mahila Nagarik Sahakari Bank Maryadit.
	2.	Sanskardhani Mahila Nagarik Sahakari Bank Maryadit.
	3.	Nagarik Sahakari Bank Maryadit.
Punjab (1)	1.	Muktsar Central Co-op. Bank Ltd.
Rajasthan (3)	1.	Sumerpur Mercantile Urban Co-op. Bank Ltd.
	2.	Malviya Urban Co-op. Bank Ltd.
	3.	Chittorgarh Urban Co-op. Bank Ltd.
Tamil Nadu(3)	1.	Thoothukudi Dist. Central Co-op. Bank Ltd.
	2.	Musiri Urban Co-op. Bank Ltd.
	3.	The Arcot Co-op. Rural Bank Ltd.
Uttar Pradesh (3)	1.	Urban Co-op. Bank Ltd.
	2.	Nagina Urban Co-op. Bank Ltd.
	3.	Firozabad Zilla Sahakari Bank Ltd.
B. DEREGISTERED		
I. Commercial Banks	1.	Hanil Bank Ltd.
	2.	Sikkim Bank Ltd.
II. Co-operative Banks		
Andhra Pradesh	1.	Gudur Co-op. Urban Bank Ltd.
	2.	Anakapalle Co-op. Urban Bank Ltd.
Maharashrta	3.	Indira Sahakari Bank Ltd., Mumbai.
	4.	Siddhartha Sahakari Bank Ltd.
	5.	Solapur Zilla Mahila Sahakari Bank Ltd.
	6.	Ahillyadevi Mahila Nagari Sahakari Bank Ltd.
	7.	Nandgaon Merchants Co-op. Bank Ltd. Nandgaon.
Gujarat	8.	The Sami Taluka Nagarik Sahakari Bank Ltd.

ANNEXURE III

STATEMENT SHOWING THE EXTENT OF PROTECTION AFFORDED TO THE DEPOSITORS OF INSURED BANKS

**(Commercial Banks, Regional Rural Banks, Local Area Banks and Co-operative Banks)
(As on the last working day)**

Year	<i>No. of fully protected accounts (in lakhs)*</i>	<i>Total No. of accounts (in lakhs)</i>	<i>Percen- tage of (2) to (3)</i>	<i>Insured deposits* (Rs. crore)</i>	<i>Total assessable deposits (Rs. crore)</i>	<i>Percen- tage of (5 to 6)</i>
1	2	3	4	5	6	7
1961	55.42	70.58	78.5	392.32	1693.74	23.1
1989-90	3059.11	3141.68	97.4	101681.96	140745.95	72.2
1990-91	2982.52	3089.12	96.5	109315.52	156891.90	69.7
1991-92	3169.18	3287.00	96.4	127924.91	186307.39	68.7
1992-93	3395.03	3543.02	95.8	164526.57	244375.38	67.3
1993-94	3497.10	3529.03	99.1	168404.82	249033.83	67.6
1994-95	4956.05	4993.99	99.2	266746.65	364057.60	73.3
1995-96	4818.63	4868.07	99.0	295574.97	392071.69	75.4
1996-97	4273.23	4351.26	98.2	337671.00	450674.17	74.9
1997-98	3713.02	4108.73	90.4	370531.21	492279.86	75.2
1998-99	4544.33	4641.93	97.9	439609.10	609962.08	72.1
1999-2000	4302.11	4417.30	97.4	498558.33	704068.36	70.8
2000-2001	4324.59	4461.84	96.9	572434.09	806259.84	71.0

* Number of accounts with balance not exceeding Rs.1,500 till the end of 1967, Rs 30,000 from 1981 onwards till 1992-93 and Rs 1,00,000 from 1993-94 onwards.

ANNEXURE - IV

STATEMENT SHOWING THE EXTENT OF PROTECTION AFFORDED TO THE DEPOSITORS OF INSURED BANKS (CATEGORY WISE) FOR THE YEARS 1998-99,1999-2000,2000-01

<i>Year</i>	<i>Category of banks</i>	<i>Total No. of insured banks</i>	<i>No. of reporting banks</i>	<i>Insured deposits (Rs. in crore)</i>	<i>Total assessable deposits (Rs. in crore)</i>	<i>Percentage of insured deposits to assessable deposits</i>
1	2	3	4	5	6	7
1998-99	I Commercial Banks					
	i) SBI Group	8	7	113803.01	145056.62	78.45
	ii) Public Sector	19	18	209332.71	282245.42	74.16
	iii) Foreign Banks	45	28	7899.18	31640.16	24.96
	iv) Private Banks					
	a) Scheduled	35	28	46733.40	76108.14	61.40
	b) Non-Scheduled	3	-	-	-	-
	Total	110	81	377768.30	535050.34	70.60
	II Regional Rural Banks	196	145	14399.46	15775.19	91.27
	III Co-operative Banks	2277	1141	47441.34	59136.55	80.22
	Total I+II+III	2583	1367	439609.10	609962.08	72.07
1999-2000	I Commercial Banks					
	i) SBI Group	8	7	123888.86	168226.28	73.64
	ii) Public Sector	19	19	257005.98	351504.67	73.12
	iii) Foreign Banks	43	33	9471.70	36620.29	25.86
	iv) Private Banks					
	a) Scheduled	35	27	31257.48	56015.69	55.80
	b) Non-Scheduled	3	-	-	-	-
	Total	108	86	421624.02	612366.93	68.85
	II Regional Rural Banks	196	115	21409.13	22516.13	95.08
	III Co-operative Banks	2372	1232	55525.18	69185.30	80.26
	Total I+II+III	2676	1433	498558.33	704068.36	70.81
2000-2001	I Commercial Banks					
	i) SBI Group	8	6	140582.35	187957.57	74.79
	ii) Public Sector	19	16	285731.36	392754.05	72.75
	iii) Foreign Banks	42	32	6150.22	32145.52	19.13
	iv) Private Banks					
	a) Scheduled	39	25	43234.09	78213.31	55.28
	b) Non-Scheduled	3	-	-	-	-
	Total	111	79	475698.02	691070.45	68.83
	II Regional Rural Banks	196	171	26041.74	28036.51	92.88
	III Co-operative Banks	2421	1456	70694.33	87152.88	81.12
	Total I+II+III	2728	1706	572434.09	806259.84	71.00

ANNEXURE - V

**DEPOSIT INSURANCE CLAIMS PAID AND PROVIDED FOR
AND REPAYMENTS RECEIVED AS ON 31ST MARCH 2001**

(Rupees in lakh)

<i>Sr. No.</i>	<i>Name of the bank (Figures in brackets indicate the year in which the claims were met)</i>	<i>Total insured deposits paid and provided for</i>	<i>Repayments received by Corporation</i>	<i>Balance (3)-(4)</i>
1	2	3	4	5
I. COMMERCIAL BANKS				
i) Particulars relating to banks in respect of which the Corporation has been reimbursed in full				
\$	1) Bank of China, Kolkata (1963)	9.25	9.25	-
*	2) Shree Jadeya Shankar Ling Bank Ltd., Bijapur (1965)	0.12	0.12	-
*	3) Bank of Behar Ltd., Patna (1970)	46.32	46.32	-
*	4) Cochin Nayar Bank Ltd., Trichur (1964)	7.04	7.04	-
*	5) Latin Christian Bank Ltd., Ernakulam (1964)	2.08	2.08	-
@	6) Bank of Karad Ltd., Mumbai (1992)	**3,700.00	3,700.00	-
	Total 'A'	3,764.81	3,764.81	-
ii) Particulars relating to banks in respect of which the Corporation has been paid in part and balance due has been written off				
*	7) Unity Bank Ltd., Chennai (1963)	2.53	1.37 (1.16)	-
*	8) Unnao Commercial Bank Ltd., Unnao (1964)	1.08	0.31 (0.77)	-
*	9) Chawla Bank Ltd., Dehradun (1969)	0.18	0.14 (0.04)	-
*	10) Metropolitan Bank Ltd., Kolkata (1964)	8.80	4.42 (4.38)	-
*	11) Southern Bank Ltd., Kolkata (1964)	7.34	3.73 (3.61)	-
*	12) Bank of Algapuri Ltd., Algapuri (1963)	0.28	0.18 (0.10)	-
*	13) Habib Bank Ltd., Mumbai (1966)	17.26	16.78 (0.48)	-
*	14) National Bank of Pakistan, Kolkata (1966)	0.99	0.88 (0.11)	-
	Total 'B'	38.46	27.81 (10.65)	-
<i>(Figures in brackets indicate the amount written off)</i>				
iii) Particulars relating to banks in respect of which the Corporation has not been reimbursed in full				
*	15) National Bank of Lahore Ltd., Delhi (1970)	9.69	-	9.69
*	16) Bank of Cochin Ltd., Cochin (1986)	1,162.78	705.79	456.99
*	17) Miraj State Bank Ltd., Miraj (1987)	146.59	71.21	75.38
*	18) Lakshmi Commercial Bank Ltd., Delhi (1987)	3,340.62	913.58	2,427.04
*	19) Hindustan Commercial Bank Ltd., Delhi (1988)	2,191.67	253.67	1,938.00
*	20) United Industrial Bank Ltd., Kolkata (1990)	3,501.58	113.34	3,388.24
*	21) Traders Bank Ltd., New Delhi (1990)	306.34	134.82	171.52
*	22) Bank of Thanjavur Ltd., Thanjavur (1990)	1,078.36	554.61	523.75

(Contd.)

ANNEXURE - V (Contd.)

1	2	3	4	5
*	23) Bank of Tamilnad Ltd., Tirunelveli (1990)	764.50	447.58	316.92
*	24) Parur Central Bank Ltd., North Parur (1990)	260.92	121.39	139.53
*	25) Purbanchal Bank Ltd., Guwahati (1990)	725.77	87.52	638.25
*	26) Sikkim Bank Ltd., Gangtok (2000)	1,723.91	–	1,723.91
	Total 'C'	15,212.73	3,403.51	11,809.22
	Total 'A' + 'B' + 'C'	19,016.00	7,196.13	11,809.22
II	CO-OPERATIVE BANKS			
i)	Particulars relating to banks in respect of which the Corporation has been reimbursed in full			
\$\$	1) Malvan Co-op. Urban Bank Ltd., Malvan (1977)	1.84	1.84	+
%	2) Bombay Peoples Co-op. Bank Ltd., Mumbai (1978)	10.72	10.72	++
@	3) Dadhich Sahakari Bank Ltd., Mumbai (1984)	18.37	18.37	+++
@	4) Ramdurg Urban Co-op. Credit Bank Ltd., Ramdurg (1981)	2.19	2.19	++++
@	5) Bombay Commercial Co-op. Bank Ltd., Mumbai (1976)	5.73	5.73	-
	Total 'D'	38.85	38.85	-
ii)	Particulars relating to banks in respect of which the Corporation has been paid in part and balance has been written off			
@	6) Ghatkopar Janata Sahakari Bank Ltd., Mumbai (1977)	2.76	– (2.76)	–
@	7) Bhadravathi Town Co-op. Bank Ltd., Bhadravathi (1994)	0.26	– (0.26)	–
@	8) Aarey Milk Colony Co-op. Bank Ltd., Mumbai (1978)	0.60	– (0.60)	–
	Total 'E'	3.62	– (3.62)	–
				(Figures in bracket indicate amount written off)
iii)	Particulars relating to banks in respect of which the Corporation has not been reimbursed in full			
*	9) Ratnagiri Urban Co-op. Bank Ltd., Ratnagiri (1978)	46.43	12.48	33.95
*	10) Vishwakarma Co-op. Bank Ltd., Mumbai (1979)	11.57	5.60	5.97
*	11) Prabhadevi Janata Sahakari Bank Ltd., Mumbai (1979)	7.02	3.06	3.96
*	12) Kalavihar Co-op. Bank Ltd., Mumbai (1979)	13.17	3.36	9.81
*	13) Vysya Co-op. Bank Ltd., Bangalore (1982)	91.31	12.95	78.36
@	14) Kollur Parvathi Co-op. Bank Ltd., Kollur (1985)	13.96	–	13.96
@	15) Adarsh Co-op. Bank Ltd., Mysore (1985)	2.74	0.65	2.09
*	16) Kurduwadi Merchants Urban Co-op. Bank Ltd., Kurduwadi (1986)	4.85	4.01	0.84
@	17) Gadag Urban Co-op. Bank Ltd., Gadag (1986)	22.85	12.66	10.19
@	18) Manihal Urban Co-op. Credit Bank Ltd., Manihal (1987)	9.61	2.28	7.33
@	19) Hind Urban Co-op. Credit Bank Ltd., Lucknow (1988)	10.95	–	10.95
@	20) Yellamanchili Co-op. Bank Ltd., Yellamanchili (1990)	4.36	–	4.36
@	21) Vasavi Co-op. Urban Bank Ltd., Gurzala (1991)	3.89	–	3.89
@	22) Kundara Urban Co-op. Bank Ltd., Kundara (1991)	17.37	8.73	8.64
@	23) Manoli Shri Panchlingeshwar Urban Co-op. Bank Ltd., Manoli (1991)	17.44	10.39	7.05

(Contd.)

