



MEMORANDUM TO THE NATIONAL ECONOMIC COUNCIL (NEC) ON THE ACTIVITIES OF THE N200 BILLION COMMERCIAL AGRICULTURE CREDIT SCHEME (CACCS) AS AT OCTOBER 15, 2010

We present herewith, the position of the Commercial Agriculture Credit Scheme (CACCS) to the National Economic Council (NEC) as at October 15, 2010.

I. Applications Received/Processed under the 2nd Tranche from State Governments

Under the 2nd Tranche, thirteen (13) State Governments namely; Adamawa, Bauchi, Enugu, Gombe, Kebbi, Kogi, Kwara, Nassarawa, Niger, Ondo, Taraba, Sokoto and Zamfara accessed N1.00 billion each for on-lending to farmers' co-operatives and other areas of agricultural interventions in their various States.

The States accessed CACS funds from four (4) participating banks as detailed below:

LENDING TO STATE GOVERNMENTS UNDER CACS

Participating Bank	States Financed	Amount (N'Bn)
Fidelity Bank Plc	Enugu and Sokoto	N2.0
Union Bank Plc	Gombe, Kwara and Niger	N3.0
United Bank For Africa Plc	Bauchi, Kogi, Nasarawa, Ondo and Zamfara	N5.0
Zenith Bank Plc	Adamawa, Kebbi and Taraba	N3.0
Total: 4 Banks	13 State Governments	N13.0

II. Actual Release of Funds by the CBN to Participating Banks

As at September, 2010, eleven banks namely; Access Bank Plc, Fidelity Bank, First Bank of Nigeria, Guaranty Trust Bank, Oceanic Bank Plc, Skye Bank, Stanbic IBTC,

Union Bank of Nigeria, United Bank for Africa, Unity Bank Plc, and Zenith Bank Plc are participating under the Scheme.

Categorized below are the various amounts released to the eleven banks that have participated since inception of the Scheme:

	Financing Bank	Projects	Amount Released to Banks (N'bn)
1	Access Bank Nigeria Plc	4	4.176
2	Fidelity Bank Plc	3	2.50
3	First Bank of Nigeria Plc	19	4.935
4	Guaranty Trust Bank Plc	6	4.250
5	Oceanic Bank International Nigeria Plc	1	2.00
6	Skye Bank Plc	4	7.60
7	Stanbic IBTC	1	0.45
8	Union Bank Plc	8	9.275
9	United Bank For Africa Plc	35	38.012
10	Unity Bank Plc	3	5.50
11	Zenith Bank Plc	9	12.835
	TOTAL	93	N91.533

Since inception of the Scheme, the CBN has released the sum of N91.533 billion for disbursement to 80 projects/promoters and 13 State Governments.

Furthermore, the Bank had withdrawn a total sum of N9.184 billion (N7.003 billion from UBA Plc, N0.581 billion from GTB Plc and N1.60 billion from First Bank of Nigeria Plc) **as undisbursed funds to 13 projects (11 projects from UBA and 1 project each from GTB and FBN Plc)** during the period under review.

III. Other Developments

(A) Applications under processing:

- UBN Plc - Application for release of N0.50 billion in favor of the Federal Capital Territory (FCT).

- UBA Plc – Application in favor of the Federal Capital Territory (FCT) for N0.50 billion.
- UBN Plc – Dedora Nigeria Ltd. N203.0 million
- UBN Plc – TAK Continental Ltd for N2.0 billion
- FBN Plc – AMO BYNG Nigeria Ltd for N1.0 billion
- Skye Bank Plc – Beloxxi Nigeria Ltd for N400million

IV. Position of the Balance of CACS Funds

The balance of CACS funds as at October 15, 2010 is **N108.467 billion**

V. Prayer

Following the meeting with the NEC Sub-committee of August 11, 2010 and the revision of the CACS guidelines, the NEC should please

Note:

1. That there had been an improvement in the performance of CACS in terms of disbursements to State Governments and other projects
2. Greater number of participating banks in the Scheme and,
3. That the CBN had put in place a consistent monitoring mechanism for private projects and State Governments participating under CACS.

**CENTRAL BANK OF NIGERIA
ABUJA.**

OCTOBER 15, 2010