

ರಾಜ್ಯಮಟ್ಟದ ಬ್ಯಾಂಕುಗಳ ಸಮಿತಿ, ಕರ್ನಾಟಕ
(ಆರ್.ಬಿ.ಎನ್.ಆರ್.ಆರ್.ಯು. ಬ್ಯಾಂಕ್ ಯೋಜನೆಯಡಿ)

राज्य स्तरीय बैंकों की समिति, कर्नाटक
(आ.रि.बैं. के अग्रणी बैंक योजना के तहत)

State Level Bankers' Committee, Karnataka
(Under Lead Bank Scheme of RBI)

ಸಂಯೋಜಕರು

संयोजक

Convenor

ಕೆನರಾ ಬ್ಯಾಂಕ್ ಕೆನರಾ ಬೆಂಕಿ Canara Bank

ಸಿಂಡಿಕೇಟ್ ಸಿಂಡಿಕೇಟ್ Syndicate

Ref:333/2021/0070/SLBC/101-155

Date: 25.11.2021

All the Controlling Offices of Commercial Banks, RRBs,
Cooperative Banks, Lead District Managers, Line Departments,
LIC of India, General Insurance Companies & other Invitees

Sir / Madam,

Sub: Proceedings of 155th SLBC Meeting held on 12th November 2021.

<<>>

We are herewith forwarding the proceedings of 155th SLBC Meeting held on 12th November 2021 at 03.00 PM in the Conference Hall, Room No. 334, 3rd Floor, Vidhana Soudha, Bengaluru.

In this regard, SLBC requests all the stakeholders as under:

- Please go through the proceedings and take immediate action on the Action points as indicated in the proceedings.
- The Action Taken Report on the Action points relevant to each of the stakeholder shall be submitted to SLBC so as to bring it to the notice of the House in the ensuing SLBC Meeting.
- In certain Action Points, timeframe is indicated in the proceedings. In such cases, the respective stakeholders shall take immediate action to comply with the same within the time limit mentioned therein.
- All stakeholders will agree that timely compliance of the decisions taken in the SLBC meetings will enable SLBC to place the Action Taken Report in the next SLBC meeting without carrying forward the same issues as pending items to the subsequent SLBC meetings once again.

We, therefore, request your personal intervention in submitting the Action Taken Report to SLBC on top priority.

Yours faithfully,

(B Chandrasekhara Rao)

Convenor-SLBC Karnataka &

General Manager – Canara Bank

Encl: a.a.

ಎಲ್ಲಾ ಪತ್ರ ವ್ಯವಹಾರಗಳಿಗೆ ಸಂಪರ್ಕಿಸಬೇಕಾದ ವಿಳಾಸ:
ಸಂಯೋಜಕರು
ಆರ್.ಬಿ.ಎನ್.ಆರ್.ಆರ್.ಯು. ಬ್ಯಾಂಕ್ ಮಹಾ ಕಾರ್ಯಾಲಯ,
ಕೆನರಾ ಬ್ಯಾಂಕ್, ಮಹಾ ಕಛೇರಿ, ಅನೇಕ್ಸೆ, ಬೆಂಗಳೂರು,
ಗಾಂಧಿನಗರ, ಬೆಂಗಳೂರು-560009,
ಕರ್ನಾಟಕ
ದೂರವಾರ್ತೆ ಸಂಖ್ಯೆ: 080-22343490, 22340236

सभी पत्राचार इसी पते पर भेजें:
संयोजक
एस एल बी सी कर्नाटक एव महा प्रबंधक,
केनरा बैंक, प्रधान कार्यालय, अनेक्स,
५ वी मंजिल, गांधीनगर, बेंगलूरु-५६० ००९,
कर्नाटक
दूरभाष सं.: ०८०-२२३४३४९०, २२३४०२३६

All Communications to be addressed to:
Convenor
SLBC Karnataka & General Manager,
Canara Bank, Head Office, Annexe,
5th Floor, Gandhinagar, Bengaluru-560009,
Karnataka.
Phone No.: 080-22343490, 22340236

STATE LEVEL BANKERS' COMMITTEE KARNATAKA

PROCEEDINGS OF THE
155th SLBC MEETING
HELD ON 12.11.2021

CONFERENCE HALL,
Room NO 334, Vidhana Soudha,
BENGALURU – 560001

CONVENOR



HEAD OFFICE: ANNEXE, GANDHINAGAR
BENGALURU 560 009

STATE LEVEL BANKERS' COMMITTEE: KARNATAKA
CONVENOR: CANARA BANK
MINUTES OF THE 155th SLBC MEETING and BANKING STATISTICS AS ON 30th
JUNE 2021 and 30th SEPTEMBER 2021 HELD ON 12.11.2021

The 155th SLBC meeting of the state of Karnataka was held on 12.11.2021 at 3.00 PM at conference hall, # 334, Vidhana Soudha, Bengaluru under the Chairmanship of Sri. P Ravi kumar, Chief Secretary, GoK and attended by Smt. Vandita Sharma, ACS & DC, GoK, Sri. Brij Mohan Sharma, Executive Director, Canara Bank, Sri R Gurumurthy, Regional Director, Reserve Bank of India, Sri Niraj Kumar Verma, Chief General Manager, NABARD, Sri. B Chandrasekhara Rao, Convenor-SLBC Karnataka besides Principal Secretaries, Secretaries, Commissioners & Directors from Govt. departments / corporations and senior executives from RBI, NABARD and all member banks.

Sri. B Chandrasekhara Rao, Convenor, SLBC Karnataka, in his opening remarks welcomed Shri. P. Ravi kumar, Chief Secretary, GoK and Smt. Vandita Sharma, ACS & DC, GoK, Sri. Brij Mohan Sharma, Executive Director, Canara Bank. Sri.R Gurumurthy, RD, RBI , Shri Niraj Kumar Verma, CGM, NABARD and welcomed all the dignitaries, members, participants & invitees.

Sri. Brij Mohan Sharma, Executive Director, Canara Bank, in his key note address, once again welcomed all the dignitaries to the meeting on the behalf of SLBC Karnataka and Canara Bank.

He informed that, Government of India had initiated a number of schemes under Athmanirbhar Bharat Abhiyan namely ECLGS 1.0 to ECLGS 4.0, PMSvanidhi first and second tranche, PM Formalisation of Micro Food Processing Enterprises (PMFME) with ODOP-One District One Product concept. Agricultural infrastructural Fund scheme which plans to cover 10,000 FPOs, Support for post-harvest storage, AIF, AHIDF, etc. He urged upon the bankers to achieve the target allotted under AIF, PMSVanidhi etc which will contribute in a big way in enhancing farmers income and meeting the needs of the most vulnerable sections of the society.

He informed that, in order to ensure maximum coverage of farmers engaged in Animal Husbandry and Fisheries activities under KCC, it has now been decided to launch nationwide AHDF KCC campaign, special saturation drive in the form of weekly "District-level Camp" for a period of 3 months w.e.f 8th November 2021 and he requested all Banks to participate in big way and achieve saturation.

He shared with the house that, Karnataka state ranks 4th under Mudra sanctions and disbursement and 5th position in case of PMSvanidhi scheme. He requested for a better performance in implementing 2nd tranche of PMSvanidhi in the state.

He informed that FRUITS team, e-Governance, GoK in coordination with SLBC and NABARD has trained all the state nodal officers and bank master trainers and also informed that majority of the bankers have already on boarded to the FRUITS portal. Revenue department, GoK has issued GO for sub registrar offices for implementation of FRUITS portal and presently GoK has made 9 SROs live for implementation of FRUITS Portal and with effect from 01.11.2021 in all SROs of the state made live for implementation of FRUITS portal.

He told that, Total Priority Sector Advances (PSA) target for FY 2021-22 is 2,92,392 crores and achievement during September quarter 2021 is 93,438 crores (31.96%). Out of total PSA Agriculture Achievement is 51,266 crores (40.69%) and MSE/MSME is 34,447 crores (30.80%).

Performance of Banks in Aspirational Districts namely Raichur & Yadgir identified by DFS under Targeted Financial Inclusion Intervention Programme(TFIIP) of Aspirational District Programme of NITI Aayog needs more focus on enrolling customers under PMJJBY & PMSBY schemes in order to achieve the overall Key Performance Indicators of DFS.

He appreciated all the Stake holders & Bankers operating in the Raichur district in making district as 100% digitally enabled under Savings accounts and Current accounts which was selected under Expanding and Deepening of Digital Payments Ecosystem of RBI.

He informed the house that, as per instruction from DFS -GOI, SLBC has coordinated with all LDMs to conduct credit outreach Programme in Karnataka state. The main intention of this credit outreach Programme is to create awareness/ Promotion on various types of loans available in banks (Agriculture, MSME, Education, Home, Vehicle, Personal Consumer Loan, etc.), popularizing the PM Jan Suraksha Schemes by Creating awareness and enabling Customers for opening of PMJDY accounts and by enrolling under Social Security Schemes like PMSBY, PMJJBY, and APY. He informed that, in Karnataka credit outreach Programme commenced on 13.10.2021 and in 27 districts successfully organized. During outreach Programme total number of account sanctioned is 154608 and amount 5871.98 crores.

He informed the house that, Hon'ble Prime Minister, in his Independence day speech announced initiation of a campaign for enrolment of persons eligible under the three schemes namely Pradhan Mantri Jeevan Bima Yojana (PMJJBY), for life cover, Pradhan Mantri Suraksha Bima Yojana (PMSBY) for personal accident cover and Atal Pension Yojana (APY) for pension. Campaign commenced on 02.10.2021 and for achieving saturation enrollment under each of the PMJSS schemes of the unenrolled accounts by 30.09.2022.

