



GOVERNMENT OF INDIA
NATIONAL COMMISSION FOR SCHEDULED TRIBES

(A Constitutional Commission set up under Art. 338A of the Constitution to investigate and monitor all matters relating to violation of rights and safeguards provided for STs.)

File No. MTA/Development/3//2015/RU-II

Dated: 20/05/2015

To

Shri Uttam Kumar Kar
Under Secretary,
Ministry of Tribal Affairs
F-240, August Kranti Bhawan
Bhikaji Cama Place, R.K. Puram,
New Delhi- 110066

Sub: Setting up of Credit Guarantee Fund for Tribal Development.

Sir,

I am directed to refer to your letter No. 2002/08/2014-FRA dated 28th April, 2015 forwarding therewith the Setting up of Credit Guarantee Fund for Tribal Development and to say that the subject matter was discussed as Agenda Item No- I in the 72nd Meeting of the Commission held on 08/05/2015.

2. The Relevant Extracts from the Summary Record of the meeting of the Commission are enclosed for information and necessary action.

Yours faithfully,


(S.P. Meena)
Assistant Director

Copy with copies of enclosures forwarded for information and necessary action to:-

1. SSA (NIC) for uploading on the Website of NCST
2. Assistant Director (Coordination)


(S.P. Meena)
Assistant Director

72ND MEETING
OF THE
NATIONAL COMMISSION FOR SCHEDULED TRIBES
SUMMARY RECORD OF DISCUSSIONS

Date: 08th May, 2015 **Time:** 11:30 hours

Venue: Conference Room, NCST, 6th Floor, Lok Nayak Bhawan, New Delhi.

In the Chair: Dr. Rameshwar Oraon, Hon'ble Chairperson, NCST

List of Participants: Annexed as Annexure-I.

The scheduled Agenda Item for meeting discussed and decided as below:

Agenda Item I	Setting up of Credit Guarantee Fund for Tribal Development.
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Ministry of Tribal Affairs, vide letter No. 2002/08/2014-FRA dated 28th April, 2015 seeking comments/views on the draft proposal EFC Memorandum on Setting up of Credit Guarantee Fund for Tribal Development.

2. From the proposal following were noted.

(I) The objective of the scheme is to make available credit for skill development upto ₹ 3 Lakh, education upto ₹ 10 Lakh, Micro credit upto ₹ 5 Lakh and entrepreneur activities upto ₹ 100 Lakh without collateral/third party guarantees to Scheduled Tribes.

(II) The scheme encourages Member Lending Institutions comprising Scheduled Commercial Banks, Regional Rural Banks, Cooperative Banks, National Scheduled Tribes Finance and Development Corporation, State Tribal Finance and Development Corporation etc.

(III) The expected target is to provide guarantee cover for a total sanctioned loan amount of ₹4000 crore during the remaining period of XII Five Year Plan (i.e.) ₹ 1500 in Financial Year 2015-16 and ₹ 2500 in Financial Year 2016-17.

(IV) The Credit Guarantee Fund for tribal development will be operated through National Credit Guarantee Trustee Company Ltd. (NCGTC) setup by the Department of Financial Services, Ministry of Finance. The resources such as IT, premises, manpower, Risk Management, investment of Corpus funds, publicity and awareness and other support services will be availed on sharing basis to have cost effective and better alternative to achieve operational efficiencies and economies of scales.

3. Commission discussed the proposal and noted that the scheme aims to increase the Education facilities, Entrepreneur activities and Skill development etc amongst the Scheduled Tribes without collateral Security/third party guarantees.

4. Commission agreed to the proposal for Setting up of Credit Guarantee Fund for Tribal Development.