



# ALL INDIA RRB OFFICERS' FEDERATION

(AFFILIATED TO AIBOC)

Central Office: JGGP House, Raja Rammohan Roy Road, Hakimpara, Siliguri – 734001  
Tel: 2525267, 6532022 Fax: 0353-2536449 General Secretary Cell Ph. # 9800866932  
e-mail: shyamalkb5@yahoo.com Visit us at: [www.airbof.org.in](http://www.airbof.org.in)

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All Affiliates/ Members  
(Please re-circulate)

## **HIGHLIGHTS OF PERFORMANCE OF RRBs DURING 2012-2013**

On the basis of provisional data furnished by 64 Regional Rural Banks for the year 2012-13, a brief analysis of important indicators of their performance is as under:

### **BRANCH NETWORK**

As on 31<sup>st</sup> March, 2013, 64 RRBs to operate with a network of 17856 Branches (16914 Branches during previous year) covering 635 districts.

### **SOURCES OF FUND**

#### **Share Capital**

The paid up capital of all the 64 RRBs stood at Rs.197 crore as on 31<sup>st</sup> March, 2013.

#### **Share Capital Deposit**

As a part of comprehensive restructuring programme for RRBs, recapitalization assistance of an aggregate financial support of Rs. 5977 crore was provided up to 31<sup>st</sup> March, 2013.

#### **Reserves and Surpluses**

Reserves and Surpluses of RRBs increased by 17.91% during the year 2012-13. In absolute terms Reserves and Surpluses moved up from Rs.11135.19 crore as on 31<sup>st</sup> March 2012 to Rs. 13130.13 crore as on 31<sup>st</sup> March, 2013.

#### **Owned Funds**

The owned funds of RRBs, comprising Share Capital, Share Capital Deposits and Reserves & Surpluses increased from Rs. 15892 crore as on 31<sup>st</sup> March, 2012 to Rs.19304 crore as on 31<sup>st</sup> March, 2013 registering a growth of 21.46%. The increase in own funds has been primarily due to 53 RRBs reporting profit



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[2]

to the tune of Rs. 3280.86 crore during the year and receipt of recapitalization assistance to the tune of Rs. 4930.38 crore. 53 RRBs have completely wiped out their accumulated losses.

## **Deposits**

The RRBs were successful in adding about Rs. 211457 crore to their deposit base during the year 2012-13. The deposits as a resource for RRBs enhanced to Rs. 211457 crore as on 31<sup>st</sup> March, 2013 as against Rs. 187351 crore as on 31<sup>st</sup> March, 2012, registering 12.86% increase over the previous year.

## **Borrowings**

The aggregate borrowings of RRBs increased by 26.41% from Rs. 30271.71 crore as on 31<sup>st</sup> March, 2012 to Rs. 38267.97 crore as on 31<sup>st</sup> March, 2013

## **Investments**

The investments of RRBs increased from Rs. 89145.79 crore as on 31<sup>st</sup> March, 2012 to 110683.01 crore as on 31<sup>st</sup> March, 2013 registering a growth of 24.16.

## **Loans and Advances Outstanding**

The aggregate picture of loans and advances outstanding at RRB level showed improvement when compared with the preceding year registering a growth rate of 15.99% over the previous year (Rs.120550.66 crore during the year 2011-12 increased to Rs. 139837.19 crore in the year 2012-13). The growth of loans and advances outstanding in absolute terms amounted to Rs. 21633.23 crore as against Rs. 16098.33 crore in the previous year.

## **Credit to Agriculture**

Consequent upon the announcement made by the Hon'ble Finance Minister to step up the agricultural credit from all banking institutions during 2006-07, RRBs were also impressed upon by NABARD to increase its share of credit for agriculture. During the year 2011-12, RRBs recorded a expansion of credit for agriculture, which formed 66.13% of the total outstanding during the year 2012-13.



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[3]

## **Loan Issued**

Loans issued by RRBs during the year aggregated to Rs. 102162.86 crore as against Rs. 78546.55 crore in the previous year, registering a growth rate of 30.06%.

## **WORKING RESULTS**

### **Profitability**

53 RRBs earned current profit (before tax) during the year 2012-13. However, the combined profit of these RRBs stood at Rs. 3280 crore compared to Rs. 2468 crore in the previous year which was contributed by 64 RRBs (at that time number of RRBs were 82). Consequently the number of loss making RRBs decreased from 18 in 2011-12 to 11 during the current year. The combined losses posted by RRBs stood at Rs. 20.79 crore during the year as against Rs. 26.36 crore in the previous year.

The net profit earned by RRBs as a group totaled to Rs. 3260 crore during the year 2012-13 compared to Rs. 2442.23 crore in previous year.

### **Accumulated Losses**

The number of RRBs that had accumulated losses reduced from 22 as on 31<sup>st</sup> March, 2012 to 11 as on 31<sup>st</sup> March, 2013.

The aggregate accumulated losses in RRBs decreased from Rs. 1104.85 crore in 2011-12 to Rs. 1011.28 crore in 2012-13.

## **NON PERFORMING ASSETS**

With the introduction of IRAC norms as a sequel to the financial sector reforms, the RRBs have constantly attempted to reduce their non performing assets. The percentage of gross NPA which was as high as 27.84 as on 31<sup>st</sup> March, 1999, has come down to 12.63 as on 31<sup>st</sup> March, 2004. The position



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[4]

has, further improve to 5.14% during the year ending 31<sup>st</sup> March, 2012, however, it has increased marginally to 5.65% during the year ending 31<sup>st</sup> March, 2013 after introduction of system generated NPA concept.

The aggregate NPA in RRBs stood at Rs. 7906.75 crore as on 31<sup>st</sup> March, 2013 compared to Rs.4994.45 crore as on 31<sup>st</sup> March, 2012.

## **RECOVERY PERFORMANCE**

The recovery performance (in percentage terms) of RRBs has shown steady improvement over the last decade; however, in absolute terms the over dues have not declined. In fact, the level of over dues of RRBs has increased from Rs. 1798.71 crore as on June, 1995 to Rs.13566.97 crore as on 30<sup>th</sup> June, 2012 despite improved recovery performance in percentage terms from the level of 82.63% to 81.32% during the same period.

## **CREDIT DEPOSIT RATIO (CDR)**

Credit deposit Ratio of RRBs decreased marginally from 64.34% as on 31.03.2012 to 66.13 as on 31.03.2013.

## **Per Branch Productivity**

Per Branch productivity was Rs. 1820 lakhs as on 31.03.2012 increased to Rs. 1967 lakhs as on 31.03.2013.

## **Per Employee Productivity**

Per employee productivity was Rs. 414.06 lakhs as on 31.03.2012 increased to Rs. 461 lakhs as on 31.03.2013.

With greetings,

(S.K. Bhattacharjee)

**GENERAL SECRETARY**