He further stated that at present, in Karnataka, handling of Cyber frauds by Banks is by sending Cyber Incidence Report (CIR) to nodal officers of the banks through email and getting response by other banks are delayed. In order to have seamless flow of CIR, Canara Bank is hosting a website for the use of Police department, RBI and all Banks in the state.

He requested member banks to keep the momentum of overall growth in business, with special emphasis on priority sector advances.

He once again took this opportunity to congratulate Bankers and Govt. Departments for their untiring efforts during testing times of COVID 19 pandemic and requested to take it forward and show glittering performance during the FY 2021-2022.

He once again extended a warm welcome to all the members and invitees, and requested for active participation in deliberations and to make meeting successful and purposeful one.

Shri. R Gurumurthy, Regional Director, Reserve Bank of India, RBI in his address highlighted the important developments during the preceding quarter.

- He informed that all member banks have on-boarded the revamped portal of SLBC for collection of data in standardized format for direct flow of data from CBS of banks. He mentioned that a few banks viz., ICICI bank Ltd. and Karnataka State Apex Co-op Bank Ltd were not submitting data properly as per schedule and advised these banks to take note of the same. He advised banks for timely submission of data only after proper verification of data.
- Banks were instructed to take necessary action towards appointment of Financial Literacy Counsellors (FLC) in districts, where FLCs have become inactive.
- With regard to measures for handling cyber-crimes, the house was informed that Canara Bank would be coming up with an Application Programming Interface (API) for expediting communication between the police authorities and banks so that an appropriate action is initiated during the 'golden hour' of reporting such crimes, while ensuring customer confidentiality. Banks were urged to implement the Cybercrime Incidence Reporting/SOP drafted by SLBC/banks and approved by RBI.
- He congratulated the organisations, which were involved in on-boarding FRUITS portal like NABARD, State government, SLBC, Canara Bank and other banks. He advised all the banks to provide digital certificates for on-boarding the FRUITS portal. As discussed in Steering Committee meeting held on 02.11.2021, he sought clarification from concern department of government on the following:
 - A. Although the banks have been advised to go for Form 3 for creation of charge or creation of mortgage, irrespective of loan amount for all agricultural loans as per Karnataka Agricultural Credit Operations and Miscellaneous Provisions Act, 1974, what would be the validity of Form 3 for the loans extended under hypothecation of standing crops.
 - B. Legality of charge/mortgage, when agricultural land is sold or divided among the family members without repayment of loan amount.
 - C. Validity of first charge, where more than one bank extends agricultural loan

He requested the house/concerned department for sorting of the above issues for full implementation of FRUITS portal.

- While talking of the report of Internal Working Group (IWG) to review Agricultural Credit and importance of streamlining of credit disbursement and integrating technology in the process to improve efficiency, the concerned state government department was requested to update the status of implementation of IWG recommendations.
- The house was informed about the representation of the handloom and handicraft sectors and the stress faced by them during the COVID pandemic period. The banks were advised to support this sector with necessary institutional credit. In this context the banks were also advised to refer to the revised Priority sector Lending guidelines issued by RBI during September 2020, which incentivized flow of credit to micro enterprises including the handloom and handicraft industry. He urged banks to specifically address the credit needs of this sector and also

requested SLBC Karnataka to coordinate and provide the necessary support to member banks.

Sri Niraj Kumar Verma, Chief General Manager, NABARD highlighted the following:

- Farmers Registration and Unified Beneficiary Information System (FRUITS) -Slow Progress in respect of FRUITS-Bank Integration in Karnataka and he requested the member banks to expedite the implementation of FRUITS by Keeping in view the importance accorded by Gol in the said project.
- Bridging the credit linkage gap in SHG financing: He informed that the observation of Parliamentary Committee may please be taken cognizance by all banks and all efforts may be put to channelize credit to SHGs to decrease credit gap.
- Banks are requested to make use of the FIF of NABARD for expansion and deepening of digital payment ecosystem.
- NABARD CGM advised the banks to push more sanctions to eligible customers under AIF and AHIDF.

Subsequently **Sri B Chandrasekhara Rao, Convenor-SLBC Karnataka** has initiated and moderated agenda wise discussion by hearing the issues & suggestions from departments & bankers and directions from the Chair.

AGENDA 1.0: CONFIRMATION OF THE MINUTES OF 154th SLBC MEETING HELD 05.08.2021.

The Minutes of 154th SLBC meeting held on 05.08.2021 circulated to all the member banks and Govt. departments. The minutes of the same was approved.

AGENDA 2.0: FOLLOW-UP ACTION ON THE DECISIONS TAKEN DURING THE PREVIOUS SLBC MEETING

The action taken by the SLBC on various action points evolved during 154th were taken note of by the House, the details of which are as under:

2.1: Standardized system for direct flow of data from CBS of the member banks.

Convenor, SLBC requested all banks to update the data in Revamped Portal after due comparison with the data for previous quarter/year before 10th of first month of next quarter.

Convenor, also requested banks to be ready with all scripts/applications by 15.12.2021 for providing data for December 2021 quarter.

The Chief Secretary-GoK advised all the State controlling office of banks to provide the data as per the time schedule.

(Action: All Banks)

2.2: Integration of FRUITS (Farmer Registration & Unified Beneficiary Information System) with Banks

Convenor informed the house that, trainings have been given to state nodal officers and master trainers of bank and SLBC has already advised all bank to adopt the FRUITS portal across the state from 01.09.2021 and majority of banks have already started on boarding to portal.

(Action: ALL Banks)

2.3: Range of scale of finance for agriculture crops and working capital for allied activities for the Financial Year 2021-22.

Convenor informed the house that, State Level Technical Committee held under the Chairmanship of ACS Agriculture, GoK on 09.04.2021 finalised range of scale of finance for agriculture crops and working capital for allied activities for the financial Year 2021-22. SLBC has communicated SLTC minutes and range of scale of finance for the financial year 2021-22 to all the banks and LDMs.

Convenor also informed that, on 06.08.2021 SLTC revisited the range of scale of finance for 5 crops and revised the range of SOF for only two crops viz., Red Gram and Soybean and minutes of meeting have been communicated to all the banks and LDMs.

2.01a: Challenges and Hurdles faced by SLBC regarding collecting of data through Revamp portal from Banks (Standardized system for direct flow of data from CBS of the member banks):

Convenor, advised all that, the banks have to ensure uploading of data by 10th of first month of succeeding quarter. Correction if any to be completed latest by 14th and portal will be closed at EOD of 15th.

(Action: ALL Banks)

AGENDA-3: Review of financial inclusion initiatives, expansion of banking network and Financial Literacy

3.1: Banking Outlets: Status of opening of banking outlets in unbanked villages, CBS-enabled banking outlets at the unbanked rural centres (URCs):

Convenor informed the house that, out of the 609 villages originally identified by DFS and allocated to various banks, all are presently covered by CBS enabled banking outlets there by making pendency NIL.

3.2: Status of opening of Banking Outlets (Branch/BC) in unbanked villages within a radius of 5 KM from the village:

Convenor informed the house that, as per Jan Dharshak app and FI Plan portal, there is no unbanked village within a 5 km radius from any village in Karnataka and NIL pendency as per DFS NIC report dated. 30.11.2020.

3.3: Status of opening of Brick and Mortar branches in villages having population of 5000 and more:

Convenor informed the house that, out of 210 villages initially identified, concerned banks have opened banking outlets in all allotted villages as per RBI Banking outlet definition contained in RBI Circular. No. BAPD.BC.69/ 22.01.001/2016-17 dated 18th may 2017.

The ACS e-governance informed the house that, as informed by Joint Secretary DBT mission, in Karnataka 284 villages do not have either ATM, IPB, any bank branches and he also told that Home minister advised specifically for physical branches.

The Chief secretary GoK advised e-governance department to send 284 villages list to SLBC, so that SLBC can take appropriate actions.

Convenor SLBC also requested the ACS e-governance to provide 284 village details for taking appropriate and necessary actions.

(Action: e-governance-GoK, Banks & SLBC)

AGENDA 4: Financial inclusion Initiatives

4.1: Functioning of Business Correspondents (Review of Operations of Business Correspondents – hurdles/issues involved):

Convenor informed that, there are 288 inactive BCs as on 30.09.2021 and majority of which are from HDFC.

Convenor, SLBC requested respective Banks to activate all inactive BCs and appoint new BCs where BCs have resigned / not certified by IIBF within the timeline fixed by IBA and initiate measures for making these centres functional.

The Chief Secretary GoK advised HDFC bank and other banks to activate the inactive BCs and HDFC bank promised for activation by December quarter.

(Action: ALL Banks and HDFC Bank)

4.2: Financial literacy initiatives by banks.

SBI, UBI, BOB & BOI were requested to expedite appointment of 35,16,3 &1 FL Counsellors respectively and make these FLCs functional. The SBI representative informed the house that, out of 35, 18 already appointed and reported, but for remaining 17 FLCs applications sought from retired bank officials and promised to complete by 31.12.2021.

UBI informed that, out of 16, 6 activated and for remaining UBI promised to appoint shortly.

(Action: SBI, UBI, BOB & BOI)

SLBC requested all the sponsor banks to oversee the functioning of FLCs and also arrange for prompt and accurate reporting.