ANNEXURE - V (Contd.)

1	2	3	4	5
@ 24)	Sardar Nagrik Sahakari Bank Ltd., Baroda (1991)	74.85	18.00	56.85
@ 25)	Metropolitan Co-op. Bank Ltd., Mumbai (1992)	**125.00	-	125.00
* 26)	Belgaum Muslim Co-op. Bank Ltd., Belgaum (1992)	37.11	2.27	34.84
@ 27)	Bhiloda Nagrik Sahakari Bank Ltd., Bhiloda (1994)	19.84	0.95	18.89
@ 28)	Citizen's Urban Co-op. Bank Ltd., Indore (1994)	220.57	-	220.57
@ 29)	Chetana Co-op. Bank Ltd., Mumbai (1995)	875.49	7.58	867.91
@ 30)	Bijapur Industrial Co-op. Bank Ltd., Hubli (1996)	24.14	-	24.14
@ 31)	Hindupur Co-op. Town Bank Ltd., Hindupur (1996)	1.22	0.21	1.01
@ 32)	The Peoples' Co-op. Bank Ltd. Ichalkaranji (1996)	365.46	-	365.46
@ 33)	The Swastik Janata Sahakari Bank Ltd., Mumbai (1998)	225.92	-	225.92
@ 34)	Kolhapur Zilla Janata Sahakari Bank Ltd., Mumbai (1998)	801.17	-	801.17
@ 35)	Dharwad Industrial Co-op. Bank Ltd., Hubli (1998)	9.16	-	9.16
@ 36)	Dadar Janata Sahakari Bank Ltd., Mumbai (1999)	518.03	-	518.03
@ 37)	Vinkar Sahakari Bank Ltd., Mumbai (1999)	180.68	-	180.68
@ 38)	Trimoorti Sahakari Bank Ltd., Pune (1999)	284.74	-	284.74
@ 39)	Awami Mercantile Co-op. Bank Ltd., Mumbai (2000)	462.40	-	462.40
@ 40)	Ravikiran Urban Co-op. Bank Ltd., Mumbai (2000)	618.97	-	618.97
@ 41)	Gudur Co-op. Urban Bank Ltd., Gudur (2000)	67.37	-	67.37
@ 42)	Anakapalle Co-op. Urban Bank Ltd., Anakapalle (2000)	24.47	-	24.47
@ 43)	Indira Sahakari Bank Ltd., Mumbai (2000)	1570.13	-	1570.13
@ 44)	Nandgaon Merchants Co-op. Bank Ltd., Nandgaon (2000)	22.42	-	22.42
@ 45)	Siddhartha Sahakari Bank Ltd., Jalgaon (2000)	53.99	-	53.99
@ 46)	Solapur Zilla Mahila Sahakari Bank Ltd., Solapur (2000)	273.95	-	273.95
@ 47)	The Sami Taluka Nagrik Sahakari Bank Ltd., Sami (2000)	20.17	-	20.17
@ 48)	Ahilyadevi Mahila Nagari Sahakari Bank Ltd., Kalamnuri (2001)	16.96	-	16.96
	Total 'F'	7,171.73	105.18	7,066.55
	Total 'D'+ 'E'+ 'F'	7,214.20	144.03	7,066.55
	Total 'A'+ 'B'+ 'C'+ 'D'+ 'E'+ 'F'	26,230.20	7,340.16	18,875.77
	Remarks: Amounts written off till 31 st March 2001			
	Commercial Banks		Rs. 10.65 lakh	
	Co-operative Banks		Rs. 3.62 lakh	
	Total		Rs. 14.27 lakh	

\$ Licence to carry on banking business cancelled by Reserve Bank of India.

\$\$ The bank was revived and voluntarily amalgamated with the Saraswat Co-operative Bank Ltd., in 1984.

* Scheme of amalgamation.

@ Banks taken into liquidation.

+ Provision of Rs.0.02 lakh made in respect of untraceable depositors written back.

++ Provision of Rs.2.07 lakhs made in respect of untraceable depositors written back.

+++ Provision of Rs.0.14 lakh made in respect of untraceable depositors written back.

++++ Provision of Rs.0.11 lakh made in respect of untraceable depositors written back.

% The bank was voluntarily amalgamated with the Saraswat Co-operative Bank Ltd., in 1987.

** Amount under column 3 includes "On account" payments made to Bank of Karad Ltd., (Rs.37 crore) and Metropolitan Co-operative Bank Ltd., (Rs.1.25 crore) (Both under liquidation).

ANNEXURE - VI

**CATEGORY-WISE POSITION OF CREDIT INSTITUTIONS PARTICIPATING IN THE CORPORATION'S
CREDIT GUARANTEE SCHEMES FOR SMALL BORROWERS AS ON 31ST MARCH 2001**

<i>Name of the Guarantee Scheme</i>	<i>Total number of participants as on 31st March 2000</i>				<i>Credit institutions joined (+)/withdrawn (-)/ ceased(-) during the period 1st April 2000 to 31st March 2001</i>				<i>Total number of participants as on 31st March 2001</i>			
	Commercial Banks	RRBs.	Co-op. Banks	Total	Commercial Banks	RRBs.	Co-op. Banks	Total	Commercial Banks	RRBs.	Co-op. Banks	Total
1. Small Loans Guarantee Scheme, 1971	NIL	2	NIL	2	NIL	(-)2	NIL	*(-) 2	NIL	NIL	NIL	NIL
2. Small Loans (SSI) Guarantee Scheme, 1981	NIL	2	15	17	NIL	(-)2	(-)9	*(-) 11	NIL	NIL	6	6
3. Small Loans (Co-op. Banks) Guarantee Scheme, 1984	NIL	NIL	1	1	NIL	NIL	(-)1	*(-) 1	NIL	NIL	NIL	NIL

* As per the list attached in Annexure VII

ANNEXURE - VII

Scheme-wise names of banks withdrawn/deleted from the list of participating credit institutions during the year ended 31st March 2001

A. Small Loans Guarantee Scheme, 1971

1) Commercial Banks

NIL

2) Regional Rural Banks

- i) Ellaquai Dehati Bank
- ii) Lakhimi Gaonlia Bank

B. Small Loans (Small Scale Industries) Guarantee Scheme, 1981

1) Commercial Banks

NIL

2) Regional Rural Banks

- i) Ellaquai Dehati Bank
- ii) Lakhimi Gaonlia Bank

3) Co-operative Banks

- i) Akola District Central Co-operative Bank Ltd.,
- ii) Shri Vijay Mahentesh Co-op.Bank Ltd.,
- iii) Sankari Co-op.Urban Bank Ltd.,
- iv) Salem District Central Co-op.Bank Ltd.,
- v) Kaduthuruthy Urban Co-op.Bank Ltd.,
- vi) Nasik District Central Co-op.Bank Ltd.,
- vii) Kodinar Taluka Banking Union Ltd.,
- viii) Thane District Central Co-op.Bank Ltd.,
- ix) Jalgaon District Central Co-operative Bank Ltd.,

C. Small Loans (Co-operative Banks) Guarantee Scheme, 1984

- 1) Porbundar Vibhagiya Nagarik Sahakari Bank Ltd.

ANNEXURE - VIII

STATEMENT INDICATING SECTOR-WISE DISTRIBUTION OF GUARANTEED ADVANCES UNDER THE CORPORATION'S CREDIT GUARANTEE SCHEMES

(Amount in crore of Rupees)

Scheme / Category of Borrowers	As at the end of June						As at the end of March													% to total in Col.19
	1972	1981	1984	1986	1987	1988	1989^	1990^	1991^	1992^	1993^	1994^	1995^	1996^	1997^	1998^	1999^	2000^		
1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.	16.	17.	18.	19.	20.	
SMALL BORROWERS																				
(A) SCHEMES RELATING TO NON-INDUSTRIAL SECTOR																				
I. Small Loans Guarantee Scheme, 1971	205.71	3546.24	7045.38	10345.10	10998.22	14145.67	25562.66	27676.73	29166.66	24429.24	26339.75	25474.28	18906.40	17260.80	3938.80	3241.20	277.60	Nil	--	
i. Farmers & Agriculturists	134.67	2267.52	4181.98	6020.34	6428.29	8504.48	10542.04	18565.55	19788.04	16572.80	17868.89	17075.41	12364.79	11335.17	2566.92	2067.56	175.39	Nil	--	
ii. Transport Operators	28.29	477.56	1239.58	1606.00	1664.73	1665.58	14519.56 [§]	8727.03 [§]	8973.00 [§]	7514.44 [§]	8102.11 [§]	7840.98 [§]	6172.94 [§]	5632.20 [§]	1315.95 [§]	1139.28 [§]	99.74 [§]	Nil	--	
iii. Retail Traders	28.34	398.86	709.84	1191.85	1257.99	1795.38														
iv. Professional & Self-employed persons	9.14	165.66	326.94	656.56	700.15	964.99														
v. Business Enterprises	5.27	150.08	322.51	609.51	694.64	923.18														
vi. Residual category of borrowers under the Differential Rate of Interest Scheme	—	86.56	264.53	260.84	252.42	292.06	501.06	384.15	405.62	342.00	368.75	557.89	368.67	293.43	55.93	34.36	2.47	--	--	
II. Small Loans (Financial Corpn.) Guarantee Scheme, 1971	2.56	10.89	52.68	85.19	92.28	108.68	2.70	4.17	—	#	#	#	#	#	#	#	#	#	#	#
III. Service Coop. Socy. Guarantee Scheme, 1971	0.12	1.32	0.50	0.72	0.72	1.84	0.20	0.44	0.39	#	#	#	#	#	#	#	#	#	#	#
IV. Small Loans (Co-op.Banks) Guarantee Scheme, 1984	—	—	5.69*	14.96	25.00	35.19	20.70 [§]	10.98 [§]	13.77 [§]	14.34 [§]	8.08 [§]	9.59 [§]	3.33 [§]	0.19 [§]	0.21 [§]	0.11	0.01	—	—	
i) Transport Operators	—	—	1.84	5.49	8.54	13.31														
ii) Retail Traders	—	—	2.64	5.53	7.67	8.51														
iii) Professional & Self-employed persons	—	—	1.05	1.87	4.08	6.74														
iv) Business Enterprises	—	—	0.16	2.07	4.71	6.63														
Total of I,II,III & IV	208.39	3558.45	7104.25	10445.97	11116.22	14291.38	25586.26	27692.32	29180.82	24443.58	27347.83	25483.87	18909.73	17260.99	3939.01	3241.31	277.61			

(Contd.)

ANNEXURE - VIII (Contd.)

1.	2.	3.	4.	5.	6.	7.	8.	9.	10.	11.	12.	13.	14.	15.	16.	17.	18.	19.	20.
SSI BORROWERS																			
(B) Scheme relating to Industrial Sector																			
V. Small Loans (Small Scale Industries) Guarantee Scheme, 1981																			
All SSI Units including cottage industries etc.,	—	3716.43	4890.86	7497.46	7738.03	10464.66	14094.00	16820.21	17362.36	19161.92	15502.66	14176.95	13847.33	11271.33	3376.00	2813.33	38.80	4.95	--
GRAND TOTAL (A) + (B)	208.39	7274.88	11995.11	17943.43	18854.25	24756.04	39680.06	44518.53+	46543.18+	43605.50	41850.49	39660.82	32757.06	28532.32	7315.01	6054.64	316.41	4.95	--

@ As on 31st March 1981.

