No.H.11016/03/2012-RL (FTS18892)
Government of India
Ministry of Rural Development
(Department of Rural Development)
(Rural Livelihoods)
----------------------------------
6th Floor, Hotel Samrat,
Kautilya Marg, Chanakyapuri
New Delhi 110021
Date: 15 March, 2012

Office Memorandum
Subject: Lok Sabha Starred / Unstarred Question Dy. No.5872 for 22.03.2012 asked by Smt. Rama Devi and Shri Prataprao Ganpatrao Jadhav.

The undersigned is directed to refer to the Lok Sabha Secretariat O.M. No.SQ/USQ/5904/22.03./2012-Q dated 09.03.2012 on the subject cited above and to furnish herewith information to the Question cited above.

(a) Yes, Sir. Financial assistance to Swarojgaris under Swarnjayanti Gram Swarojgar Yojana (SGSY) comprises of two components viz. loan and subsidy. SGSY is a credit-linked scheme and credit is the key element. The major part of investment consists of bank credit from financial institutions comprising commercial banks, cooperative banks and regional rural banks.

(b) As per SGSY norms, from the date the applications are received in the bank, the bank shall not take more than fifteen days to sanction the loan. The Bank will thereupon communicate this list to the Gram Panchayat, which shall place it before the Gram Sabha in its next meeting. The bank shall also communicate this list to the BDO as well as the concerned line department.

The bank will also consider the Groups for lending for a given activity. In such case too, the bank shall communicate the name of the selected group to the Gram Panchayat and others for action as above. While sanctioning projects, the Bank Managers should ensure that the unit costs, terms of the loan and repayment schedule are as indicated in the project profiles for the concerned key activity. Part-financing and under financing should not be resorted to under any circumstances. However, where the nature of the activity is such that the loan is to be released in stages, the disbursal is to be made accordingly. If some cases are rejected, the reasons for rejection should be clearly recorded on the application form itself and the relevant application should be returned to the sponsoring authority immediately for their information and further action as they deem necessary.
As soon as the selection is made and the list communicated to the line departments, the latter will proceed to test whether the Swarozgari has the necessary skill or not. As soon as the Swarozgari completes the basic orientation or the skill-training programme, the bank shall proceed to disburse the loan and subsidy amount to the Swarozgari. This shall invariably be done immediately, so that the money is available to him/her for purchase or creation of the asset. The entire amount sanctioned shall be disbursed unless the amount is to be disbursed in designated instalments. The Bank shall disburse the subsidy amount also as per the guidelines governing the back-ended subsidy.

(c) & (d): A statement indicating number of applications received, sanctioned, loan disbursed, applications pending with the banks and number of applications rejected by the banks during 2009-10 and 2010-11 is at Annexure-I.

(e): Data pertaining to reasons for rejections of the loan applications are not maintained at the central level.

(f) In view of (e) above, Question does not arise.

The above facts may kindly be considered during considering admissibility of the Question.

This Ministry has no objection to the above information being conveyed to the Hon’ble Member.

This issues with the approval of Secretary, Department of Rural Development, Ministry of Rural Development, Government of India.

(Sudhir Shyam)
Dy. Secretary (Rural Livelihoods-CM)
Tel. No.24122938
Fax No.24104386

Deputy Secretary
Lok Sabha Secretariat
(Information Branch)
Parliament House Annexe
New Delhi-110001
**Details of Loan applications under SC/SY**

<table>
<thead>
<tr>
<th>Year</th>
<th>No. of Loan</th>
<th>Application Submitted</th>
<th>Number of Loan</th>
<th>Application Sanctioned</th>
<th>No. of Loan</th>
<th>Application Disbursed</th>
<th>Number of Loan</th>
<th>Pending In Banks</th>
<th>Application Rejected by Banks</th>
</tr>
</thead>
<tbody>
<tr>
<td>2009-10</td>
<td>134425</td>
<td>133232</td>
<td>133234</td>
<td>65570</td>
<td>55757</td>
<td>65670</td>
<td>55757</td>
<td>54780</td>
<td>134425</td>
</tr>
<tr>
<td>2010-11</td>
<td>134425</td>
<td>133232</td>
<td>133234</td>
<td>65570</td>
<td>55757</td>
<td>65670</td>
<td>55757</td>
<td>54780</td>
<td>134425</td>
</tr>
</tbody>
</table>