(Action: ALL Banks)

4.3: Status of Aadhaar Enrolment Centres in banks in the state:

Convenor informed that, UIDAI, Bangalore has informed that as on 25.10.2021, 952 kits are active with 290157 enrolments/updates in the last 30 days against 968 active kits with 315924 enrolments/updates in the last 30 days as on 30.06.2021.

He also told that, as informed by UIDAI, the Aadhaar enrolment centres of Banks like Karur Vysya Bank, Tamil Nadu Mercantile Bank, Bandhan Bank Ltd, ESAF & Punjab & Sindh Bank, UTIITSL, Ujjivan & Fincare Small Finance Bank Ltd, IndusInd Bank Ltd ,

Central Bank Of India & RBL Bank Ltd, Equitas small finance Bank & Dhanalakshmi Bank are performing less than minimum 8 transactions (enrolments/updates) per day per centre against the revised target communicated by UIDAI w.e.f. 25.10.2021.

Convenor SLBC also requested above Banks to evaluate the reasons and arrange for necessary intervention to improve the enrolments and carryout minimum enrolments/updates to avoid penalty being levied by UIDAI.

(Action: Karur Vysya Bank, Tamil Nadu Mercantile Bank, Bandhan Bank Ltd, ESAF & Punjab & Sindh Bank, UTIITSL, Ujjivan & Fincare Small Finance Bank Ltd, IndusInd Bank Ltd, Central Bank Of India & RBL Bank Ltd, Equitas small finance Bank & Dhanalakshmi Bank).

4.4: State Level Implementation Committee for Targeted Financial Inclusion Intervention Programme (TFIIP):

Convenor informed the house that, by keeping in view of new policy year for PMJJBY & PMSBY, SLBC vide letter no. 176/SLBC/2021/F-TFIIP dt.09.06.2021 had requested Controlling Heads of Member Banks operating in Raichur & Yadgir districts to suitably sensitize their District Coordinators/Bank branches for achieving 100% benchmark set by DFS by September 2021.

All member banks are requested to arrange for review of branch wise performance in the above two aspirational districts and further improve the progress to achieve the target. As the cutoff date is already over, the SLBC Convenor informed the house that, SLBC has requested DFS for extension of time for achieving benchmark.

(Actions: LDMs Raichur & Yadgir Districts and All Banks in Raichur & Yadgir Districts)

AGENDA 4.5: Skill development:

4.5.1 : RUDSETI / RSETIs

4.5.2 : Status of RSETIs / RUDSETIs as on 30.09.2021 reported by sponsor Banks is as under:

Convenor informed the house that 245 training programmes were conducted against the target of 927 as on 30.09.2021.

4.5.3: Functioning and performance of RUDSETI(7) / RSETI(26)s in Karnataka state

Convenor informed house that 245 trainings were conducted and number of trained persons credit linked were 2043 during financial year 2020-21 as on 30.09.2021.

All member banks were requested to arrange for credit linkage to all RUDSET/RSET trained candidates to foster self-employment and also arrange for awareness programmes to migrant labours in each district in coordination with the District Labour Offices for the awareness programmes conducted by RSETIs.

SLBC requested RSETIs to conduct credit awareness programmes in the middle of the training programmes and to share the list of trainees to local banks for facilitating credit linkage.

(Action: State Director of RSETIS/RUDSETIS, Convenor-SLBC Sub-Committee on RSETIS&Dept. of Skill development- GoK)

As advised by SLBC steering committee meeting held on 02.11.2021, SLBC requested NACER and NAR to revamp/update the curriculum regarding functioning/performance of RUDSETIs / RSETIs and reskilling of directors.

(Action: NACER, NAR, State Director of RSETIS/RUDSETIS, Convenor-SLBC Sub-Committee on RSETIS&Dept. of Skill development- GoK)

4.5.4. Amalgamation of 3 RSETIs sponsored by Canara bank in Karnataka.

Convenor informed that after the amalgamation of Syndicate bank with Canara bank w.e.f 01.04.2020, they are having 2 RSETIs in each of the three districts namely Bengaluru rural, Ramanagara, and Udupi District

For operational convince and effective monitoring, Canara bank has obtained permission from its Board of Directors to amalgamate 3 RSETIs in the state of Karnataka as these districts are already having the presence of another RSETs/ RUDSETI sponsored by them.

The details of the same are as under:

Sl No	Name of the District in Karnataka State	RSETI to be continued	RSETI recommended for amalgamation
1	BENGALURU RURAL	RUDSETI, ARASINAKUNTE	RSETI, SONNAHALLIPURA
2	RAMANAGARA	RSETI, HAROHALLY	RSETI, VAJARAHALLY
3	UDUPI	RUDSETI, BRAMHAVAR	RSETI, MANIPAL

The house accepted for amalgamation of RSETI Vajarahally with RUDSETI Harohally, as it has forest department issue in Vajarahally and the house also house accepted amalgamation of RSETI Manipal with RUDSETI, Bramhavar as Manipal and Bramhavar are nearby places in the same District.

The House advised to continue both the RSETI, Sonnahallipura and RUDSETI, Arasinakunte working in Bengaluru Rural district as statuesque and placed for re-examination.

4.6: Issues - Reimbursement of pending BPL claims of training expenditures

Convenor informed the house that, as on 30.09.2021, about Rs.26.45 crore is pending to be released by SRLM to various RSETIs in Karnataka and the pendency is since many years.

(Action: Dept. of Skill development- GoK, SRLM & GoK)

4.7: Progress in increasing digital modes of payment in the State, provision of continuous connectivity with sufficient bandwidth, resolving connectivity issues/ connectivity options (Bharat Net, VSAT, etc.), installation of ATMs and PoS machines and status of implementation of e-receipts and e-payments in the State

4.7.1: Utilizing Bharat Net Brand band infrastructure and enhancing the bouquet of services through Broad band in rural areas

Convenor informed the house that, SLBC through vide letter no 251/SLBC/2021/F-251 dt 12.08.2021 has been requested by department of telecommunication to use wireless broadband connectivity in 468 GPs/ Villages till the Bharath FTTH connection is made available by CSC/BSNL/BBNL services.

Further he requested CSC to make provision of FTTH services in respect of 59 GPs/Villages as advised by Department of Telecommunication.

(Action: BBNL, BSNL & CSC-SPV state SPOC, CSC e-Governance Services India Ltd., Karnataka)

4.8: Performance by Banks under Annual Atal Pension Yojana (APY) Targets during FY 2021-22: (From 01.04.21 to 30.09.21)

Convenor informed the house that, Karnataka has achieved 32% of APY target (Major Banks achieved 31%, PVT Banks-15%, RRB-43%) set by DFS which is administered & monitored by PFRDA during FY 2021-22 from 01.04.2021 to 30.09.2021.

Convenor told that, under "APY CITIZENS'S CHOICE (H1, FY 2021-22)" campaign from 01-08-2021 to 30-09-2021, SLBC Karnataka has qualified for Certificate of Appreciation and among Banks Tamilnad Mercantile Bank has qualified for Award of Excellence.

The 5 Banks (1.Canara Bank, 2.State Bank of India, 3.Karnataka Vikas Grameena Bank 4. Dhanlaxmi Bank Limited, 5. Karnataka Gramin Bank) and 14 LDMs (1.Kalaburagi, 2.Gadag, 3. Bidar, 4. Raichur, 5. Belagavi, 6. Vijayapura, 7. Ballari, 8. Haveri, 9. Koppal, 10. Bagalkote, 11. Yadgir, 12. Mandya, 13. Davangere, 14. ChamaraJanagara are qualified for Certificate of Excellence.

The Chief Secretary-GoK congratulated SLBC Karnataka, TMB, 5 banks and 14 LDMs. The Chief Secretary of GoK, expressed concern about the poor performance of private banks and other PSBs and strictly advised to these banks to concentrate more on enrolling APY.

The Convenor requested all the banks and LDMs to achieve APY target for FY 2021-22 by conducting special camps with the assistance of BCs, SHGs, FLCs, RSETIs / RUDSETIs.

(Actions: All Banks and LDMs)

AGENDA 5: KCC

5.1 KCC Loans – Disbursements & Outstanding:

SLBC-Convenor informed the house that reduction in the total KCC accounts by 2 lakhs as on Sep 2021 compared to March 2021 was mainly on the account of Apex bank.

He also informed that SLBC has been informed by Apex bank on 08.11.2021 it had omitted 4.23 lakh KCC accounts with amount of Rs 2060.69 while uploading the consolidated KCC

of all the DCCBs in the revamped portal. After adding left out KCC of Apex bank outstanding KCC of state will be 46.82 lakh accounts with amount of Rs 53442.35 crores.

Convenor-SLBC requested all the member banks to sanction KCC loans to all the eligible farmers for agriculture and allied activities and to move in the direction to achieve the set target for the year 2021-22.

(Actions: All Banks)

With respect to representations received from LDMs for revision of scale of finance of FY 2021-22 for few crops, SLBC convenor informed that a SLTC meeting was held on 06.08.2021 for revisiting range of scale of finance for 5 crops and the committee revised the range of SOF for only two crops viz., Red Gram and Soybean and minutes of meeting had been communicated to all the banks and LDMs.

(Action: All banks and LDMs)

5.2. KCC saturation for PM Kisan beneficiaries in the state:

SLBC Convenor informed the house that KCC saturation drive had started on 8th Feb 2020 by DFS: GOI to cover all the PM Kisan Samman Nidhi Yojana beneficiaries under KCC facility and as per FIPLAN portal, banks have sanctioned 11.24 lakh KCC loans amounting to Rs. 16,769 crores in state as on 30.09.2021.