* As on 31st December 1984.

^ Due to non-receipt of statements from several participating credit institutions the figures furnished in these columns have been estimated on the basis of (i) actual receipt of remittances towards guarantee fee during the year (ii) priority sector advances portfolio of Public Sector Banks, as reported to Reserve Bank of India.

\$ The Sector-wise break-up of guaranteed advances is not available.

+ Consequent on allowing credit institutions to exclude certain categories of advances from priority sector advances for the year 1990-91 and 1991-92, the revised figures of guaranteed advances at 31st March 1990 and 1991 would be provisionally Rs.35,851.33 and Rs.37,410.16 crore respectively.

Terminated with effect from 1st April 1992.

ANNEXURE - IX

**STATEMENT SHOWING RECEIPT AND DISPOSAL OF CLAIMS UNDER THE CORPORATION'S CREDIT
GUARANTEE SCHEMES RELATING TO SMALL BORROWERS**

(Amount in crore of Rupees)

Period	Claims received		Claims disposed of		Of the claims disposed of (vide Columns 4 & 5)					
	No.	Amount	No.	Amount	Claims paid		Claims withdrawn		Claims rejected	
1	2	3	4	5	6	7	8	9	10	11
Upto 1983	570724	110.46	407510	66.07	392223	57.67	5692	2.08	9595	6.32
During 1984	254692	61.71	236625	32.09	228419	30.99	741	0.22	7465	0.88
During 1985	453722	114.91	466611	114.45	336663	71.80	119770	41.97	10178	0.68
During 1986	630365	140.94	644090	176.39	484852	86.86	147419	87.18	11819	2.35
During 1987	1071221	255.27	767080	148.41	742061	141.92	25	0.07	24994	6.42
During 1988-89	1528391	364.08	1290945	280.61	1260266	272.29	515	0.11	30164	8.21
During 1989-90	1503349	355.75	1598791	346.58	1572389	338.58	1209	0.30	25193	7.70
During 1990-91	2087562	505.05	1900904	427.17	1862697	415.35	4202	1.42	34005	10.40
During 1991-92	1652076	409.97	1591028	360.14	1539574	345.06	4421	1.58	47033	13.50
During 1992-93	3681272	883.29	2492375	565.95	2408086	538.63	62	0.06	84227	27.26
During 1993-94	4672885	1167.60	3358702	1026.36	3288353	816.44	5782	188.79	64567	21.13
During 1994-95	4793205	1348.11	3911870	1100.26	3860522	1078.15	3428	0.88	47920	21.23
During 1995-96	6264590	1841.06	3509601	1031.42	3452981	1006.28	738	1.53	55882	23.61
During 1996-97	5997049	1842.05	1311663	402.89	1258230	373.40	0	0.00	53433	29.49
During 1997-98	540971	183.90	1179328	400.90	1135571	371.40	1	0.00	43756	29.50
During 1998-99	757245	217.76	4245233	1188.39	2130920	588.64	1904005	515.12	210308	84.63
During 1999-2000	889208	219.19	4535934	1194.58	1207936	361.87	30581	7.15	3297417	825.56
Total "A"	37348527	10021.10	33448290	8862.66	27161743	6895.33	2228591	848.46	4057956	1118.87

(Contd.)

ANNEXURE - IX (Contd.)

1	2	3	4	5	6	7	8	9	10	11	
During 2000-01											
1. S. L. G. Scheme, 1971	@75100	@21.93	679344	171.34	176388	42.71	—	—	502956	128.63	
2. S. L. (F.C.) G. Scheme, 1971	—	—	—	—	—	—	—	—	—	—	
3. S. L. (Co op. Banks) G. Scheme, 1984	—	—	—	—	—	—	—	—	—	—	
TOTAL "B" (1+2+3)	@75100	@21.93	679344	171.34	176388	42.71	—	—	502956	128.63	
Cum. of A+B	@37423627	@10043.03	34127634	9034.00	27338131	6938.04	2228591	848.46	4560912	1247.50	
"C" Tapes returned upto March 2000			\$3295993	\$1009.03				\$3295993	\$1009.03		
Returned during April 2000 - March 2001			—	—				—	—		
GRAND TOTAL (A+B+C)	@37423627	@10043.03	37423627	10043.03	27338131	6938.04	5524584	1857.49	4560912	1247.50	

@ Provisional

\$ No. and Value of claims on magnetic tapes returned to banks due to tape read error.

ANNEXURE - X

**SECTOR-WISE BREAK-UP OF CLAIMS RECEIVED UNDER THE CORPORATION'S CREDIT
GUARANTEE SCHEMES RELATING TO SMALL BORROWERS**

(Amount in crore of Rupees)

Sr. No.	Category of Borrowers	Total claims received upto 31 March 2000		Claims received during April 2000 to March 2001		% to total number in Col. 5	% to total amount in Col. 6	Cumulative total upto March 2001		% to total amount in Col. 10
		Number @	Amount @	Number @	Amount @			Number @	Amount @	
1	2	3	4	5	6	7	8	9	10	11
1.	Farmers and Agriculturists	1,81,68,597	4,631.17	34,096	8.68	45.40	39.55	1,82,02,693	4,639.85	46.20
2.	Transport Operators	12,75,088	748.09	2,681	0.92	3.57	4.20	12,77,769	749.01	7.46
3.	Retail Traders	1,03,47,992	2,945.54	26,690	8.68	35.54	39.58	1,03,74,682	2,954.22	29.41
4.	Professionals and Self-employed persons	28,42,945	752.57	3,740	1.31	4.98	5.97	28,46,685	753.88	7.51
5.	Business Enterprises	28,69,569	750.69	6,496	2.14	8.65	9.78	28,76,065	752.83	7.49
6.	Residual Category of Borrowers under DRI Scheme	17,27,234	161.19	1,367	0.19	1.82	0.87	17,28,601	161.38	1.61
7.	Credit Facilities for Consumption for Purchase or Construction of Houses etc.	1,17,102	31.85	30	0.01	0.04	0.05	1,17,132	31.86	0.32
TOTAL		3,73,48,527	10,021.10	75,100	21.93	100.00	100.00	3,74,23,627	10,043.03	100.00

@ Provisional.

ANNEXURE - XI

**STATEMENT SHOWING RECEIPT AND DISPOSAL OF CLAIMS UNDER CORPORATION'S SMALL LOANS (SSI)
GUARANTEE SCHEME, 1981**

(Amount in crore of Rupees)

Period	Claims received		Claims disposed of		Of the claims disposed of						Claims pending as at the end of the year	
					Claims paid		Claims withdrawn/ returned under objection		Claims rejected			
	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount
1 Apr 1981 to 31 Dec 1981	1,308	1.74	-	-	-	-	-	-	-	-	1,308	1.74
1 Jan 1982 to 31 Dec 1982	4,013	9.40	3,105	2.13	1,542	0.37	1,537	1.72	26	0.04	2,216	9.01
1 Jan 1983 to 31 Dec 1983	9,325	32.58	7,328	12.93	5,184	3.43	2,066	9.00	78	0.50	4,213	28.66
1 Jan 1984 to 31 Dec 1984	18,300	53.98	9,522	13.73	7,855	9.91	1,610	2.92	57	0.90	12,991	68.91
1 Jan 1985 to 31 Dec 1985	22,048	71.99	22,791	25.08	18,264	12.06	4,116	11.61	411	1.41	12,248	115.82
1 Jan 1986 to 31 Dec 1986	33,723	104.92	30,299	67.07	19,695	24.10	10,261	40.30	343	2.67	15,672	153.67
1 Jan 1987 to 31 Dec 1987	44,711	131.68	40,206	88.16	38,099	69.09	1,580	8.26	527	10.81	20,177	197.19
1 Jan 1988 to 31 Mar 1989 (15 months)	93,716	216.90	81,351	156.56	67,002	92.78	13,542	48.54	807	15.24	32,542	257.53
1 Apr 1989 to 31 Mar 1990	74,894	192.58	1,01,579	368.08	82,046	169.96	16,971	126.85	2,562	71.27	5,857	82.03
1 Apr 1990 to 31 Mar 1991	83,809	243.71	76,148	249.25	65,694	131.81	8,968	71.53	1,486	45.91	13,518	76.49
1 Apr 1991 to 31 Mar 1992	78,447	217.26	80,510	255.67	66,728	117.23	12,825	106.83	957	31.61	11,455	38.08
1 Apr 1992 to 31 Mar 1993	1,29,968	259.98	1,18,147	243.21	1,00,751	94.92	16,261	110.35	1,135	37.94	23,276	54.85
1 Apr 1993 to 31 Mar 1994	1,44,165	323.16	1,23,031	287.72	93,008	73.55	25,728	162.22	4,295	51.95	44,410	90.29
1 Apr 1994 to 31 Mar 1995	1,89,593	378.71	1,92,791	409.31	1,53,743	100.86	34,446	235.51	4,602	72.94	41,212	59.69
1 Apr 1995 to 31 Mar 1996	1,91,034	524.17	1,55,448	308.01	78,857	35.99	69,005	180.39	7,586	91.63	76,798	275.85
1 Apr 1996 to 31 Mar 1997	1,18,423	270.32	1,01,098	291.49	6,967	5.24	72,715	193.59	21,416	92.66	94,123	254.68
1 Apr 1997 to 31 Mar 1998	61,695	313.36	52,241	220.78	-	-	34,504	98.12	17,737	122.66	1,03,577	347.26
1 Apr 1998 to 31 Mar 1999	13,965	34.43	43,620	225.14	21,470	13.27	3,660	37.80	18,490	174.07	73,922	156.55
1 Apr 1999 to 31 Mar 2000	13,575	26.30	71,086	139.00	42,011	41.26	275	0.62	28,800	97.12	16,411	43.85
1 Apr 2000 to 31 Mar 2001	3,408	14.13	17,215	53.83	4,941	4.63	2,519	3.91	9,755	45.29	2,604	4.16
Total	13,30,120	3,421.30	13,27,516	3,417.15	8,73,857	1,000.46	3,32,589	1,450.07	1,21,070	966.62		

Branch wise position of pending claims as on 31st March 2001

(Amount in crore of Rupees)

	No.	Amount
Kolkata	Nil	Nil
Chennai	Nil	Nil
Nagpur	Nil	Nil
New Delhi	2,604	4.16
Total	2,604	4.16

ANNEXURE - XII

**STATEMENT SHOWING AMOUNT-WISE RECEIPT AND DISPOSAL OF CLAIMS DURING THE YEAR
2000-2001 UNDER CORPORATION'S SMALL LOANS (SSI) GUARANTEE SCHEME, 1981**

(Amount in crore of Rupees)

Claims for amount	Claims pending as on 31 March 2000		Receipt during the year		Disposal during the year						Total disposal during the year		Claims pending as on 31 st March 2001	
					Claims Paid		Claims withdrawn/ returned under objection		Claims rejected					
	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount	No.	Amount
Upto Rs.25,000/-	12,309	9.39	2,729	2.20	4,717	3.48	2,496	3.57	5,648	3.43	12861	10.48	2177	1.12
Above Rs.25,000/- and upto Rs.1 lakh	3,542	13.20	356	1.40	206	0.84	12	0.06	3,302	12.44	3520	13.34	378	1.27
Above Rs.1 lakh and upto Rs.5 lakhs	491	14.32	268	6.09	17	0.25	10	0.19	687	18.64	714	19.09	45	1.32
Above Rs.5 lakhs and upto Rs.8 lakhs	26	1.77	29	1.77	1	0.06	0	0	52	3.37	53	3.43	2	0.11
Above Rs.8 lakhs	43	5.17	26	2.66	0	0	1	0.09	66	7.40	67	7.49	2	0.34
Total	16,411	43.85	3,408	14.13	4,941	4.63	2,519	3.91	9,755	45.29	17,215	53.83	2,604	4.16

ANNEXURE - XIII

STATEMENT INDICATING SCHEME-WISE BREAK-UP OF GUARANTEE FEE RECEIVED DURING THE YEARS 1981 TO 2000-2001

(Amount in crore of Rupees)

