



**GOVERNMENT OF MIZORAM
FINANCE DEPARTMENT**

Dated Aizawl, the 29th September, 2026.

CIRCULAR

No. G-41/55/2026-ESTAB-FD: In pursuance of the directives issued vide D.O. letter dated 8th May, 2014, by the Department of Financial Services, Ministry of Finance, Government of India, it is hereby reiterated that Regional Rural Banks (RRBs) are classified as Scheduled Banks under *Section 42* and *Section 2(e)* of the *Reserve Bank of India Act, 1934*, and are at par with nationalised banks.

Whereas, it has been observed that substantial Central and State Government funds under various Central Sector Schemes, Centrally Sponsored Schemes, and State Government Schemes continue to be parked in banks other than the Regional Rural Banks (RRBs) in Mizoram. This practice persists despite the significantly higher Credit-Deposit (CD) Ratio maintained by the RRBs, which aids in priority sector lending and rural economic development.

All Administrative Departments, Directorates, and Subordinate Offices under the Government of Mizoram are accordingly informed that Mizoram Rural Bank be treated at par with any other Scheduled bank.

Enclo: Copy of the said letter.

Sd/- VANLALDINA FANAI

Commissioner & Secretary to the Govt. of Mizoram,
Finance Department

Memo. No. G-41/55/2026-ESTAB-FD : Dated Aizawl, the 29th September, 2026.

Copy to:-

1. Commissioner & Secretary to the Governor of Mizoram.
2. P.S. to the Chief Minister, Mizoram.
3. P.S. to Speaker/ all Ministers/ Leader of Opposition Party/ Dy. Speaker/ Ministers of State/ Dy. Govt. Chief Whip/ All Adviser to Chief Minister.
4. Sr. P.P.S. to Chief Secretary, Government of Mizoram.
5. All Administrative Departments/Heads of Department, Government of Mizoram.
6. Principal Accountant General, Mizoram.

7. Chief Controller of Accounts, Accounts & Treasuries, Mizoram.
8. The Chairman, Mizoram Rural Bank.
9. The Web Manager, Finance Department, for uploading on the website.
10. Guard File.

Digitally signed by
REBECCA CHAWNGTHANPUII
Date: 29-09-2026 11:11:10
(REBECCA CHAWNGTHANPUII)
Deputy Secretary to the Govt. of Mizoram,
Finance Department (E).

डा. गुरदयाल सिंह संधु, सचिव

Dr. Gurdial Singh Sandhu,
Secretary

प्रमुख निदेशक, क्षेत्रीय ग्रामीण बैंक
(राष्ट्रीय विकास समूह) सचिवालय
S.M.A. CHAIRMAN'S OFFICE

26 MAY 2014

पत्र प्राप्ति दिनांक
LETTER REC'D DATE

Raw

भारत सरकार
वित्त मंत्रालय
वित्तीय सेवाएं विभाग
नई दिल्ली

Government of India
Ministry of Finance
Department of Financial Services
New Delhi

भारतीय स्टेट बैंक / S.B.I.
प्राप्त / RECEIVED
27 MAY 2014
D.O. No. 748/12-RRB
ज. व. वि. (आ. एन), एन. डी. डी. सचिवालय, न. डी. सचिवालय
SECTT. OF DMO (RS), NBO, CC, MUMBAI

RECEIVED
03 JUN 2014
Office of CGM, Agri Business
SBI, C.C., Mumbai-400 001

Chairman & Secretary
22 MAY 2014
DATE

8th May, 2014

MD (NBO)
2466

DMO (RS)
CGM (RB)

Dear Ms. Tochhawng,

As you are aware, the Regional Rural Banks (RRBs) established under the provisions of RRBs Act, 1976 with the objective of an alternative channel to cooperative credit structure, have played a crucial role in meeting the credit needs of rural areas and implementation of Financial Inclusion Scheme of the Government of India.

2. Regional Rural Banks established under the Regional Rural Bank Act, 1976 are owned by Government of India, State Government and the sponsor nationalized bank in the ratio of 50 : 15 : 35% respectively and as such are Government entities.

3. All the RRBs are listed in the 2nd Schedule which classifies "Scheduled Banks" under section 42 and 2 (e) of RBI Act, 1934 and are thus at par with the nationalized banks.

4. As on date, all RRBs are on CBS platform and participating in National Payment System (NPS) through RTGS and NEFT. The RRBs have played a very crucial role in implementation of Financial Inclusion plan of GoI and credit delivery, particularly to agriculture sector in rural areas. The State Governments, it is felt, have a greater role to play in the development of these banks keeping in view the significant role played by them in credit expansion, particularly in the agriculture sector, deposit mobilization and implementation of credit-linked development schemes in rural areas. Mobilization of low cost deposits thus will contribute to improving financials of RRBs and parking of State Government funds would be a great source of low cost funds for these institutions.

5. Since these institutions are State specific and are functioning in rural areas, they have limited source of low cost deposits and government funds will be a good source of low cost deposits.

Sir,
Letter sent to all RRBs
& concerned Ltr on the matter
(Letter No. AGU/RRB/PUR/304 dt 16/05/14)

भारतीय स्टेट बैंक
STATE BANK OF INDIA
प्राप्त / RECEIVED
05 JUN 2014

का. के. / C.C., 1110

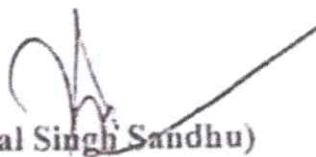
आ. व. वि. / Agri Business Unit

कमरा नं. 6, तीसरी मंजिल, जीवन दीप भवन, 10, पार्लियामेन्ट स्ट्रीट, नई दिल्ली-110001
Room No. 6, 3rd Floor, Jeevan Deep Building, 10, Parliament Street, New Delhi-110 001
23340222, 23343478, FAX : 91-11-23340027 E-mail : secy-ts@nic.in

6. In view of the above, I request that necessary instructions may be issued to ensure that Government and State Government funds are deposited with Regional Rural Banks. State Government is part owner of these Banks and this will go a long way in ensuring the long term viability of these Banks.

With regards,

Yours sincerely,


(Gurdial Singh Sandhu)

Ms. L.T. Tochhawng
Chief Secretary
Government of Mizoram
Aizwal

Copy to: Chairman, Mizoram Rural Bank, Head Office,
Aizwal (Mizoram)
✓ Chairman, State Bank of India, Head Office, Mumbai