Additional Chief Secretary e-Governance informed that if existing KCC details are provided along with hash of Aadhaar, e-Governance would help bankers in getting list of farmers who have not yet availed KCC, based on FRUITS data.

The convenor informed the house that banks have been requested to provide the hash aadhaar of their KCC borrowers almost a month back. So far, no bank has provided the details.

SLBC Convenor requested all member banks to share hash Aadhaar of their KCC borrowers before 23.11.2021 to SLBC to enable the e-Governance Department, GoK to segregate the uncovered PM Kisan beneficiaries from PM Kisan data base of GoK to saturate with KCC.

(Actions: All Banks)

5.3 KCC-Dairy and other animal husbandry activities:

Convenor informed the house that banks had sanctioned 1.95 lakhs farmers amounting Rs. 336 crores as on 30.09.2021.

Convenor SLBC informed the house that DFS: GOI had launched a special saturation drive in the form of weekly "District level Camps" for a period of 3 months w.e.f. 8th November 2021 to ensure maximum coverage of farmers engaged in Animal Husbandry and Fisheries under KCC.

He requested state animal husbandry and fisheries department, GoK to appoint district nodal officers to coordinate with LDMs for conducting weekly camps in the districts as per DFS: GOI SOP. He requested animal husbandry and fisheries department, GoK to direct the nodal officers to source the eligible applications to place it in the district level weekly coordination committee meetings/camps for maximum coverage of animal husbandry and fisheries farmers with the KCC facility.

SLBC requested all State Controlling Heads of banks to advise their branches to dispose off the KCC AH&F applications within 15days from the date receipt during campaign period.

(Actions: All Banks)

5.4. Issuance of KCC-Fisheries:

SLBC Convenor informed the house that banks have sanctioned 4479 KCC – Fisheries loans amounting to Rs. 85.76 crores as at September 2021.

SLBC requested all State Controlling Heads of member banks for expeditious sanctions of KCC fishery loans as per the extant guidelines.

(Actions: All Banks)

5.5. Pradhan Mantri Fasal Bima Yojana (PMFBY) and Restructured Weather Based Crop Insurance Scheme (RWBCIS):

5.5.1. Season wise insurance claims settlement status under PMFBY and RWBCIS

a). Season wise claim settlement status under PMFBY as on 22.10.2021.

SLBC convenor requested Department of Agriculture, GoK to advise ICs settle the pending claims at the earliest.

(Actions: Department of Agriculture, GoK)

b). Season wise claim settlement status under RWBCIS as on 30.09.2021.

SLBC requested Department of Horticulture, GoK to advise ICs settle the pending claims to farmers at the earliest.

(Actions: Department of Horticulture, GoK)

The Convener informed the house that there are no major issues in claim settlement under Pradhan Mantri Fazal Bima Yojan (PMFBY) and Restructured Weather Based Crop Insurance Scheme (RWBCIS). A few cases are not settled due to NEFT failures.

The ACS (e-Gov) informed that now all the payments are being done through Aadhaar based payments. Therefore, now there is no question of NEFT failure. However, he informed that, in spite of clear RBI directions, banks are rejecting payments providing the reason that the credited amount is more than the upper limit fixed for the account. Besides, payments in case of dormant accounts are also getting failed. The RBI representatives informed that in case of DBT, they should not be any upper limit and requested State Government to provide sample cases and assured that they would look into the matter.

(Action: All banks)

5.6: Integration of FRUITS (Farmer Registration & Unified Beneficiary Information System) with Banks

SLBC Convenor informed the house FRUITS team, e-Governance, GoK in coordination with SLBC and NABARD has trained all the state nodal officers and bank master trainers (2 officers from each regional offices of banks) along with their technology management teams. GoK has issued Government order vide letter no. 83/MNMU/2021 on 23.06.2021 on using of FRUITS portal for filing form 3 declaration. Convenor informed that most of the banks have already on-boarded to the FRUITS Portal except few private banks viz., Kotak Mahindra Bank, Tamil Nadu Mercantile Bank, Indusind Bank, Bandhan Bank, Equitas SFB and ESAP bank.

Convenor informed that SLBC has already issued advisory for adoption of FRUITS portal in agriculture lending across banks in Karnataka state from 01.09.2021. Revenue department, GoK has issued GO for sub registrar offices for implementation of FRUITS portal and presently GoK has made 9 SROs live for implementation of FRUITS Portal and with effect from 01.11.2021 in all SROs of the state will be made live for implementation of FRUITS portal.

SLBC requested all the banks:

- A) to train their branches for adoption of FRUITS portal for charge/mortgage creation and release of charge/mortgage for agriculture loans.
- B) to ensure the availability of e-token for officials in all the agriculture oriented branches.
- C) to send public key extract to FRUITS team for uploading from back end.
- D) for installation of necessary software in at least one PC in each branch.
- E) to coordinate between FRUITS team and their branches for effective implementation from back end by banks.

SLBC requested all the member banks to adopt FRUITS portal without any delay. State nodal officers to be in touch with FRUITS team to resolve issues raised by the branches for smooth implementation of FRUITS portal.

The ACS (e-Gov) informed that IGR has already issued circular making all SROs live and no physical Form 3 (Declaration) with respect to Agriculture Loan would be accepted by any SRO from 1st November. It was also informed that Government (Co-Operative Department) has issued order mandating all Co-Operative Financial institutions to use FRUITS for Agriculture lending and also to use FRUITS data for claiming interest subsidy. All the banks were advised to provide DSC certificates to e-Governance within 22nd November 2021.

(Actions: All Banks)

The house advised Kotak Mahindra Bank, Tamil Nadu Mercantile bank, Indusind Bank, Bandhan Bank, Equitas SFB and ESAP bank to get on-board to the FRUITS portal by 22.11.2021.

(Actions: Kotak Mahindra Bank, Tamil Nadu Mercantile bank, Indusind Bank, Bandan Bank, Equitas SFB and ESAP bank)

5.6.1 Clarification on Form 3 declaration irrespective loan amount

Convenor informed that, ACS e –Governance, GoK has written letter to SLBC vide: DO. No. DPAR (e-Gov) 283 ACS 2021 dated 21.10.2021 to advise banks including cooperative banks go in for Form 3 declaration itself for creating charge or for creating mortgage irrespective of loan amount for all agriculture loans as per the Karnataka Agricultural Credit Operation and Miscellaneous Provisions Act (KACOMP) 1974.

ACS e-Governance informed that, as per the provision of Karnataka Agricultural Credit Operation and Miscellaneous Provision Act 1974 there is no upper or lower limit of credit amount for using Form 3. Form 3 includes mortgage and ultimately results in creation of encumbrance and entry of liability in RoR. There is no requirement of separate registration of mortgage at sub registrar offices. However, the bankers are free to ascertain the eligibility of borrower by obtaining legal opinion and also to obtain necessary title deeds for creation of internal mortgage documentation. Once banks decide and lend agricultural loan, form 3 would be sufficient to create encumbrance and for creation of charge in RoR.

ACS e-Governance told all the banks to use Form 3 irrespective of loan amount. It was also informed that irrespective of agricultural loan amount sub registrars would not entertain any request for charge/mortgage creation outside FRUITS-Bank portal.

Reserve Bank of India, Bengaluru has made certain observations with respect to form 3 declaration irrespective of loan amount in agriculture lending and also non requirement of separate mortgage as per the KACOMP act. SLBC Convenor also sought for further deliberations in detail with banks along with their legal teams, RBI and state Govt. line departments to take the final call in this regard.

(Action: e-Gov, GoK, IGR,GoK, SLBC, RBI and All Banks)

AGENDA 6. Crop Loan Waiver Scheme -2018

6.1: Progress in implementation of CLWS-2018 of GoK:

Regarding progress under implementation of CLWS-2018 of GoK, Convenor informed the house that the GoK as a part of CLWS-2018 has released Rs. 7669.68 crores towards crop loan accounts of 9,83,941 farmers of commercial banks and RRBs till 30.10.2021.

6.2: Actions to be taken by Banks on priority for CLWS -2018.

Convenor requested, banks and LDMS to advise their branches/Managers/DGMs to complete pending work {Like Pending Green List accounts for approval, b..FSD incomplete, c..FSD not uploaded , d..pendency in feeding of alternate account-Pendency at Manager level and Pendency at DGM level in case of closed accounts after 31.12.2017}, as per the extant guidelines of GoK.

(Actions: All Banks and LDMS)

6.3: Pressurizing the farmers who are eligible for waiver under CLWS 2018 for repayment

Convenor informed the house that, the Hon'ble Home Minister of Karnataka has brought to the notice of the Hon'ble Chief Minister regarding banks pressurizing the farmers who are eligible for waiver under CLWS 2018 for repayment.

The Finance Department, GoK vide ref no FD-CAM/12/2020 dated 30.10.2021 addressed to SLBC, advised SLBC to request banks to convince the farmers who have already received the incentive / waiver under the CLWS to renew their crop loans and to take proactive steps to renew their crop loans in a mission mode.

Convenor SLBC requested banks and LDMS to advise their branches to

- Convince the farmers who have already received the incentive / waiver under the CLWS to renew their crop loans.
- To take proactive steps to renew their crop loans in a mission mode.
- To provide fresh/new agricultural loans/crop loans to CLWS beneficiaries as per the extant guidelines.
- To settle the portion of the liability of the NPA loans which is to be waived by the banks as per the CLWS guidelines.