<i>Scheme</i>	1981	1982	1983	1984	1986	1987	1988-89	1989-90	1990-91	1991-92	1992-93	1993-94	1994-95	1995-96	1996-97	1997-98	1998-99	1999-2000	2000-01
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16	17	18	19	20
1. Small Loans Guarantee Scheme, 1971	23.29	30.50	35.70	47.69	69.00	79.56	101.51	389.32	331.90	351.44	431.74	665.36	631.64	496.90	396.43	112.70	81.03	11.02	—
2. Small Loans (Financial Corporations) Guarantee Scheme, 1971 @	0.05	0.08	0.25	0.36	0.56	0.39	0.33	0.12	0.06	—	—	—	—	—	—	—	—	—	—
3. Service Co-op. Societies Guarantee Scheme, 1971 @	*	*	*	*	*	*	*	0.01	0.01	0.01	—	—	—	—	—	—	—	—	—
4. Small Loans (Co-op. Banks) Guarantee Scheme, 1984	—	—	—	0.01	0.09	0.14	0.26	0.31	0.18	0.20	0.21	0.12	0.14	0.03	0.01	\$	\$	\$	—
5. Small Loans (Small Scale Industries) Guarantee Scheme, 1981	16.87	27.09	35.22	39.85	57.61	65.08	89.79	204.07	192.59	214.23	270.83	180.61	197.35	207.71	167.58	52.21	42.20	10.97	0.07
TOTAL	40.21	57.67	71.17	87.91	127.25	145.17	191.89	593.83	524.72	565.88	702.78	846.09	829.13	704.64	564.02	164.91	123.23	21.99	0.07

* 1981	—	Rs.39,000/-	* 1984	—	Rs.25,000/-
* 1982	—	Rs.73,000/-	* 1986	—	Rs.1,000/-
* 1983	—	Rs.14,000/-	* 1987	—	Rs.7,000/-
* 1988-89	—	Rs.58,000/-			

@ These Schemes have been terminated with effect from 1st April 1992.

\$ Negligible

ANNEXURE - XIV

**INVESTMENT OF DEPOSIT INSURANCE FUND, CREDIT GUARANTEE FUND AND GENERAL FUND
IN CENTRAL GOVERNMENT SECURITIES AS ON 31 MARCH 2001**

(Amount in crore of Rupees)

Sr. No.	Particulars	Rate	Deposit Insurance Fund				Credit Guarantee Fund				General Fund			
			Face value	Book value	Value as per rates	% of value to book value	Face value	Book value	Value as per rates	% of value to book value	Face value	Book value	Value as per rates	% of value to book value
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
(A) Securities which have depreciated :														
1.	75002 06.50% 2003	94.71	2.66	2.66	2.52	94.74								
2.	78002 06.75% 2006	88.84	18.86	18.86	16.76	88.87								
3.	78007 06.75% 2007	84.51	1.12	1.12	0.95	84.82								
4.	79002 07.00% 2009	82.78	40.68	40.71	33.67	82.71								
5.	80003 07.50% 2010	83.76	58.45	56.48	48.96	86.69								
6.	81005 08.00% 2011	85.13	135.83	126.02	115.63	91.76								
7.	82005 09.00% 2013	88.59	116.13	114.27	102.88	90.03								
8.	82013 08.75% 2010	90.35	3.79	3.78	3.42	90.48								
9.	83004 10.00% 2014	94.32	91.00	90.84	85.83	94.48								
10.	84002 09.50% 2008	97.91	23.84	23.61	23.34	98.86								
11.	84005 10.25% 2012	98.21	49.84	49.90	48.94	98.08								
12.	84010 10.50% 2014	97.47	53.61	53.58	52.25	97.52	9.76	9.76	9.51	97.44				
13.	87011 11.50% 2007	107.09									0.84	0.90	0.90	100.00
14.	92005 12.75% 2002	104.51	25.02	26.71	26.15	97.90					0.18	0.20	0.19	95.00
15.	93009 13.31% 2001	102.45	0.24	0.25	0.25	100.00	6.46	6.80	6.62	97.35				
16.	94009 11.75% 2001	100.97	13.04	13.19	13.16	99.77	1.80	1.82	1.82	100.00				
17.	95005 13.80% 2002	105.04					3.95	4.28	4.15	96.96				
18.	96007 13.75% 2001	100.64	37.70	39.77	37.94	95.40	37.73	39.48	37.97	96.18	0.18	0.19	0.18	94.74
19.	96018 13.55% 2001	102.71	9.85	10.63	10.12	95.20	11.40	12.06	11.71	97.10				
20.	97009 10.85% 2001	100.55	0.35	0.35	0.35	100.00								
21.	98019 11.68% 2002	103.19									0.05	0.05	0.05	100.00
22.	98031 11.47% 2001	101.48					22.84	23.43	23.16	98.93				
TOTAL (A) :			682.01	672.73	623.12		93.94	97.63	94.96		1.25	1.34	1.32	

(Contd.)

ANNEXURE - XIV (Contd.)

**INVESTMENT OF DEPOSIT INSURANCE FUND, CREDIT GUARANTEE FUND AND GENERAL FUND
IN CENTRAL GOVERNMENT SECURITIES AS ON 31 MARCH 2001**

(Amount in crore of Rupees)

Sr. No.	Particulars	Rate	Deposit Insurance Fund				Credit Guarantee Fund				General Fund			
			Face value	Book value	Value as per rates	% of value to book value	Face value	Book value	Value as per rates	% of value to book value	Face value	Book value	Value as per rates	% of value to book value
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
(B) Securities which have appreciated :														
1.	00010 10.95% 2011	103.59	23.48	24.03	24.32	101.21	3.62	3.62	3.75	103.59				
2.	00011 10.20% 2005	102.93	11.67	11.86	12.01	101.26	3.70	3.77	3.81	101.06	13.63	13.95	14.03	100.57
3.	00012 11.03% 2012	104.11	44.35	44.84	46.17	102.97	2.65	2.69	2.76	102.60				
4.	00014 11.30% 2010	107.35	202.52	201.96	217.41	107.65	0.68	0.68	0.73	107.35	0.71	0.70	0.76	108.57
5.	00016 11.40% 2008	108.26	23.88	24.05	25.85	107.48	6.02	6.01	6.52	108.49	1.24	1.24	1.34	108.06
6.	00017 11.50% 2011	106.97	8.80	8.81	9.41	106.81	2.12	2.15	2.27	105.58				
7.	72001 05.75% 2002	95.99	3.00	1.86	2.88	154.84								
8.	76004 06.50% 2002	96.36	30.00	25.23	28.91	114.59								
9.	84004 09.50% 2004	100.84	1.29	1.16	1.30	112.07								
10.	85006 10.50% 2005	103.97	21.57	20.06	22.43	111.81					0.43	0.38	0.45	118.42
11.	85007 11.50% 2015	104.19	94.04	94.08	97.98	104.15	4.14	4.15	4.32	104.10	0.03	0.03	0.04	133.33
12.	85009 10.80% 2008	104.19	5.00	5.03	5.21	103.58	30.00	30.17	31.26	103.61				
13.	86007 11.50% 2006	107.86	111.03	112.43	119.76	106.52					2.00	2.00	2.16	108.00
14.	87006 11.00% 2002	101.93	2.68	2.61	2.73	104.60	0.41	0.41	0.42	102.44	0.17	0.17	0.18	105.88
15.	87011 11.50% 2007	107.09	40.18	41.94	43.03	102.60	13.36	14.19	14.31	100.85				
16.	88008 11.50% 2008	107.71	41.65	42.84	44.86	104.72	7.55	8.00	8.13	101.63				
17.	89009 11.50% 2009	107.75	212.83	213.15	229.32	107.59	5.65	5.71	6.09	106.65	0.79	0.79	0.86	108.86
18.	90009 11.25% 2005	106.53	47.57	46.54	50.68	108.90	45.46	44.42	48.42	109.00	0.35	0.34	0.37	108.82
19.	90010 11.50% 2010	107.47	52.11	52.95	56.00	105.76	3.22	3.29	3.46	105.17	0.17	0.17	0.18	105.88
20.	91012 11.50% 2011	106.97	120.37	120.65	128.76	106.72	4.00	4.06	4.28	105.42	0.63	0.61	0.67	109.84
21.	91018 11.00% 2001	100.96	0.75	0.76	0.76	100.00								
22.	91019 11.50% 2006	107.97	5.84	5.84	6.31	108.05								
23.	91020 12.00% 2011	110.09	408.39	406.17	449.59	110.69	16.44	15.86	18.10	114.12	0.29	0.29	0.31	106.90

(Contd.)

ANNEXURE - XIV (Contd.)

**INVESTMENT OF DEPOSIT INSURANCE FUND, CREDIT GUARANTEE FUND AND GENERAL FUND
IN CENTRAL GOVERNMENT SECURITIES AS ON 31 MARCH 2001**

(Amount in crore of Rupees)

Sr. No.	Particulars	Rate	Deposit Insurance Fund				Credit Guarantee Fund				General Fund			
			Face value	Book value	Value as per rates	% of value to book value	Face value	Book value	Value as per rates	% of value to book value	Face value	Book value	Value as per rates	% of value to book value
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
(B) Securities which have appreciated :														
24.	92003 12.50% 2007	111.52	224.48	225.44	250.34	111.05	3.85	4.17	4.29	102.88	3.67	3.69	4.09	110.84
25.	93005 13.40% 2002	104.78	50.92	51.17	53.35	104.26	99.11	100.10	103.85	103.75				
26.	94003 12.50% 2004	108.64									1.29	1.33	1.40	105.26
27.	94005 12.35% 2004	108.49	19.61	20.80	21.28	102.31	0.30	0.32	0.33	103.13				
28.	94006 12.08% 2001	100.65	3.02	2.84	3.04	107.04								
29.	94010 11.55% 2002	103.65					0.98	1.01	1.01	100.00	0.84	0.82	0.88	107.32
30.	95006 14.00% 2005	115.91	80.00	82.13	92.73	112.91	2.20	2.28	2.55	111.84	2.28	2.34	2.64	112.82
31.	95012 14.00% 2005	116.52	30.33	30.37	35.34	116.36	10.40	11.41	12.12	106.22	18.73	18.73	21.82	116.50
32.	96009 13.85% 2006	117.44	12.50	13.55	14.68	108.34								
33.	96015 13.85% 2006	117.74	1.50	1.59	1.77	111.32								
34.	96016 13.82% 2002	106.36	20.24	21.32	21.52	100.94	70.76	72.52	75.26	103.78	2.06	2.06	2.19	106.31
35.	97001 13.65% 2007	116.47					6.00	6.52	6.99	107.21				
36.	97002 13.05% 2007	114.03	119.43	123.70	136.18	110.09	24.40	27.28	27.82	101.98	0.42	0.44	0.48	109.09
37.	97004 12.69% 2002	103.67	1.29	1.31	1.34	102.29								
38.	97007 12.59% 2004	109.28	90.62	94.84	99.03	104.42	85.63	88.83	93.58	105.35				
39.	97008 11.83% 2003	105.58	20.08	20.69	21.20	102.46	66.23	67.92	69.93	102.96	0.11	0.11	0.12	109.09
40.	97010 11.19% 2005	106.13	42.42	42.66	45.02	105.53					3.29	3.35	3.49	104.18
41.	97011 11.15% 2002	102.89	3.65	3.71	3.76	101.35	2.05	2.10	2.11	100.48	0.09	0.09	0.09	100.00
42.	98002 12.15% 2008	111.10	149.43	162.25	166.02	102.32	38.57	41.75	42.85	102.63				
43.	98004 11.10% 2003	103.74	0.30	0.30	0.31	103.33					0.20	0.20	0.21	105.00
44.	98005 11.75% 2006	108.45	100.12	100.02	108.58	108.56	59.09	59.16	64.08	108.32	1.59	1.59	1.72	108.18
45.	98007 12.00% 2008	110.27	124.63	133.10	137.42	103.25	43.75	45.99	48.24	104.89	6.09	6.49	6.72	103.54
46.	98008 11.50% 2004	106.16	78.34	78.64	83.17	105.76	2.54	2.56	2.70	105.47	0.02	0.02	0.02	100.00

(Contd.)

