

Outstanding Advance of SGHs to Banks under SGSY in India**Mrs P.Tarangani,**

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1. Introduction:

Swarnajayanti Gram Swarozgar Yojana (SGSY) aims at establishing a large number of micro enterprises in rural areas based on the ability of the poor and potential of each area. This is different from earlier programmes in terms of strategy. It has been conceived as a holistic programme of self – employment. It covers all aspects of self-employment of the rural poor viz. organisation of poor into self help groups (SHGs) and their capacity building, training, selection of key activities, planning of activity clusters, infrastructure build up, technology and marketing support. A major shift of SGSY is its emphasis on social mobilisation of the poor. The programme focuses on organisation of the poor at grassroots level through a process of social mobilisation for poverty eradication. It enables the poor to build their own organisations in which they can fully and directly participate and take decisions on all issues that will help them to cross the poverty line. SHG may consist of 10-20 persons belonging to families below the Poverty line and a person should not be a member of more than one group. In the case of minor irrigation schemes and of disabled persons, the minimum may be five. Efforts are to be made to involve women members in each SHG and 50 per cent of SHGs in each block should be exclusively of women. Group activities are to be given preference and progressively majority of funding should be for SHGs. Against this back drop, A modest attempt is the outstanding advances in terms of year, agency and region both in India and Andhra Pradesh (AP) during 2008-13.

2. Yearly:

A look at the Table 1 reveals that the outstanding loans of banks to SHGs under SGSY were Rs 4816.87 crores in 2008 as against Rs 8597.09 crores in 2013. The number of SHGs

Table 1 Year wise Outstanding Bank Loans of SHGs under SGSY during 2008 - 13

Year	No. of SHGs	Amount (Rs crores)	Per SHG (Rs)
2008	916978	4816.87	52530
2009	976887	5861.72	60004
2010	1245394	6251.08	50194
2011	1286000	7829.39	60882
2012	1216000	8054.83	66240
2013	1193000	8597.09	72063

Source: Relevant issues of NABARD, **Status of Micro Finance in India**

were 916978 and 1193000 in the former and latter serially. The loan per SHG was Rs 52530 in 2008 while Rs 72063 in 2013. There are fluctuations in the intermittent period. For example, the year , 2010 registered the lowest at Rs 50194.

3.Agency - Wise

Out of the bank categories, commercial banks occupied the first place

Table 2 Agency wise Outstanding Loans of SHGs under SGSY during 2008 - 13

(Rs crores)

Year	Commercial banks	RRBs	Cooperatives
2008	3225.92 (66.97)	1332.33 (27.66)	258.62 (5.37)
2009	3961.53 (67.58)	1508.10 (25.73)	392.09 (6.69)
2010	4072.03 (65.14)	1725.94 (27.61)	453.11 (7.25)
2011	4906.33 (63.48)	2225.43 (28.79)	597.61 (7.73)
2012	4903.52 (60.88)	2598.80 (32.26)	552.52 (6.86)
2013	4833.00 (56.22)	3068.37 (35.69)	695.71 (8.09)

Note: Figures in brackets indicate the percentage to total

Source: Relevant issues of NABARD, **Status of Micro Finance in India**

with a share of 56.22 – 67.58 per cent during 2008-13 (see Table 2). The proportion of RRBs was in the range of 25.73 – 35.69 per cent in the same period. The account of cooperative banks was less than 9 per cent. There is a decline in the share of commercial banks as against an increase in the proportion of RRBs and cooperative banks.

3. Regional Distribution:

Among the regions in the country, eastern region ranked during 2009 – 13 while second in 2008 (see Table 3). Its account was in the range of 25.72 – 33.72 per cent. The central region came first in 2008, second in 2009 and third in the remaining period. The northern region has

Table 3 Region wise Outstanding Loans of SHGs with SGSY during 2008 - 13**(Rs lakhs)**

Year	Northern	Northeastern	Eastern	Central	Western	Southern
2008	20598.9 (4.28)	22181.06 (4.60)	123907.25 (25.72)	135052.99 (28.04)	56498.64 (11.73)	123448.59 (25.63)
2009	26912.69 (5.81)	31341.47 (6.77)	137306.15 (29.66)	135563.12 (29.30)	62878.17 (13.58)	68870.48 (14.88)
2010	35136.45 (5.62)	30034.78 (4.80)	173830.15 (27.81)	163033.01 (26.08)	53422.50 (8.55)	169650.75 (27.14)
2011	41270.76 (5.32)	50106.60 (6.45)	240630.89 (30.97)	187745.82 (24.16)	44816.74 (5.77)	212367.71 (27.33)
2012	49261.71 (6.11)	63019.48 (7.82)	264757.85 (32.87)	172512.86 (21.43)	63825.97 (7.92)	192105.33 (23.85)
2013	52630.30 (6.12)	54130.28 (6.30)	290308.36 (33.72)	178497.76 (20.76)	53679.18 (6.24)	230462.67 (26.81)

Note: Figures in brackets indicate the percentage to total

Source: Relevant issues of NABARD, **Status of Micro Finance in India**

almost occupied the last place. The northeastern region continuously ranked fifth in three years, sixth in one year and fourth in two years. The share of southern region was in the order of 14.88 – 27.33 during the period. Thus the ranks of regions fluctuated over the period.

4.Andhra Pradesh

The outstanding loans of SHGs under SGSY in AP were Rs 40803.18 lakhs in 2008 while Rs 70418.01 lakhs in 2013 (see Table 4). There were spread over of SHGs from 112622 and 55440 SHGs in the former and latter respectively. There are wide variations in both the

Table 4 Year wise Outstanding Loans of SHGs under SGSY in AP during 2008 - 13

Year	No. of SHGs	Amount (Rs lakhs)	Per SHG (Rs)
2008	112622	40803.18	36230
2009	38103	46205.58	121264
2010	170408	36458.38	21394
2011	63223	33604.70	53153
2012	38922	28823.56	74055
2013	55440	70418.01	127017

Source: Relevant issues of NABARD, **Status of Micro Finance in India**

respects. The amount per SHG was Rs 36230 in 2008 as against Rs 127017 in 2013. Out of total bank agencies, commercial banks occupied the first place, RRBs second and cooperative banks the last(see Table 5).

Table 5 Agency wise Outstanding Loans of SHGs under SGSY in AP during 2008 – 13 (Rs lakhs)

Year	Commercial banks	RRBs	Cooperative banks
2008	36982.46 (90.64)	3761.86 (9.22)	58.86 (0.14)
2009	37205.91 (80.53)	8776.97 (18.99)	222.70 (0.48)
2010	23456.17 (64.34)	12826.86 (35.18)	175.35 (0.48)
2011	14167.96 (42.16)	18374.54 (54.68)	1062.20 (3.16)
2012	22968.71 (79.68)	5854.85 (20.32)	NA
2013	60685.41 (86.18)	9732.60 (13.82)	NA

Note: Figures in brackets indicate the percentage to total

NA: Not Applicable

Source: Relevant issues of NABARD, **Status of Micro Finance in India**

Conclusion:

There is an increasing trend in the outstanding advances of SHGs under SGSY at aggregate level and per SHG during the period. Out of the categories, commercial banks occupied the first place followed by RRBs and cooperatives.. Among the regions, the eastern region almost came first in the country and AP. The fluctuations in AP are wide in the loan per SHG.

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