The Chief Secretary-GoK advised banks to not to pressurize the farmers who are eligible for waiver under CLWS and also advised to provide fresh or renew the loan as per the guidelines/eligibility.

(Actions: All Banks and LDMS)

AGENDA 7: Fisheries Loan Waiver Scheme (FLWS):

Convenor informed the house that, as per the information provided by fisheries department, FLWS amount of Rs. 46.43 crores released towards 17064 fisheries loan accounts. As informed by fishery Department provision has been made in the software

for entering the alternate bank account numbers and changed IFSC code, the banks were requested to enter the same in FLWS portal.

(Action: All Banks)

AGENDA 8.0: RBI agenda

8.1. Financial Literacy

8.1.a. Scaling up of Centre for Financial Literacy (CFL) Project

RBI informed that, in the first phase, 114 blocks of Karnataka (out of 1050 blocks of our country) have been identified to operationalize the scaled up CFL project through two NGOs (DHAN foundation and MOTHER Ron) in collaboration with three sponsor banks namely State Bank of India, Canara Bank and Bank of Baroda by December 1, 2021. After signing of Memorandum of Understanding by the sponsor banks and NGOs, the operationalization of the project in certain blocks have not taken off at the desired pace. The sponsor banks are urged to accelerate the operationalization process in coordination with the NGOs at the earliest.

(Action: Stakeholders - Canara Bank, SBI and Bank of Baroda)

8.1.b. National Strategy for Financial Education (NSFE)

RBI informed the house that, among the vision set forth in the NSFE document, all financial service providers are required to **display financial literacy messages in a prominent location in their website**. Karnataka based banks were advised during the preceding meetings, to come up with their plan / strategy to take forward the vision. In this context, RBI also informed that, National Centre for Financial Education (NCFE) has recently come out with e-learning courses on basic financial education covering topics from Banking, Securities Markets, Insurance and Pension products.

Members banks are urged to popularize the same for attaining the broader objective of financial literacy leading to financial inclusion.

(Action: All Banks)

8.1.c. Appointment of Financial Literacy Counsellors (FLC)

RBI RD told that, out of the 177 FLCs operating in the State, only 125 FLCs are presently active as on date. He reiterated the need of taking up early appointment of FLCs by the respective banks concerned, but the progress in this regard is not on the expected lines.

Banks were once again advised to appoint FL counsellors where the posts have fallen vacant.

(Action: All FLCs Sponsored Banks)

8.1.d. Conduct of Financial Literacy (FL) Camps by Rural Branches of Banks

RBI informed the house that, in terms of extant instructions, rural branches of banks are required to conduct one Financial literacy camp per month (on the third Friday of each month after branch hours). It has been observed that many rural bank branches are not conducting such camps or not aware of such requirements.

RBI informed that, in view of the easing of pandemic related restrictions, member banks are encouraged to ensure compliance with the above requirements.

(Action: All Banks)

8.2. Financial Inclusion

8.2a. Expansion and deepening of Digital Payment Ecosystem in the Aspirational districts

RBI RD informed the house that, out of the two aspirational districts in the State, viz. Raichur and Yadgir, Raichur was taken up for 100% digitization coverage during the first phase which was completed during August 2021. As decided in last SLBC meeting, two other districts viz., Yadgir and Haveri have been identified for deepening the digital payment ecosystem during the year.

RBI RD advised, SLBC, Karnataka and the Convenor, Sub-Committee on Expansion and Deepening of the Digitalization (SBI) are urged to coordinate with banks operating in the region for achieving the objective at the earliest.

RBI also advised SBI and BOB to provide nodal officers of banks for implementation of Expansion and deepening of Digital Payment Ecosystem in Yadgir and Haveri districts.

(Action: SLBC, Karnataka and the Convenor, Sub-Committee on Expansion and Deepening of the Digitalization (SBI))

The detailed discussion part provided in proceeding agenda no 26.1B.

(Action: Convenor SBI- Expansion and deepening of Digital Payment Ecosystem, State Controlling Head of Bank-SBI, BoB, LDM Yadgir, LDM Haveri, All banks State Controlling Heads- functioning in the district and SLBC)

8.2b. Milestones under National Strategy for Financial Inclusion (NSFI)

8.2.b.(i) Access to Livelihood and Skill Development

RBI informed that, the new entrants to the financial system, if eligible and willing to undergo any livelihood or skill development programme may be given the relevant information about the ongoing Govt. livelihood programmes by RUDESETIs/RSETIs/NRLM/NULM. RBI RD is expressed dissatisfaction after perusal of the data under "Access to livelihood and Skill Development" and it is observed that the progress in onboarding the beneficiaries through bank/ credit linkage is not up to the desired level.

RBI advised SLBC to coordinate with the Sub-committee on Financial Inclusion and draw up specific time bound targets for achieving higher enrollments and credit linkage to achieve the targets set forth in the Vision Documents.

(Action: SLBC, Karnataka and the Convenor, Sub-Committee on FI (UBI))

(ii) PRAGATHI meeting – Review of Social Security Schemes – PMJJBY and PMSBY

Another milestone under NSFI is to get enrolled every willing and eligible adult (enrolled under PMJDY) under an insurance scheme (PMJJBY, PMSBY etc.), pension scheme (NPS, APY etc.).

RBI RD informed that, on a review of the progress made under the above scheme it is observed that the enrollment under the Atal Pension Yojana (APY), Pradhan Mantri

Jeevan Jyoti Bhima yojana (PMJJBY) and Pradhan Mantri Suraksha Bhima Yojana (PMSBY) insurance schemes is very poor.

RBI RD advised all the stakeholders to take necessary measures to achieve the vision set forth in the NSFI documents.

(Action: All Banks)

8.3. Lead Bank Scheme

8.3.a. Standardized system for flow of data from CBS of banks

It is understood that all member banks have on boarded on the revamped data portal of SLBC which facilitates standardized data flow and management system under the Lead Bank Scheme (LBS).

RBI RD informed the house that, as per the extant guidelines, all the member banks must upload and verify the quarterly data in the revamp portal within 15 days from the date of closure of the respective quarters. However, the banks have been found wanting in uploading / verifying the data in time thereby delaying the review process of Lead Bank Scheme.

RBI RD advised, the banks to ensure timely uploading of data in the revamped portal. After verifying the integrity of data.

(Action: All Banks)

8.3.b. Integration of FRUITS (Farmer Registrations & Unified Beneficiary Information System) in Banks.

Dept. of Financial Services (DFS), GoI, in their letter F.No.19/11/2021-RRB dated July 19, 2021, addressed to banks and NABARD had advised to adopt the FRUITS portal by banks in the State. Accordingly, bank Nodal Officers have been instructed to co-ordinate with FRUITS team and Regional Offices of banks for onboarding on to the portal with respect to agriculture lending. Banks are advised to complete the process of onboarding to the portal by end November 2021, and ensure that the digital certificates are invariably sent by their controlling/Head offices to all the identified bank branches in the State within the timeline.

Further, in the 154th SLBC meeting, the e-Governance department, GoK was requested to enable two more functions under the FRUITS portal viz., (a) Release of charge/ mortgage from the Record of Rights (RoR) and (b) option to generate encumbrance certificate after creation of charge/ mortgage.

(Action: All Banks and e-Governance department, GoK)

8.3.c. Progress in Registration under Trade Receivable Discounting System (TReDS):

The House was informed during the previous SLBC meeting, that presently, out of the 27 state government undertakings and 73 Boards/ Corporations functioning in the state, only two undertakings were registered under TReDs platform.

RBI informed that, the State government had also committed to ensure onboarding of all the other undertakings at the earliest and a letter was also addressed by the State Government to concerned departments to ensure compliance in the matter.

Finance Department, GoK requested to apprise on the progress in the matter.

(Action: Finance Department, GoK)

8.3.d. Annual Credit Plan (ACP) achievements during last 5 years - An analysis

RBI informed that, on analyzing the ACP data of last five years, it has been observed that there is a need for more equitable allocation of targets across the districts. It is observed that some districts are given prominence while allocating targets.

The number of bank branches in the districts and the Potential Linked Plan (PLP) of NABARD needs to be carefully factored in while allocating the targets for the districts. The same may be considered while preparing annual credit plan next year.

(Action: LDMs, DDMs-NABARD SLBC & RO-NABARD)

8.4. Discussion on Market intelligence issues-RBI

House was appraised about the Market Intelligence (MI) information of certain entities functioning under the jurisdiction of the RBI, Regional Office VIZ. 1. JAA Lifestyle, 2. Money Cash -Digital Lending Application, 3. M/s Maitri Suvarnasiddhi Pvt Ltd, 4. Yelo Bank and 5. e-Oracle formerly known as ESPN GLOBAL.

a. JAA Lifestyle

An entity by the name JAA Lifestyle collected money from the public by offering higher interest rates under Multi-Level Marketing scheme. Innocent people were lured to become members of the company in an attractive pyramid scheme wherein Rs. 1109/- was collected from each member as personal verification fees and cheated crores of rupees. The bank account of the entity has been frozen. The complaint was forwarded to AIGP, Crime, Bengaluru through Sachet portal. In response, Police authorities vide letter dated July 02, 2021 has informed that a case was registered against the captioned entity under BUDS Act, 2019.

(Action: AIGP Crime, GoK, Bengaluru)

b. Money Cash -Digital Lending Application

The entity was providing short-term loans to customers through an online platform and collecting higher interest rates. The app was promoted by M/s. Money Cash Limited which was reportedly having an office in Bangalore and appears to be an Unincorporated Body (UIB). The address mentioned in the app was fake and the entity could not be traced. Information has been forwarded to AIGP Crime, Bengaluru for information and necessary action.