ANNEXURE - XIV (Contd.)

**INVESTMENT OF DEPOSIT INSURANCE FUND, CREDIT GUARANTEE FUND AND GENERAL FUND
IN CENTRAL GOVERNMENT SECURITIES AS ON 31 MARCH 2001**

(Amount in crore of Rupees)

Sr. No.	Particulars	Rate	Deposit Insurance Fund				Credit Guarantee Fund				General Fund			
			Face value	Book value	Value as per rates	% of value to book value	Face value	Book value	Value as per rates	% of value to book value	Face value	Book value	Value as per rates	% of value to book value
1	2	3	4	5	6	7	8	9	10	11	12	13	14	15
(B) Securities which have appreciated :														
47.	98009 11.90% 2007	109.55	113.55	118.54	124.40	104.94	25.53	26.81	27.97	104.33	1.01	1.05	1.11	105.71
48.	98012 12.10% 2008	110.89	68.05	69.06	75.46	109.27	0.80	0.85	0.89	104.71	0.35	0.37	0.39	105.41
49.	98014 11.75% 2003	105.34	13.07	13.08	13.77	105.28	1.93	1.93	2.03	105.18				
50.	98015 12.25% 2010	110.64	162.75	178.98	180.07	100.61	32.88	36.17	36.38	100.58	0.37	0.41	0.41	100.00
51.	98017 11.95% 2004	107.69	11.00	11.70	11.85	101.28								
52.	98019 11.68% 2002	103.19	2.48	2.56	2.56	100.00								
53.	98020 11.78% 2003	105.63	0.51	0.51	0.54	105.88	10.31	10.31	10.89	105.63				
54.	98021 12.40% 2013	111.91	1.00	1.00	1.12	112.00	0.46	0.49	0.51	104.08				
55.	98022 11.98% 2004	107.77	2.31	2.38	2.49	104.62	6.66	6.84	7.18	104.97	0.13	0.13	0.14	107.69
56.	98023 12.25% 2008	111.75	133.17	145.46	148.82	102.31	42.44	46.95	47.43	101.02	3.89	4.32	4.35	100.69
57.	98031 11.47% 2001	101.48	5.00	5.00	5.07	101.40								
58.	99004 12.29% 2010	110.86	129.00	139.81	143.01	102.29	52.63	57.29	58.35	101.85	0.13	0.14	0.14	100.00
59.	99005 12.32% 2011	110.83	360.99	393.73	400.09	101.62	41.31	45.14	45.78	101.42	0.16	0.17	0.18	105.88
60.	99006 11.99% 2009	109.86	267.74	283.41	294.14	103.79	76.80	79.94	84.37	105.54	5.58	5.75	6.13	106.61
61.	99008 11.68% 2006	108.07	27.23	28.33	29.43	103.88	10.57	10.87	11.42	105.06	0.03	0.03	0.04	133.33
62.	99019 12.30% 2016	110.32	11.43	12.44	12.61	101.37	2.32	2.37	2.56	108.02	0.13	0.13	0.14	107.69
TOTAL (B) :			3995.18	4125.28	4367.18		969.51	1009.09	1052.07		72.92	74.42	80.25	
TOTAL (A) :			682.01	672.73	623.12		93.94	97.63	94.96		1.25	1.34	1.32	
TOTAL (A + B) :			4677.19	4798.01	4990.30		1063.45	1106.72	1147.03		74.17	75.76	81.57	

AUDITORS' REPORT

Jain Chowdhary & Co.
Chartered Accountants

J-25, Flat No. 6A, Mahaveer Nagar,
Dhanukarwadi, Kandivali (W),
Mumbai - 400 067.
Tel. : 809 1593
Fax : 022-864 0432

We have audited the attached Balance Sheet of Deposit Insurance Fund, Credit Guarantee Fund and General Fund of the DEPOSIT INSURANCE AND CREDIT GUARANTEE CORPORATION, MUMBAI as at 31st March, 2001 and also the Revenue Accounts of the said three Funds attached thereto for the year ended on that date and report that :-

1. we have obtained all information and explanations, which to the best of our information and belief were necessary for the purpose of audit.
2. the said Balance Sheets and Revenue Accounts have been drawn and set out in the manner prescribed by the Deposit Insurance and Credit Guarantee Corporation Act, 1961 and incorporate the transactions effected at Branches and Head Office.
3. the Balance Sheets and the Revenue Fund Accounts of the Corporation comply with the Mandatory Accounting Standards, refer to in Section 211 (3C) of the Companies Act, 1956.
4. in our opinion and to the best of the information and according to the explanations given to us, the said accounts subject to :-
 - (a) Note 3 relating to adjustment of Rs.2916.57 lacs out of Advance Tax and TDS by the Income Tax Authorities against the disputed demands for the years prior to assessment year 1999-2000.
 - (b) Note 5 relating to balance of Rs.16.27 lacs in the Sundry Creditors, outstanding at the end of the year, but subject to necessary adjustment, the effect whereof on the accounts of the respective funds remains presently unascertained.

and read together with significant accounting policies and the other notes thereon exhibit a true and fair view :-

- a) in case of Balance Sheet of (1) Deposit Insurance Fund and Credit Guarantee Fund and (2) General Fund of state of affairs of the Corporation as at 31st March 2001, and
- b) in case of the Revenue Accounts (1) of the surplus in Deposit Insurance Fund and Credit Guarantee Fund and (2) of the deficit in General Fund of the Corporation for the year ended on 31st March, 2001.

For **JAIN CHOWDHARY & CO.**
Chartered Accountants

SIDDHARTH JAIN
Partner

Place : Mumbai

Dated : 29th June, 2001.

**DEPOSIT INSURANCE AND
(Established under the Deposit Insurance
(Regulation 18 –
Balance Sheet as at the close
I — DEPOSIT INSURANCE FUND**

(Rupees in lakh)

<i>Previous Year</i>		LIABILITIES	<i>Deposit Insurance Fund</i>		<i>Credit Guarantee Fund</i>	
<i>Deposit Insurance Fund</i>	<i>Credit Guarantee Fund</i>		<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>
<i>Amount</i>	<i>Amount</i>		<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>
433,55.00	48,21.00	1. Fund : Balance at the end of the year		500,74.00		7.00
2754,07.75	209,74.18	2. Surplus : Balance at the beginning of the year	2875,87.50		1139,87.69	
–	28,00.00	Less : Refund to RBI	–		–	
–	–	Less : Transferred from Revenue Account	–		6,40.24	
121,79.75	958,13.51	Add : Transferred from Revenue Account	328,73.74	3204,61.24	–	1133,47.45
260,72.62	103,91.62	3. (a) Investment Reserve : Balance at the beginning of the year	70,20.60		4,47.14	
(190,52.02)	(99,44.48)	Less: Transferred to Investment Fluctuation Reserve	20,56.98	49,63.62	1,78.74	2,68.40
190,52.02	99,44.48	(b) Investment Fluctuation Reserve		211,09.00		101,23.22
–	25,13.18	4. Claims intimated & claims admitted but not paid		–		–
639,29.42	126,66.00	5. Estimated liability in respect of claims intimated but not admitted		1156,22.62		4,16.00
2,86.79	–	6. Insured deposits remaining unclaimed		2,78.78		–
112,97.44	10,47.19	7. Other liabilities				
		i) Sundry Creditors	144,85.54		74.88	
–	67,11.58	ii) Payable to Deposit Insurance Fund on account of Income Tax liabilities for Assessment year 1990-91	–		92,18.76	
–	3,48.56	iii) Payable to General Fund towards revenue deficit	–		6,28.41	
–	–	iv) Payable to General Fund on a/c of Income Tax liabilities for years 1990-91 & 1993-94	92.36		–	
–	–	v) Income Tax Adjustment	16,10.06		–	
674,25.16	1690,40.67	vi) Provision for Income-Tax	461,76.52		1183,81.93	
–	–	vii) Sundry Deposit Account	–	6,23,64.48	97.74	1284,01.72
4999,53.93	3215,27.49	TOTAL		5748,73.74		2525,63.79

As per our report of even date.

For M/s. Jain Chowdhary & Co.
Chartered Accountants

Jagdish Capoor
Chairman

S.L. Parmar
Director

(Siddharth Jain)
Partner

Mumbai
Dated 29th June 2001

CREDIT GUARANTEE CORPORATION
and Credit Guarantee Corporation Act, 1961)
Form 'A')
of business on 31 March 2001
AND CREDIT GUARANTEE FUND

(Rupees in lakh)

<i>Previous Year</i>		ASSETS	<i>Deposit Insurance Fund</i>		<i>Credit Guarantee Fund</i>	
<i>Deposit Insurance Fund</i>	<i>Credit Guarantee Fund</i>		<i>Amount</i>	<i>Amount</i>	<i>Amount</i>	<i>Amount</i>
<i>Amount</i>	<i>Amount</i>					
10.41	92.22	1. Balance with Reserve Bank of India		10.64		75.36
–	136,19.07	2. Cheques in hand		–		–
		3. Investment in Central Government Securities (at cost)				
			<i>D.I. Fund</i>	<i>C.G.Fund</i>		
101,65.44	13,67.02	Treasury bills	75,78.98	55,01.24		
4068,94.43	1025,15.20	Dated Securities :	4798,01.06	1106,72.31	4873,80.04	1161,73.55
(4051,06.21)	(1004,20.32)	Face Value	(4677,18.96)	(1063,45.04)		
(4142,87.89)	(1053,67.90)	Market Value	(4990,29.64)	(1147,02.86)		
141,47.88	32,00.53	4. Interest accrued on Investment		158,24.50		36,77.54
		5. Other Assets				
		i) Amount paid towards claims remaining undisbursed with the liquidator of bank		–		–
0.06	–	ii) Amount receivable from Credit Guarantee Fund on account of Income Tax for Assessment year 1998-99		92,18.76		–
64,61.18	–	iii) Sundry Debtors		1,18.85		–
1,61.40	5.15	iv) Advance Income Tax & Tax deducted at source pending final assessment		623,20.95	716,58.56	1326,37.34
621,13.13	2007,28.30					1326,37.34
4999,53.93	3215,27.49	TOTAL		5748,73.74		2525,63.79

J.R. Guha
Executive Director

R.N. Vanjara
Deputy General Manager

**DEPOSIT INSURANCE AND
(Form
Revenue Account for the
I — DEPOSIT INSURANCE FUND**

(Rupees in lakh)

<i>Previous Year</i>		EXPENDITURE	<i>Deposit Insurance Fund</i>	<i>Credit Guarantee Fund</i>
<i>Amount</i>	<i>Amount</i>		<i>Amount</i>	<i>Amount</i>
				<i>Amount</i>
		<i>To Claims -</i>		
15,48.06	269,34.79	a) Paid during the year (net of recoveries against excess payment in earlier years)	37,73.37	22,22.14
-	25,13.18	b) Admitted but not paid	-	-
		<i>Add:</i>		
639,29.42	126,66.00	<i>Estimated liability in respect of claims intimated but not admitted at the end of the year</i>	1156,22.62	4,16.00
<u>654,77.48</u>	<u>421,13.97</u>		<u>1193,95.99</u>	<u>26,38.14</u>
		<i>Less:</i>		
24,84.25	1066,16.00	<i>Estimated liability in respect of claims intimated but not admitted at the end of the previous year</i>	639,29.42	126,66.00
		<i>Add:</i>		
5,05.51	645,02.03	<i>Excess provision written back (as per contra)</i>	-	100,27.86
634,98.74	-	Net Claims	554,66.57	-
-	97.93	To Provisions & Contingencies	-	-
-	-			
433,55.00	48,21.00	To Balance of Fund at the end of the year (as per Actuarial Valuation)	500,74.00	7.00
198,04.48	1561,42.89	To Net surplus carried down	431,95.94	411,67.32
<u>1266,58.22</u>	<u>1610,61.82</u>	TOTAL	<u>1487,36.51</u>	<u>411,74.32</u>
		To Income Tax A/c - Short provision made during Assessment years 1990-91 & 1998-99	-	252,87.89
76,24.73	599,80.82	To Provision for taxation	169,32.81	158,91.26
-	3,48.56	To General Fund A/c - Deficit of the year taken over	-	6,28.41
121,79.75	958,13.51	To Balance carried to Balance Sheet	328,73.73	-
<u>198,04.48</u>	<u>1561,42.89</u>	TOTAL	<u>498,06.54</u>	<u>418,07.56</u>

As per our report of even date.

For M/s. Jain Chowdhary & Co.
Chartered Accountants

Jagdish Capoor
Chairman

S.L. Parmar
Director

(Siddharth Jain)
Partner

Mumbai
Dated 29th June 2001

CREDIT GUARANTEE CORPORATION
'B')
year ended 31 March 2001
AND CREDIT GUARANTEE FUND

(Rupees in lakh)

<i>Previous Year</i>		INCOME	<i>Deposit Insurance Fund</i>	<i>Credit Guarantee Fund</i>
<i>Amount</i>	<i>Amount</i>		<i>Amount</i>	<i>Amount</i>
353,05.00	547,87.00		By Balance of Fund at the beginning of the year	433,55.00
471,92.00	–	By Deposit Insurance premium (including interest on overdue premium)	515,19.12	–
–	13,38.92	By Guarantee Fees (including interest on overdue Guarantee fees)	–	6,79.35
1,21.65	205,62.61	By Recoveries in respect of Deposit Insurance claims settled/guarantee claims paid (including interest on overdue repayment)	4,39.20	116,22.75
5,05.51	645,02.03	By Excess provision for claims written back (per contra)	–	100,27.86
418,23.75	180,42.81	By Income from Investment	534,23.19	140,06.23
–	–	By Other receipts	–	17.13
17,10.31	18,28.45	By Interest received on Refund of Income Tax	–	–
1266,58.22	1610,61.82	TOTAL	1487,36.51	411,74.32
198,04.48	1561,42.89	By Net Surplus brought down	431,95.94	411,67.32
–	–	By Provision for Income Tax - Excess provision for Assessment years 1990-91 and 1998-99 written back	66,10.60	–
–	–	By Balance carried to Balance Sheet	–	6,40.24
198,04.48	1561,42.89	TOTAL	498,06.54	418,07.56

J.R. Guha
Executive Director

R.N. Vanjara
Deputy General Manager

DEPOSIT INSURANCE AND
(Established under the Deposit Insurance
Regulation 18 –
Balance Sheet as at the close
II – GENERAL

(Rupees in lakh)

<i>Previous Year Amount</i>	LIABILITIES	<i>Amount</i>	<i>Amount</i>
	1. CAPITAL :		
50,00.00	Provided by the Reserve Bank of India Section 4 of the Deposit Insurance and Credit Guarantee Corporation Act, 1961		50,00.00
	2. RESERVE :		
	A) General Reserve		
	Balance at the beginning of the year	16,89.30	
16,66.79	Add - Excess provision of income tax for Assessment years 1990-91 to 1992-93 written back	<u>79.39</u>	17,68.69
	B) (i) Investment Reserve		
16,38.47	Balance at the beginning of the year	3.54	
-	Less : Transferred to Investment Fluctuation Reserve	<u>1.64</u>	1.90
(16,34.93)			
16,34.93	(ii) Investment Fluctuation Reserve		16,36.57
	C) Other Reserve		
22.51	Capital Reserve (merged with General Reserve)		-
	3. CURRENT LIABILITIES & PROVISIONS		
3,42.51	Provision for Staff Gratuity	1,75.70	
4,25.78	Outstanding Expenses	1,65.49	
1.29	Sundry Creditors	3.83	
2,23.00	Provision for Income Tax	-	
1.47	Other Deposits (FRO)	<u>2.16</u>	3,47.18
<u>93,21.82</u>	TOTAL		<u>87,54.34</u>

As per our report of even date.

For M/s. Jain Chowdhary & Co.
Chartered Accountants

Jagdish Capoor
Chairman

S.L. Parmar
Director

(Siddharth Jain)
Partner

Mumbai
Dated 29th June 2001

CREDIT GUARANTEE CORPORATION
and Credit Guarantee Corporation Act, 1961)
Form 'A'
of business on 31 March 2001
FUND

(Rupees in lakh)

<i>Previous Year Amount</i>	ASSETS	<i>Amount</i>	<i>Amount</i>
	1. CASH		
0.18	i) In hand	0.14	
4.31	ii) With Reserve Bank of India	<u>22.45</u>	22.59
	2. Investment in Central Government Securities (At cost)		
79.18	Treasury bills	1,16.43	
80,53.33	Dated securities	<u>75,76.29</u>	76,92.72
	(Face Value : 74,16.64)		
	(Market Value : 81,56.98)		
1,95.47	3. Interest accrued on investment		1,83.82
	4. Advances to Deposit Insurance Fund/ Credit Guarantee Fund, if any (vide Section 27 of the DICGC Act, 1961)		–
	5. Other Assets		
39.69	Furniture, Fixture & Equipment (Less depreciation)	27.92	
4.73	Stock of Stationery	3.83	
1.27	Pre-paid expenses	0.73	
2,50.40	Amount receivable from Credit Guarantee Fund on account of refund of Income Tax	–	
15.20	Sundry Debtors	8.27	
91.25	Advances for staff expenses/allowances receivable from Reserve Bank of India, etc.	91.42	
2,38.25	Advance Income Tax paid	2.27	
–	Deposit Insurance Fund Account - Adjustment of Income Tax paid in excess during Assessment Years 1990-91 to 1992-93	92.36	
3,48.56	Credit Guarantee Fund Account - Excess of expenditure over income during the year transferred	<u>6,28.41</u>	8,55.21
<u>93,21.82</u>	TOTAL		<u>87,54.34</u>

J.R. Guha
Executive Director

R.N. Vanjara
Deputy General Manager

DEPOSIT INSURANCE AND CREDIT GUARANTEE CORPORATION
(Form 'B')
Revenue Account for the year ended 31 March 2001
II — GENERAL FUND

(Rupees in lakh)

Previous Year Amount	EXPENDITURE	Previous Year Amount	Previous Year Amount	INCOME	Amount
10,22.09	To Salaries & Allowances and contribution to staff Provident Fund	11,20.74	9,81.31	By Income from investment	10,18.69
77.33	" Contribution to staff Pension & Gratuity Fund	92.66	-	" Interest on Advance to Deposit Insurance Fund/Credit Guarantee Fund	-
0.01	" Directors & Committee members fees	-	-	" Miscellaneous Receipts	
-	" Directors & Committee members Travelling & Other Allowances	-	-	- Share of recoveries under GOI - Credit Guarantee Scheme - SSI	5.99
91.34	" Rent, Taxes, Insurances, Lighting, etc.	2,60.31	9.71		
1,71.79	" Establishment, travelling & halting allowances	1,28.23	2.20	- Interest on Advances to Staff	2.08
10.74	" Printing, Stationery & Computer consumables	5.13	83.18	- Interest on Refund of Income Tax	8.07
11.16	" Postage, telegrams & telephones	10.68			
0.56	" Auditors' Fees	0.56			
4.63	" Legal Charges	5.03			
-	" Advertisement	1.23			
14.29	" Depreciation	14.30			
	" Misc. Expenses				
6.87	- Service Contract	4.50			
3.90	- Newspaper, Periodicals	3.55			
4.12	- Book Grant	2.17			
-	- Office Guards	-			
0.44	- Expenses for the Board Meeting	-			
5.69	- Others	6.08	16.30	By Balance being excess of expenditure over income for the year c/d	6,28.41
<u>14,24.96</u>	TOTAL	<u>16,55.17</u>	<u>14,24.96</u>	TOTAL	<u>16,55.17</u>
3,48.56	To Balance being excess of Expenditure over income b/d	6,28.41	3,48.56	By CGF A/c. - Deficit of the year taken over	6,28.41
-	" General Reserve Account	79.39	-	" Provision for advance Income Tax A/c. - Excess provision for assessment years 1990-91 to 1992-93 written back	79.39
<u>3,48.56</u>	TOTAL	<u>7,07.80</u>	<u>3,48.56</u>	TOTAL	<u>7,07.80</u>

As per our report of even date.

For M/s. Jain Chowdhary & Co.
Chartered Accountants

Jagdish Capoor
Chairman

S.L. Parmar
Director

J.R. Guha
Executive Director

R.N. Vanjara
Deputy General Manager

(Siddharth Jain)
Partner

Mumbai
Dated 29th June 2001

SIGNIFICANT ACCOUNTING POLICIES

1. General

The financial statements are prepared by following going concern concept and on the historical cost basis and conform to the statutory provisions and practices prevailing in the country.

2. Recognition of Income & Expenditure

- i) Items of income and expenditure are generally accounted for on accrual basis unless otherwise stated.
- ii) Receipts towards deposit insurance premia and guarantee fees are generally appropriated as revenue income on receipt of relevant statements of deposits and guaranteed advances and in cases, where such statements are not received till the finalisation of accounts, ad-hoc payments, if any, made by the participating credit institutions are recognised as income, if considered adequate, when compared with the previous years' records. Unadjusted amounts are carried forward under the head 'Sundry Creditors'.
- iii) Pending the assessment of the guarantee fees due from the banks/credit institutions, which have opted out of the Credit Guarantee Schemes in respect of the claims lodged by them after their opting out is accounted on receipt basis.
- iv) Unrealised amount of deposit insurance premia and guarantee fee is not recognised as income, unless the relevant statements are received from the participating credit institutions.
- v) Penal interest for delay in payment of guarantee fee and insurance premia is accounted as income upto the date of last such payment by the credit institutions and interest on outstanding amount of premia/guarantee fee is not recognised as income.
- vi) The recovery (including penal interest) by

way of subrogation rights in respect of deposit insurance claims settled/ Guarantee Claims paid is accounted in the year in which it is received. Likewise, recoveries in respect of claims settled and subsequently found not eligible are accounted for when realised/adjusted.

- vii) Interest on investment is accounted on accrual basis.
- viii) Provision for year end liability in respect of claims intimated but not admitted pertaining to Credit Guarantee Fund is made on prudential basis taking into consideration the past trends.
- ix) In conformity with the Accounting Standard AS-4 issued by the Institute of Chartered Accountants of India adequate provision is made towards the liability estimated to devolve under the Deposit Insurance Scheme on the events like liquidation/amalgamation of weak banks occurring between the date of balance sheet and the date of finalisation of balance sheet.
- x) Adequate provision is made on the basis of actuarial valuation of the liability towards fund balances as at the end of the year in respect of Credit Guarantee Fund and Deposit Insurance Fund.
- xi) The claims for refund of guarantee fees and of repayments against claims settled are accounted for on such refund claims being admitted by the Corporation. The year end liability towards such refund claims (including cases falling under Agricultural Rural Debt Relief Scheme, 1990) and its impact on the actuarial valuation of fund balances as at the close of the year remain undertermined.
- xii) Claims for reimbursement from RBI against certain establishment expenses, such as, salaries and allowances are accounted on realisation basis.

3. Investments

- i) All investments are current investments and held as stock-in-trade. The same are valued scrip-wise at cost or market value whichever is lower. For the purpose of valuation rates provided by the Fixed Income Money Market and Derivatives Association of India (FIMDA) and Primary Dealer Association of India (PDAI) are taken as market rates as per the guidelines of RBI as applicable to banks/ financial institutions. Since the investments are held as current investments the difference, if any between the acquisition price and the redemption price is not amortised.
- ii) Provision for diminution in the value of securities is not deducted from investments in the balance sheet but such provision is retained by way of accumulation to Investment Reserve Account in conformity with the prescribed proforma of statement of accounts.
- iii) Inter Fund transfer of securities is made at cost price.

4. Fixed Assets

- i) Fixed assets are stated at cost less depreciation.
- ii) Depreciation on asset is provided in the following manner :
 - a) Computer & Computer accessories, electronic communication equipments and electrical office equipments -32 per cent on Straight Line method.
 - b) Furniture & fixtures and other office equipments - 20 per cent on Straight Line method.
- iii) Depreciation on addition to the assets is provided for the full year and no depreciation is provided on assets sold/ disposed of during the year.
- iv) In the case of assets provided to officers under "Furnishing of Officers' Residence"

Scheme, depreciation as per the procedure prescribed by RBI is provided each year in the month of June on the value of the assets acquired under the said scheme till the end of preceding year. Depreciation on the said assets is provided on written down value at 20 per cent on furniture and fixtures and 32 per cent on electronic, electrical equipments/ apparatus and on computers.