(Action: AIGP Crime, GoK, Bengaluru)

c. M/s Maitri Suvarnasiddhi Pvt Ltd

A complaint was received wherein the complainant has alleged that he had invested in a gold scheme at M/s Maitri Suvarnasiddhi Pvt Ltd, Dhule office, Maharashtra, wherein the investor should pay a yearly instalment of Rs. 10,500/- for a term of 6 years which is redeemable at the end of term for Gold product worth Rs.93,100/-. The entity provided bonds for the money collected and the now said entity has closed its office. As per MCA portal, M/s Maitri Suvarnasiddhi Pvt Ltd is registered at RoC, Bengaluru. Therefore, the Finance Department, Government of Karnataka has been requested to take up the matter with ROC, Bengaluru vide RBI letter dated September 09, 2021.

(Action: Finance Department, Government of Karnataka, Bengaluru)

d. Yelo Bank

The entity is using the term "bank" in its name without obtaining registration from Reserve Bank of India. It publicises offering new way of experiencing banking for Bharat's Workforce' which includes premium Zero balance account, unlimited Free ATM withdrawals, quick and simple Money transfer and interest free overdraft. The entity founded by Bangalore based company Fin Health Pvt Ltd claims on their website that ICICI Bank and Federal Bank as its "Banking Partners".

(Action: ICICI Bank and Federal Bank)

e. e-Oracle formerly known as ESPN GLOBAL

The entity e-Oracle, formerly known as ESPN, is running a Money Circulation/Multi-Level Marketing (MLM)/ Chain Marketing/ Pyramid / Binary Structure Schemes. The entity claims to be a multinational company based out of Poland and Malaysia, as per <https://help.e-oracle.com>. It appears that the entity doing business under Ponzi scheme is one of the fastest MLM in India with many investors having invested huge of money in their scheme. Earlier, RBI had received a complaint against the above entity which is operating through online platform and the same has been forwarded to AIGP Crime, Bengaluru for information and necessary action.

(Action: AIGP Crime, GoK, Bengaluru)

Members (Banks, LDMs & Line Departments) were requested to create awareness among the public to avoid possible frauds and financial loss and report the suspicious activities in Sachet portal.

AGENDA 9: NABARD AGENDA

Agenda 9.1. Farmers Registration and Unified Beneficiary Information System (FRUITS) – Slow Progress in respect of FRUITS-Bank Integration in Karnataka

FRUITS is a unified database on Farmers, developed by Government of Karnataka. DPAR, e-Governance in association with NIC has developed an exclusive FRUITS-Bank integration portal enabling bankers to link KAVERI application of Registration Department for creation of encumbrance and mortgage and seed the charge in land records.

NABARD CGM informed that, the project is being piloted in Karnataka. It was observed that against 10062 bank branches in Karnataka only 8496 branches have gone Live and 3641 branches have sent their Digital Certificate for on-boarding the portal.

Keeping in view the importance accorded by GoI in the said project, banks were requested to expedite the implementation.

NABARD CGM also informed that, under FRUITS platform, digitally signed Form 3 (the declaration form prescribed under the Karnataka Agricultural Credit Operations And Miscellaneous Provisions act, 1974, for creation of charge) to be uploaded in FRUITS portal by the banks, which in turn is linked to KAVERI and BHOO MI portal where charge is created in RoR. Banks may please note and refrain from sending the farmers to SRO for physical registration/charge creation.

(Action: All Banks)

Agenda 9.2. Support to Government of Karnataka under RIDF

CGM informed the house that, NABARD has been supporting GoK for creating rural infrastructure in Agri and allied sector, rural connectivity and other sectors of rural development which has considerable effect on rural economy.

Impact of RIDF

RIDF assistance has helped in creating more than 43887 KM of road length and 53187 KM of bridge length brought more than 4.20 lakh Ha of land under irrigation besides creation of education and social infrastructure in rural areas.

The list of irrigation projects completed during H1, FY 2021-22 is indicated for which gives scope for enhancing credit to crop production and allied activities.

CGM informed the house that, with a view to optimize the benefits accrued from the implementation of these projects, banks may consider extending crop loan and other investment credit to farmers operating in the command area of these projects.

(Action: All Banks)

Agenda 9.3. Bridging the credit linkage gap in SHG financing

House was appraised by NABARD that the Parliamentary Committee on Rural Development during a study visit to Mumbai on 21 August 2021 has observed that the credit gap at All-India level in SHG financing has been widening. Further, there has been a declining trend of per SHG loan as well.

NABARD informed the house about the position in Karnataka is as under:

1. The credit gap in SHG financing in Karnataka has sharply increased from 23.84% as on 31 March 2020 to 44.79% as on 31 March 2021, is a cause of concern.
2. The credit gap by RRBs and Cooperative Banks stands at 52.65% and 71.30%, which are higher than the national average of 43.48% and 64.68% respectively.
3. The year wise average amount of loan disbursed per SHG has also marginally decreased from 2.21 lakh per SHG in 2019-20 to 2.16 lakh per SHG in 2020-21.

As per the observation of Parliamentary Committee may please be taken cognizance by all banks and all efforts may be taken to channelize credit to SHGs so as to decrease credit gap.

(Action: All Banks)

Agenda 9.4. Financial Inclusion Fund

1. Grant support is available for various schemes under Financial Inclusion Fund (FIF) from NABARD to SCBs/ RRBs/ RCBs/ SFBs and PBs. The target allocated during the current year for sanction and disbursement are Rs. 8,595 crores and Rs. 7,655 crores respectively for the State of Karnataka.

2. The various schemes supported under FIF for which Banks can claim grant support are as under:

- (i) Conduct of Financial and Digital Literacy Campos by rural branches of Banks.
- (ii) Reimbursement of Examination fee of BC/ BF
- (iii) Deployment of micro ATM
- (iv) Demonstration Van for Banking Technology (for RCBs/ RRBs)
- (v) Deployment of PoS/mPoS terminals in Tier 3 to Tier 6 centres
- (vi) VSAT deployment in sub-service area (SSA) of the Bank for new branches opened and for kiosk/fixed CSP
- (vii) Mobile signal booster deployment in SSA of Bank for new branches opened and for kiosk/fixed CSP
- (viii) Installation of solar power unit/ UPS deployment in SSA of Bank for new branches opened and for kiosk / fixed CSP

- (ix) Positive Pay System (for RCBs)
- (x) Implementation of BBPS/ Green PIN (for RRBs/ RCBs)
- (xi) Reimbursement for Handheld projector

3. The grant support available is 90% of the eligible expenditure incurred by the implementing Bank for Special Focus Districts and 60% for other districts for SCBs/ SFBs/ PBs, 80% for RRBs and 90% for RCBs subject to scheme-wise ceiling as per our Circular No.105 dated 23.04.2019.

(Action: SCBs & All SCBs, SLBC Sub-Committee on FI-UBI and LDMs)

4. Saturation Drive for Jan Suraksha Schemes/ PMSBY and PMJJBY – revision in terms and conditions w.e.f. 16.10.2021- DFS, GoI letter dated 12.10.2021 sent to SLBC convenor with a request to sensitize LDMs to ensure that the message on the subject is spread to enable wider participation under the two schemes.

Convenor requested the Banks state coordinators, LDMs to participate actively by providing necessary advice to bank branches on Saturation Drive for Jan Suraksha Schemes/ PMSBY and PMJJBY.

(Action: All Banks, LDMs and SLBC Sub-Committee on FI-UBI)

Agenda 9.5. Assignment of Targets and Status of implementation of PM KUSUM Yojana in the state.

SLBC/Banks are requested to provide the details on the targets allocated and achievement under PM KUSUM Yojana in the state of Karnataka.

Convenor requested state controlling heads of banks to provide the target allocated by their bank for Karnataka State and also progress on PM KUSUM to SLBC.

(Action: All Banks)

Agenda 9.6: Streamlining the reporting mechanism of Ground Level credit flow at state level and district level.

It has been observed that the GLC being reported at state level differs from that of district level data. A suitable mechanism may be evolved to avoid the discrepancy in GLC reporting.

(Action: All Banks and LDMs)

Agenda 9.7: Agriculture Infrastructure Fund

The house was appraised by the NABARD that, SLBC has allocated physical & financial targets to banks for the years 2021-22 and 2022-23. Banks, in turn, may allocate branch wise targets depending on the potential.

Banks need to drive awareness about the scheme - include AIF as a key Agri scheme in all local marketing campaigns, bank melas, etc. Banks can also generate AIF projects through their business correspondents.

(Action: All Banks & LDMs)

Agenda 9.8: Special Refinance Schemes of NABARD

NABARD requested Banks to avail benefit of the following Special Refinance Scheme announced by NABARD to increase credit flow under Priority Sector Lending:

Special Refinance Scheme for promoting Micro Food Processing Enterprises:
NABARD will provide **concessional refinance @4%** to all eligible FIs i.e. CBs, SFBs, RRBs and DCCBs to encourage banks to lend micro food processing activities and create sustainable livelihood and employment opportunities for rural youth. **Ultimate lending rate will be 6 months MCLR+1% or EBLR+2.5%** whichever is less. Loans sanctioned to Micro food enterprises from **Rs.1 lakh to Rs.25 lakh** will be eligible for concessional refinance. Banks may converge this scheme with PM-FME and seek refinance from NABARD.