NOTES TO ACCOUNTS

1. The Computerised records of all the insured banks in respect of Deposit Insurance Fund were updated and reconciled as on 31.3.2001 and income thereof was accounted with reference to the accounting policy 2(iv).
2. No claims were outstanding at the year end for payment in respect of scheme under SLGS 1971. An amount of Rs.7.00 lakhs has been retained in the Credit Guarantee Fund on the basis of actuarial report for any future liability. In respect of claims intimated but not admitted a provision to the extent of Rs.416.00 lakhs has been made under SSI, 1981 Scheme.
3. The advance tax payment and tax deducted at source of Rs.62320.95 lakhs relating to Deposit Insurance Fund, Rs.132637.34 lakhs relating to Credit Guarantee Fund and Rs.2.28 lakhs relating to General Fund at 31.3.2001 are inclusive of an amount of Rs.1580.95 lakhs related to Deposit Insurance Fund and Rs.1333.34 lakhs related to Credit Guarantee Fund and Rs.2.28 lakhs related to General Fund adjusted by Tax Department but disputed by Corporation relating to the years prior to assessment year 1999-2000.
4. Unless additional provision for shortfall in the value of investment is required, the balances as carried in Investment Reserve Account is not being adjusted each year and during this year excess balance is shown under Investment Fluctuation Reserve account.
5. Sundry Creditors included Rs.16.27 lakhs (Rs.2.30 lakhs in respect of stale cheques and Rs.13.97 lakhs in respect of Sundry Creditors-

Misc.) in the credit guarantee fund are subject to adjustment on receipt of information, compilation and/or reconciliation of subsidiary records.

6. Government of India's Credit Guarantee Scheme(old)

As per arrangements arrived at with the Government from time to time part of recoveries effected towards subrogation rights in respect of claims paid under the Government of India's Credit Guarantee Scheme for SSI(old) is being accounted as Revenue Account of General Fund under Section 24 of DICGC Act, 1961 towards cost of establishment expenditure for managing the residual work of the said scheme.

7. Employees' cost

- (i) Employees' cost such as salaries, allowances, contribution to PF and Gratuity Fund is being incurred as per the arrangement with Reserve Bank of India, since all the staff of the Corporation is on deputation from the Reserve Bank of India.
- (ii) The operations of the Regional branches located at Kolkata, Nagpur and Chennai were ceased with effect from 1.12.2000 and the work of DICGC Cell is under the

control of RPCD of Reserve Bank of India at all these places. The employees' cost for the period December 2000 to March 2001 has been provided in the General Fund on adhoc basis pending intimation of the actual amount by RBI.

8. Prior period income/expenditure

- (i) Income and expenditure over Rs.25,000/- in each case pertaining to prior period items arising in current period on account of errors and omissions are considered as prior period credits/debits.
 - (ii) Prepaid expenses are not recognised unless the amount involved exceeds Rs.1,000/- in each case.
9. An amount of Rs.22.51 lakhs lying under Capital Reserve uptill 31.3.2000 has been transferred to General Reserve of the General Fund for the reason that the assets for which the said reserve was created have been depreciated in full and were replaced from time to time.
10. The deficit in General Fund was not adjusted to General Reserve but appropriated against the surplus in Credit Guarantee Fund by virtue of powers vested under Section 23 (2) (a) of the DICGC Act, 1961 with the Board.



AN OUTLINE OF FUNCTIONS AND ACTIVITIES

INTRODUCTION :

1.1 Insurance of bank deposits is intended to give a measure of protection to depositors, particularly small depositors, from the risk of loss of their savings arising from bank failures. Such protection by infusing confidence in the minds of the public, contributes to the growth of banking system by assisting in development of banking habits and mobilisation of resources by the banks which in turn can be utilised for purposes accorded national priority. Establishment of the Deposit Insurance Corporation came in the wake of certain bank failures in the fifties and early sixties and consequent efforts to restore the confidence of the depositing public in the banking system by safeguarding their interests.

1.2 The introduction of Credit Guarantee Schemes by the erstwhile Credit Guarantee Corporation of India Ltd., was part of a series of measures taken since the late sixties aimed at encouraging the commercial banks to cater to the credit requirements of the hitherto neglected sectors, particularly the weaker sections of society. In the wake of the social control measures initiated in 1968 followed by nationalisation of major commercial banks, the banks were required to ensure an increased flow of credit to smaller borrowers who found it difficult to have access to institutional credit. While there was an increasing awareness among banks of the need to provide more credit to such borrowers, certain practical difficulties, largely stemming from hesitation on the part of the credit institutions to venture into new and riskier fields of lending as also their inhibition, particularly at the grassroot level, to lend except against easily realisable security, were encountered. The Credit Guarantee Corporation of India Ltd., was thus visualised as an agency to provide a simple but wide-ranging system of guarantees for loans granted by credit institutions to such small and needy borrowers.

1.3 With a view to integrating the above twin and cognate functions the two organisations were merged in July 1978 and the Corporation was renamed as the Deposit Insurance and Credit Guarantee Corporation.

DEPOSIT INSURANCE SCHEME :

Institutional Coverage

2. The Deposit Insurance Scheme was introduced with effect from 1 January 1962. The

Scheme provides automatic coverage for deposits with all commercial banks (including regional rural banks and local area banks) received in India. Following an amendment to the Deposit Insurance and Credit Guarantee Corporation Act in 1968, similar coverage is also extended in respect of deposits with co-operative banks in such of the States/Union Territories as have passed the necessary enabling legislation amending their local Co-operative Societies Acts. In terms of geographical coverage, the benefit of deposit insurance now stands extended to the entire banking system leaving uncovered only co-operative banks in such of the States/Union Territories as have yet to pass the necessary legislation.

Extent of Insurance Cover

3. Under the Scheme, in the event of liquidation, reconstruction or amalgamation of an insured bank, every depositor of that bank is entitled to repayment of his deposits held by him in the same right and capacity in all branches of that bank upto a monetary ceiling of Rs. 1,00,000/-

Insurance Premium

4. The consideration for extension of insurance coverage to banks is payment of an insurance premium. The premium at the rate of 5 paise per annum per hundred rupees is collected at half yearly intervals. The banks are required to bear this fee so that the protection of insurance is available to the depositors free of cost. Penal interest @8% above Bank Rate is charged on overdue premium.

Payment of Insurance Claims

5.1 When a bank goes into liquidation the Corporation pays to every depositor, through the liquidator, the amount of deposits upto Rs.1,00,000/- .When a bank is reconstructed or amalgamated with another bank and the scheme of reconstruction or amalgamation does not entitle the depositor to get credit for the full amount of his deposit, the Corporation pays to each depositor the difference between the full amount of his deposit (or Rs.1,00,000/- whichever is less) and the amount actually received by him under the scheme of reconstruction/ amalgamation.

5.2 After settling a claim, the liquidator/transferee

bank is required to repay to the Corporation, by virtue of the rights of subrogation, recoveries effected by him/it from out of assets of the insured bank in liquidation/amalgamation.

CREDIT GUARANTEE SCHEMES :

Extension of Guarantee Support

6.1 The erstwhile Credit Guarantee Corporation of India Ltd., was operating three credit guarantee schemes pertaining to advances to certain specified categories of small borrowers and with the transfer of this undertaking to the Deposit Insurance Corporation in July 1978, the Deposit Insurance Corporation took over those credit guarantee functions also. The three credit guarantee schemes which were formulated by the Credit Guarantee Corporation of India Ltd. and continued by the Corporation, were intended to provide the necessary incentive to financial institutions for extending needbased credit to small borrowers (including farmers) engaged in non-industrial activities.

6.2 A credit guarantee scheme for small-scale industries sponsored and formulated by the Government of India and administered by the Credit Guarantee Organisation (Reserve Bank of India) had been in operations since July 1960. In pursuance of the recommendations of a Working Group constituted by the Government in 1979, it was decided to integrate all credit guarantee schemes under one organisation. Accordingly, this scheme was cancelled by the Government of India in March 1981 and the Corporation, in its place introduced a new scheme with effect from 1 April 1981 covering advances to small scale industries by commercial banks and other financial institutions. The Corporation was also entrusted with the responsibility of discharging the obligations arising out of accruing under the cancelled scheme, upto the date of cancellation, as an agent of the Government. With the integration of credit guarantee functions relating to small scale industries, the Corporation has been providing guarantee support to a substantial amount of credit granted to the priority sectors.

6.3 Effective from 1 April 1989 and pursuant to the recommendations of the Expert Committee, 1987, the scope of the credit guarantee schemes has been enlarged to cover the entire gamut of priority sector advances as defined by the Reserve Bank of India. However, at the request of some participating credit institutions, the Corporation has allowed exclusion of certain categories of advances guaranteed by Central/

State Governments, ECGC etc. from total priority sector advances for the purpose of payment of guarantee fee and consequently these advances ceased to get Corporation's guarantee cover.

Aims, Description and Coverage

7.1 Corporation's various credit guarantee schemes in operation till end March 1992 were as indicated below:

- (i) Small Loans Guarantee Scheme, 1971.
- (ii) Small Loans (Financial Corporations) Guarantee Schemes, 1971.
- (iii) Service Co-operative Societies Guarantee Scheme, 1971.
- (iv) Small Loans (Small Scale Industries) Guarantee Schemes, 1981.
- (v) Small Loans (Co-operative Credit Societies) Guarantee Scheme, 1982.
- (vi) Small Loans (Co-operative Banks) Guarantee Schemes, 1984.

7.2 With the termination of the Schemes at (ii), (iii) and (v) above with effect from 1 April 1992, the Corporation presently operates the following three schemes.

- (i) The Small Loans Guarantee Scheme, 1971, which came into force on 1 April 1971, covers credit facilities granted by commercial banks including regional rural banks to the priority sector (other than small scale industries) as defined by Reserve Bank and this includes farmers and agriculturists, small road and water transport operators, retail traders, small business enterprises, professional and self-employed persons and educational, housing and consumption loans.
- (ii) The Small Loans (Small-Scale Industries) Guarantee Scheme, 1981 was introduced from 1 April 1981 and it covers credit facilities granted by commercial banks including regional rural banks, co-operative banks, State Financial Corporations and State Development Agencies to small-scale industries units for acquisition of or repairs to or replacement of fixed assets or equipment and for working capital

requirements for production and marketing of products.

- (iii) The Small Loans (Co-operative Banks) Guarantee Scheme, 1984 covers credit facilities granted by eligible primary (urban) co-operative banks to the priority sector as defined by Reserve Bank, including activities allied to agriculture, road and water transport operators, retail traders, small business enterprises, professional and self-employed persons and educational, housing and consumption loans. All eligible licensed primary (urban) co-operative banks are as defined in clause (gg) of Section 2 of the DICGC Act, 1961 as well as eligible unlicensed primary (urban) co-operative banks recommended by the Reserve Bank of India as eligible, can participate in the Scheme.

The salient features of various schemes in operation are tabulated in the Annexure.

Guarantee Fee

8. The consideration for extension of the guarantee cover is the payment of guarantee fee at the stipulated rates calculated on the balances outstanding under the priority sector advances (except certain specified categories) and paid yearly in advance by the credit institutions. The fee rate is 2.50 per cent per annum for the Small Loans Guarantee Scheme, 1971 only. The regional rural banks are however, allowed to pay the fee at half the normal rate (i.e. @ 1.25 per cent per annum) for first five years from the date of their joining the Scheme. The guarantee fee rate for two other schemes viz., Small Loans (Co-operative Banks) Guarantee Scheme, 1984 and Small Loans (SSI) Guarantee Scheme, 1981, is 1.50 per cent per annum. The fee is required to be paid regularly and in advance on an annual basis in order to keep the guarantee in force. Penal interest @ 8% above Bank Rate is charged on overdue guarantee fee.

GUARANTEE COVER - KEY CHARACTERISTICS

Automatic Bulk Coverage

9.1 The guarantee cover is available to those credit institutions which join the schemes by entering into necessary agreements with the Corporation and

paying the fee regularly at the prescribed rates. The schemes are operated on an automatic bulk coverage basis under which all eligible advances get automatically covered right from the date of their first disbursement without requiring the credit institutions to make a prior application to the Corporation for covering each credit facility. Therefore, it is not open to participating credit institutions to exclude any eligible credit facility from the purview of guarantee cover.

Benefit confined to “Priority Sector” borrowers

9.2 The guarantee schemes are meant to provide cover for advances granted to small borrowers in the priority sector who without such support may find it difficult to have access to institutional credit. To ensure that the benefits thereof do not gravitate to more affluent persons, several stipulations have been made in the guarantee schemes, such as ceilings on amount of credit as in the case of retail traders, the value of equipment as in the case of business enterprises and of plant and machinery in the case of small-scale industrial units. Besides, absolute limits have been placed on the Corporation's claim liability.

Invocation of Guarantee

10. The Corporation has revised the conditions for invocation of guarantee with effect from 1.4.1995. The conditions are as follows :

- (i) The participating credit institutions should lodge the claims only after the outstanding amount in the account is written off in the books of account of the institution under orders of the competent authority.
- (ii) The Corporation's guarantee shall cover only the principal amount sanctioned by the credit institution and in the case of cash credit/overdraft and other revolving credit facilities, amount outstanding upto the regular limit sanctioned under each type of credit facility.
- (iii) No claim shall be admitted from credit institution in respect of accounts where recovery received from borrowers (excluding adjustment of subsidy) in a particular account is less than 25% of the total debits in the account on the date of write off, except under exceptional circumstances as under :
 - (a) When borrower has expired ;
 - (b) When any natural calamity has

- affected the area;
- (c) any other ground which may merit exception depending upon the circumstances brought to the notice of the Corporation in general, for a particular area or category of borrowers;
 - (iv) The claims should be lodged with the Corporation within a year from the date of write-off of the amount in the books of credit institution.
 - (v) The condition of observance of 3 years lock- in period for lodgement of claims has been deleted in respect of all claims which fell due for lodgement on or after 1st April 1995.

The Corporation pays 50% of the principal amount in default subject to certain absolute limits stipulated in

the schemes in regard to different categories of eligible activities. To smaller borrowers, relatively higher cover is provided by the Corporation. After payment of the claims, the claimant institutions are required to continue effective steps to recover the dues and remit to the Corporation its share of the recoveries effected less expenses incurred for such recoveries, by virtue of the right of subrogation. Since 22 February 1994, credit institutions have been delegated powers to take decisions in matters like change/release of security/surety, waiver of legal action, compromise and scaling down of dues and write-off and they are not required to obtain the Corporation's prior approval. The proposals involving staff accountability, frauds, misappropriation etc., have, however, to be referred to the Corporation for its prior approval. On invocation of a guarantee and payment of a claim in respect of a borrower, the Corporation's guarantee cover is not available for any other credit extended to that borrower till the amount due to the Corporation on account of the claim already settled has been repaid.

● **Termination of Credit Guarantee Schemes**

11. Since almost all the credit institutions / banks have opted out of the schemes consequent upon the modification in their terms and conditions in April 1995, the Corporation has recommended to Government of India for termination of the schemes and sought their concurrence for the same.

ANNEXURE
CREDIT GUARANTEE SCHEMES – SALIENT FEATURES

Schemes (1)	Eligible participants (2)	Category of Borrowers (3)	Guarantee fee (4)	\$Guarantee cover (5)
A) SMALL BORROWERS				
I) Small Loans Guarantee Scheme, 1971	Commercial Banks (including Regional Rural Banks)	(i) Transport Operators	2.5% p.a. uniformly to be calculated on outstanding priority sector advances as on 31 March every year and collected annually. (In case of RRBs the rate of guarantee fee is 1.25% p.a. for first five years of their joining this Scheme).	50% of the amount in default or Rs. 1,50,000/- whichever is lower.
		(ii) Retail Traders	— do —	50% of the amount in default or Rs.25,000/- whichever is lower.
		(iii) Professional & Self-employed Persons & Business Enterprises	— do —	50% of the amount in default or Rs.50,000/- whichever is lower.
		(iv) Farmers & Agriculturists- Direct Finance		
		1) For raising crops	— do —	50% of the amount in default or Rs. 10,000/- whichever is lower.
		2) For developmental activities	— do —	50% of the amount in default or Rs. 20,000/- whichever is lower.
		3) For conversion of crop loans upto a maximum of 3 conversions under special circumstances	— do —	50% of the amount in default or Rs. 30,000/- (i.e. Rs. 10,000 x 3) whichever is lower.
		4) For allied activities		
		i) Pisciculture	— do —	50% of the amount in default or Rs. 37,500/- whichever is lower.
		ii) Sericulture	— do —	50% of the amount in default or Rs. 18,750/- whichever is lower.
		iii) Animal Husbandry	— do —	50% of the amount in default or Rs. 15,000/- whichever is lower.
		iv) Poultry Farming	— do —	50% of the amount in default or Rs. 22,500/- whichever is lower.
		v) Dairy Farming	— do —	50% of the amount in default or Rs. 15,000/- whichever is lower.
(With overall ceiling of Rs. 60,000/- for more than one activity)				
<p>\$ With effect from 1.4.1995 the Corporation's guarantee shall cover only the principal amount sanctioned by the credit institution and in the case of cash credit/overdraft and other revolving credit facilities, amount outstanding upto the regular limit sanctioned under each type of credit facility.</p>				

(Contd.)

ANNEXURE (Contd.)

(1)	(2)	(3)	(4)	(5)
	<p>(v) Indirect Finance to Agriculture As per RBI definition of priority sector except advances for construction and running of cold storage and to custom service units which will be covered under Small Loans (SSI) Guarantee Scheme, 1981.</p>	<p>2.5% p.a. uniformly to be calculated on outstanding priority sector advances as on 31 March every year and collected annually. (In case of RRBs the rate of guarantee fee is 1.25% p.a for first five years of their joining this Scheme).</p>		<p>50% of the amount in default or Rs. 60,000/- whichever is lower per borrowing constituent/ institution.</p>
	<p>(vi) Education Credit facilities to individuals for educational purposes granted by eligible credit institutions under special schemes introduced by them for the purpose.</p>		— do —	<p>50% of the amount in default.</p>
	<p>(vii) State Sponsored Organisations for SCs/STs Advances sanctioned by State sponsored Organisations for SC/ST for the specific purpose of purchase and support of inputs to and/or the marketing of the outputs of the beneficiaries of these organisations.</p>		— do —	<p>50% of the amount in default or Rs. 60,000/- whichever is lower (per borrowing constituent/ institution).</p>
	<p>*(viii) Housing-Direct Finance (a) Loans upto Rs. 2 lakh for construction of houses granted to all categories of borrowers.</p>		— do —	<p>50% of the amount in default.</p>
	<p>(b) Loans upto Rs. 25,000/- for repairs to damaged houses granted to all categories of borrowers.</p>		— do —	— do —
	<p>*(ix) Housing Indirect Finance i) Assistance given to any government agency for the purpose of constructing house exclusively for the benefit of SC/ST and low-income group and where loan component does not exceed Rs.2 lakh per housing unit.</p>		— do —	<p>50% of the amount in default or Rs. 60,000/- whichever is lower (per borrowing constituent/ institution).</p>
	<p>ii) Assistance to any government agency for slum clearance and rehabilitation of slum dwellers where loan component does not exceed Rs. 2 lakh per housing unit.</p>		— do —	— do —
<p>All Housing Loans have been excluded with effect from 1.4.1995 for the purposes of guarantee cover and computation of guarantee fee payable to the Corporation.</p>				

(Contd.)

ANNEXURE (Contd.)

(1)	(2)	(3)	(4)	(5)
		(x) Consumption Pure consumption loans granted, consumption loans granted under the Consumption Credit Scheme.	— do —	50% of the amount in default.
II) Small Loans (Co-operative Banks) Guarantee Scheme, 1984	Primary Urban Co-operative Banks	i) Transport Operators	1.5% p.a. uniformly to be calculated on outstanding priority sector advances as on 31 March every year and collected annually.	50% of the amount in default or Rs. 1,50,000/- whichever is lower.
		ii) Retail Traders	— do —	50% of the amount in default or Rs. 25,000/- whichever is lower.
		iii) Business Enterprises & Professional & Self -employed Persons	— do —	50% of the amount in default or Rs. 50,000/- whichever is lower.
		iv) Educational Loans	— do —	50% of the amount in default.
		v) Consumption Loans to individuals upto Rs. 500/-	— do —	— do —
		*vi) Housing Loans not exceeding Rs. 25,000/- to		
		a) Individuals	— do —	50% of the amount in default.
		b) Government Agency	— do —	50% of the amount in default or Rs. 60,000/- whichever is lower per borrowing constituent/ institution.
		vii) Activities allied Agriculture		
		i) Pisciculture	— do —	50% of the amount in default or Rs. 37,500/- whichever is lower.
		ii) Sericulture	— do —	50% of the amount in default or Rs. 18,750/- whichever is lower.
		iii) Animal Husbandry	— do —	50% of the amount in default or Rs. 15,000/- whichever is lower.
		iv) Poultry Farming	— do —	50% of the amount in default or Rs. 22,500/- whichever is lower.
		v) Dairy Farming	— do —	50% of the amount in default or Rs. 15,000/- whichever is lower.
		vi) Purchase of bullock carts, camel carts, pack animals etc.	— do —	50% of the amount in default or Rs. 10,000/- whichever is lower.
		(With overall ceiling of Rs. 60,000/- for more than one activity)		
* All Housing Loans have been excluded with effect from 1.4.1995 for the purposes of guarantee cover and computation of guarantee fee payable to the Corporation.				

(Contd.)

ANNEXURE (Contd.)

(1)	(2)	(3)	(4)	(5)	
B) SMALL SCALE INDUSTRIES					
Small Loans (Small Scale Industries) Guarantee Scheme, 1981	Commercial Banks(including RRBs),Co-operative Banks, State Financial Corporations and State Development Agencies	i) Small Scale Industrial Units (including ancillary units) to whom credit facilities not exceeding Rs. 2 lakh per borrowing constituent in the aggregate extended.	1.5% p.a uniformly to be calculated on outstanding priority sector advances as on 31 March every year and collected annually.	50% of the amount in default or Rs. 20 lakh (apportioned separately and equally viz., Rs. 10 lakh for term loans and Rs. 10 lakh for working capital) whichever is lower.	
		ii) Small Scale Industrial units in backward areas with credit facilities without any limit.	— do —	— do —	
		iii) Small Scale Industrial units (including ancillary units) in other than backward areas having total credit facilities exceeding Rs. 2 lakh.	— do —	50% of the amount in default or Rs. 20 lakh (apportioned separately and equally viz., Rs.10 Lakh for term loans and Rs. 10 lakh for working Capital)whichever is lower.	
		Indirect finance to SSI			
		i) Agencies involved in assisting the decentralised sector in the supply of inputs and marketing of outputs of artisans, village and cottage industries.	— do —	(a) 50% of the amount in default or Rs. 60,000/- whichever is lower in respect of credit facilities not exceeding Rs. 2 lakh per borrowing constituent in the aggregate. (b) 50% of the amount in default or Rs. 60,000/- whichever is lower in respect of credit facilities exceeding Rs. 2 lakh per borrowing constituent in the aggregate.	
		ii) Government sponsored Corporation/organisations providing funds to the weaker section in the priority sector (provided they are not covered by Government or any other guarantee).	— do —	— do —	
		iii) Loans for construction and running of cold storage.	— do —	50% (as stated above) of the amount in default or Rs. 20 lakh (Rs.10 lakh each for working capital and term loans)whichever is lower.	
		iv) Advances to custom service units managed by individuals, institutions or organisation who maintain a fleet of tractors, bulldozers, well boring equipment, threshers, combines etc. and undertake work from farmers on contract basis.	— do —	— do —	
		(v) Industrial Estates Loans for setting industrial estate.	— do —	— do —	