(Action: All Banks & LDMs)

Agenda 9.9: KCC Animal Husbandry and Fisheries:

NABARD requested the Banks to process KCC Animal Husbandry and Fisheries applications pending on PMFBY portal.

(Action: All Banks & LDMs)

AGENDA 10. Banking statistics as on 30th June 2021 and 30th September 2021.

10.1: Business figures under various parameters:

Convenor presented the Banking Statistics on Deposits, Advances, CD Ratio, total PSA, Advances to MSE/ Agriculture/ Weaker Section in the State of Karnataka as on June 2021 and September 2021.

There is a Y-o-Y growth of 12.64% in Deposits and 6.28% in Advances. CD ratio of the state as on 30.09.2021 is 67.86. The CD ratio as on June 2021 is 65.76.

The level of PSA in the State has increased from Rs. 295609 crores as on Sept 2020 to Rs. 313601 crores as on Sept 2021 showing an absolute growth of Rs. 17992 crores and percentage growth of 6.09% on Y-O-Y basis. The outstanding level under PSA as on June 2021 is 3,13,595 Crores.

Agricultural advances have increased from Rs. 142278 crores as on Sept 2020 to Rs. 155983 Crores as on September 21, showing an increase of Rs. 13705 crores (9.63 %) on Y-O-Y basis. The outstanding level under Agricultural advances as on June 2021 is 1,48,448 Crores.

The outstanding level under MSME have increased by Rs. 5267 Crores from Rs. 100522 Crores as on Sept 2020 to Rs. 105789 Crores as on Sept 2021 i.e. growth of 5.24 % on Y-o-Y basis. The outstanding level under MSME as on June 2021 is 109676 Crores.

The Convenor requested member banks, LDMs to give more focus on priority sector lending, further improve the disbursements under PSA and ensure reporting as per revised classification of PSL and MSME.

(Action: All Banks& LDMs)

10.2: Branch Network

Convenor informed the house that, the number of bank branches has increased from 11546 as on 30.09.2021 to 11590 as on 30.09.2021, thus showing an increase of 44 branches on Y-o-Y basis. The number of branches as on March 2021 is 11655.

10.2.1 Rural bank branch closing issue:

Convenor informed the house that, as per RBI's notification no. RBI/2016-17/306 DBR No.BAPD.BC.69/22.01.001/2016-17 dt.18.05.2017, Banks having general permission may shift, merge or close all Banking Outlets except rural outlets and sole semi urban outlets at their discretion. However Banks should seek the approval from DCC/DLRC for closure/merger/shifting of any rural Banking Outlet as well as a sole semi urban Banking Outlet.

The House of 155th SLBC meeting has reviewed the decision of DCC/DLRC for merger of rural branches by Central Bank of India and Canara Bank and shifting of Federal Bank branch in the respective districts and accorded approval for merger/shift of below mentioned rural branches only by respective banks.

Respective banks should take all required measures and steps to ensure continued services to the customers.

Sl No	District name	Bank name	Branch Name	Parameter	Distance between branches	Remarks
1	Bangalore urban	Central Bank of India	IIHR Hesarraghatta	To merge with Hesaraghatta Main Branch	3.0 KMs to CBI. But SBI br inside the campus.	As SBI has opened their branch in the campus and tractions of the IIHR have been shifted to SBI which is inside the campus. And IIHR issued notice to CBI to vacate the premises.
2	Bangalore urban	Federal Bank	Thirupalya	To be shift to Golahalli	1.5 KMs	Existing branch is in first floor with narrow staircase physically challenged and senior citizen customers are facing difficulty in accessing branch. *Network connectivity issue *ATM could not be installed in the premises.
3	Bangalore Rural	Canara Bank	T Begur	To merge with Canara Bank II(e syndicate) Sri Siddartha Medical	0.2 KMs	Existing branch and Canara bank-II (e syndicate) Sri Siddartha

				College, T Begur branch		Medical College T Begur branch, these two branches located in with a distance of less then 200 meters. In T Begur already Karnataka Bank and BOI are working.
--	--	--	--	-------------------------	--	---

(Action: Concern Banks & LDMs)

10.3: Representations of the peoples' representatives referred by the RBI and Chief Secretary for opening of branches:

Shri. D K Suresh, Hon'ble Member of Parliament, Lok Sabha has requested to open a nationalized bank branch in Yerehalli village of Ramanagara Taluk, Ramanagara District which is a part of his Parliamentary constituency.

Convenor informed the house that, the SLBC advised the LDM Ramanagara to conduct a survey and submit the report regarding opening of the branch. According to the LDM all the banking needs of this particular village is being met by the UBI Kutagal which is 3 Kms away from the Village and necessities of a new branch is not felt and the same is forwarded to DFS.

10.3: ATM Network

Convenor informed the house that, total number of ATMs is 17430 as on 30.09.2020 and 17166 as on 30.09.2021.

AGENDA 11: REVIEW OF CREDIT DISBURSEMENT BY BANKS:

11.1. Achievement under ACP of the state, Priority Sector Lending

Convenor presented a comparative analysis of disbursement up to the quarter ending June 2021 and September 2021 of FY 2021-22.

- The banks have disbursed Rs. 29401 Crore under Short Term agri loans registering 40.88 % achievement to the Annual target as on 30.09.2021. As on 30.06.2021, 10118 crores disbursed Short Term agri loans.
- The banks have disbursed Rs. 21865 Crore as on September 2021 under Agricultural Term loans registering 40.44 % achievement to the Annual target. As on 30.06.2021, 9277 crores disbursed Agricultural Term loans.
- Total agriculture registering 40.69 % achievement to the annual target as on 30.09.2021.

- The banks have disbursed Rs. 34447 Crore under MSME registering 30.80 % achievement to the Annual target as on 30.09.2021. As on 30.06.2021, 20517 crores disbursed under MSME.
- The banks have disbursed Rs. 3545 Crore under priority Housing registering only 11.75 % achievement to the Annual target as on 30.09.2021. As on 30.06.2021 900 crores disbursed under priority Housing.

Convenor requested member banks to improve lending under priority sector credit with focus on KCC, KCC Dairy, MSME, priority housing, education loans and other priority sector for the FY 2021-22.

The Chief Secretary advised banks to focus more on improving priority sector lending and improving CD ratio of the State.

The ACS & DC advised SBI and all the other banks to give more focus on sanctioning of loans under AHP, PMAY schemes.

(Action: All Banks & LDMs)

AGENDA 12: Status of rollout of Direct Benefit Transfer in the State – Aadhaar seeding and Authentication:

12.1: Progress under Aadhaar/Mobile seeding of operative CASA a/cs:

Convenor informed that, percentage of Aadhaar seeding is 86.46 and percentage of mobile seeding is 85.65 as on 25.08.2021.

Convenor requested, all member banks & LDMs to sensitize the branches and to arrange for further improving Aadhaar and mobile seeding to facilitate more and more Aadhaar based online DBT credits and popularize digital banking particularly in two aspirational districts of Raichur and Yadgir and also in Haveri district as it is selected for digitalization.

(Action: All Banks & LDMs)

12.2: Progress under Aadhaar and Mobile seeding in PMJDY a/cs:

Convenor informed that, % of Aadhaar seeding is 80.45% as on 30.09.2021 in PMJDY a/cs.

Convenor requested, all member banks to encourage customers of new PMJDY and existing PMJDY accounts for Aadhaar and mobile seeding.

(Action: All Banks)

12.3: Progress under Online DBT Credits through AEPS in different schemes:

12.3.1: MGNREGA:

Convenor informed the house that as per the information provided by the department there are 83,66,459 MGNREGA workers' accounts in the state of which, 39,80,326 accounts have been enabled into Aadhaar Based Payment which works out to 47.57 % as on 15.09.2021.

He requested GoK to extend necessary support in organising camps in the districts where achievement is less than 50% under Aadhaar based payment to MGNREGA workers' viz. Chitradurga, Davanagere, Bengaluru Rural, Dakshina Kananda, Chikkaballapura,

Mysore, Kodagu, Chamarajanagara, Udupi, Kolar, Raichur, Belagavi, Koppal, Bagalkot, Vijayapura, Bidar, Bengaluru Urban, Kalaburagi and Yadgir..

SLBC requested Member Banks to improve Aadhaar seeding and mapping with special emphasis on Yadgir and Raichur districts.

Convenor requested the Dept. to share the Bank-wise list of pending beneficiary details for taking up with the respective Banks.

(Action: All member Banks, LDMS and RDPR)

12.4: Progress under Social Security Schemes:

Convenor informed the House that, the performance of banks in all the three Social Security Schemes are (PMSBY 108.98 % growth, PMJJBY 45.20 % growth & APY 18.57 % growth) as on September 2021.

SLBC requested all the banks to give focused attention to extend the benefit of all these social security schemes to all eligible customers in their area of operation on a campaign mode.

He requested all the banks to create awareness through FLCs, BCs and facilitate achievement of INSURED and PENSIONED INDIA goal.

(Action: All member Banks and LDMS)

12.5: Providing add-on services through Toll Free Desk for addressing Public Grievances Redressal of Flagship programs like PMJDY, PMJJBY, PMSBY, APY, MUDRA and PMFBY:

Convenor informed the house that, the Toll Free number 1800 4259 7777 continues to be functional through vendor M/s Conneqt Business Solutions Ltd., Hyderabad and the total no. of calls received at the Helpdesk from July 2019 to September 2021 is 18202.

All member Banks and LDMS are requested to popularize this Toll Free Number among their customers.

(Action: All banks and LDMS)

AGENDA 13: Government sponsored schemes

13.1 Performance under Govt Sponsored Schemes for the FY 2021-22:

Convenor informed the house that, Performance under PMEGP & NRLM is satisfactory as compared to other Government Sponsored scheme.

Convenor told that, SLBC Karnataka has received target for the FY 2021-22 from KVIC, Bengaluru, DAY NULM, Karnataka state women and child development corporation Ltd, Dr. Babu Jagajeevan Ram Leather Industries Development Corporations Ltd, Adhijambhava Development Corporation Ltd and Sapayi Karmachari development corporations, Dr.B.R Ameddkar Development Corporation Ltd, Karnataka state Maharshi Valmikee development corporation Ltd and same are communicated to all Lead district managers of Karnataka state.

Line departments of State Government like Karnataka Thaanda Development Corporation Ltd., Bhovi development Corporation Ltd., and Vishwakarma Development Corporation Ltd, have not submitted progress and target for the financial year 2021-22.

Chief Secretary, GoK directed all Govt. sponsoring agencies to communicate the targets for the FY 2021-22 to banks immediately, instead of sending the target at the fag-end of the year to enable the banks to sanction in time.

(Action: Concerned Department-GoK, Banks and LDMs)

13.2 PMAY-U (Housing for All 2022) – CLSS:

13.2.1: CLSS

Convener, SLBC informed to house that as on 18.10.2021, 87554 applicants have received subsidy amount of Rs. 1807.41 Cr under PMAY (U)_CLSS.

SLBC requested the member banks to consider maximum possible number of loans under the PMAY_CLSS scheme and also arrange to check each housing loan proposal for its eligibility under PMAY scheme preferably by automating the process.

(Action: ALL Banks & LDMs)

13.2.2: Affordable Housing in Partnership (AHP)

Convenor informed the house that, under Affordable Housing in Partnership vertical of Pradhan Mantri Awas Yojana (Urban) in convergence with State housing schemes, different implementing agencies have been constructing houses in the urban regions for eligible house-less poor.

Under these projects, unit cost ranges from Rs. 4.50 lakh to Rs. 10.60 lakh (excluding land /infrastructure cost). GoI & GoK will provide Rs. 2.70 lakh to General & Rs. 3.50 lakh to SC/ST beneficiaries. Beneficiaries share amounts to Rs. 1.00 lakh to Rs. 7.90 lakh. It is proposed to collect 10000/- of borrower's share from his saving and balance amount from bank loan

Under these projects, beneficiaries share amounts to Rs.9083.08crore. As per SLSMC direction, this amount will be collected as follows:

- 10000/- of contribution will be collected from beneficiaries (saving): Rs.3418.79 crore (Appx.)
- Balance amount will be mobilized through bank loan. Rs.5664.29 crore (Appx.)

Convenor informed that, regular meetings are being conducted at various level (ACS & Development Commissioner, Secretary, DoH, MD, RGHCL in coordination with SLBC etc., to review the progress and sort out the bottlenecks.

Various review meetings were conducted by ACS & DC with LDMs and Member banks and state line departments in coordination with SLBC for effective implementation of PMAY-AHP scheme.

Convener told that, SLBC and SBI have suggested for few modifications in PMAY-AHP circular which was issued by GoK and informed that SLBC yet to receive updated/modified circular on PMAY-AHP from GoK.

ACS & DC, GoK has expressed her displeasure about performance of banks under PMAY_AHP and also opined that state Bank India has not given any interest on PMAY_AHP loan sanctions and as of now SBI has not issued any circular on PMAY_AHP and also not created any product code, simply delaying by giving simple reasons since from beginning.

ACS&DC, requested all banks including SBI to sanction all pending application under PMAY_AHP.

Convener SLBC also requested member banks to expedite processing and sanctioning of applications received by branches as per SOP without further delay.

(Action: RGHCL, KSDB, Housing Dept. GoK, All Banks & LDMs)

13.3 CREDIT FLOW TO MINORITY COMMUNITIES

13.3.1: Progress under finance to Minority Communities in the state

Convener informed the house that there is outstanding of Rs. 39023 Crores to minority communities as on 30.09.2021.

SLBC requested all Banks to achieve mandatory requirements under PSA lending to weaker sections in their ACP targets during FY 2021-22 by sanctioning maximum loans to minority community in Karnataka state.

SLBC also requested, Minority Development Corporation of all districts to sponsor applications from all eligible minorities and take up the issues, if any with SLBC through Lead District Managers.

(Action: ALL Banks, LDMs & Minority Development Corporation-GoK)

13.3.2: Progress under finance to Minority Communities in the identified districts of state

Convener informed the house that, the flow of credit to minority communities in all the three minority community concentrated districts are 70696.12 lakhs in Bidar District, 124000 lakhs in Kalburgi District, and 606783 lakhs in Dakshina Kannada District.

SLBC requested Lead District Manager of Bidar (SBI) and Kalburgi (SBI) districts and Dakshina Kannada District (Canara Bank) to advise branches for more Credit flow to Minority Communities during the FY 2021-22.

(Action: LDMs Bidar and Kalburgi and Dakshina Kannada District)

13.4: Grant of Education Loans:

Convenor informed the house that, during the sanctioning review period (01.04.2021 to 30.09.2021) of the FY 2021-22, various banks in the state of Karnataka have disbursed Education loans to the tune of Rs.1363.48 Crores to 85135 accounts under both priority and non-priority segments. The performance of banks in lending under Education loans-PS is less due to COVID 2nd wave as the colleges were not started in the initial period of financial year.

SLBC requested the member banks to sanction more number of education loans to all eligible and deserving students and reach the set targets for FY 2021-22.

(Action: All Banks)

13.4.1: Disposal of Educational loans under RGLS:

The Bank of Baroda informed that, the RGELS (Rajiv Gandhi Education Loan Subsidy) portal has been created by their Bank's IT Team (for lodging/submitted/consolidating subsidy claims under RGLS) and testing of the same is in progress. The Education Loan sanction cell of Bank of Baroda is coordinating with Department of Collegiate Education for finalizing the input and output files into the portal and BoB has assured that the same is promised to be ready for operation by 10th of November, 2021.

Convenor requested Bank of Baroda to expedite the matter at the earliest in coordination with Department of Collegiate education-GoK and also requested to send status to SLBC.

(Action: Bank of Baroda and Department of Collegiate Education, Bengaluru)

13.5: Progress under SHG-Bank linkage/ Joint Liability Groups:

13.5.1.A: SELF HELP GROUPS:

Convenor informed the house that, Credit Linkage up to September 2021 FY 2021-22 of Rs. 2823.56 crores.

The house expressed that the Average finance per group is very less and requested member banks to examine properly while disbursing/processing the credit to SHGs.

(Action: All Banks)

13.5.2 : JOINT LIABILITY GROUPS:

Convenor informed the house that, total outstanding as on 30.09.2021 is Rs. 8598.59 crores and also requested member banks to give focus on SHG/JLGs and achieve allocated targets.

(Action: LDM & All Banks)

13.6: Progress in Stand Up India scheme as on 30.09.2021

Convenor informed the house that, as on September 2021 banks have sanctioned an amount of Rs.101.49 crores.

The Chief Secretary expressed concern about poor performance of sanction under Stand Up India scheme and advised banks to concentrate more on sanctioning of loans under Stand Up India scheme to SC, ST & Women beneficiaries.

Convenor requested all the member Banks to implement the scheme in a big way in the State by taking advantage of the publicity and marketing done during credit outreach programme in the state.

(Action: All Banks & LDMS)

13.7: Progress in Sanctions under MUDRA scheme:

Convenor informed the house that, Member banks have sanctioned 1562221 MUDRA loan accounts amounting to Rs.8253.10 Cr from 01.04.2021 to 30.09.2021. Karnataka state has secured 4th position with respect to MUDRA loan sanctions and disbursements in the country. Convenor requested all the Banks to implement the scheme in a big way in the State in FY 2021-22 also.

(Action: All Banks)

AGENDA 14: CD ratio, review of districts with CD ratio below 60% and working of special sub-committees of DCC (SCC)

14.1: Districts with CD Ratio of less than 60% as on September 2021:

Convenor informed the house that, Uttara Kannada district has shown improvement in CD Ratio, but the CD Ratio of Udupi district has reduced in comparison to June 2021 quarter due to high increase in deposits

DCs and LDMS are requested to continue necessary corrective measures in this regard and continuously monitor the same in their special subcommittee and DCC meetings. It is informed by the LDMS of these districts that District Level Sub-committee is formed to review Bank wise CD ratio.

All member Banks and LDMS in the district were advised to reach the CD Ratio target of 60% for every quarter.

(Action: Uttara Kannada, Udupi LDMS & DCs and All Banks)

AGENDA 15: Position of NPAs in respect of schematic lending, certificate cases and recovery of NPAs

15.1: Non-Performing assets position as on 30.09.2021:

AGENDA: 15: Position of NPAs in respect of schematic lending, certificate cases and recovery of NPAs

Convenor has informed the house that total non-Performing assets position as on 30.09.2021 is 56,337 crores.

ACS & DC again pointed about non-receipt of data from banks and advised banks to provide the list of NPA accounts under different sectors, so that state government can extend help regarding recovery of NPA loans.

(Action: ALL Banks)

15.2: Recovery of bank dues under PMEGP

Convenor informed the house that NPA % under PMEGP is 25.34% and requested the concerned dept. to extend necessary support to banks for recovery.

(Action: KVIC, KVIB & DIC department and Banks)

15.3: Recovery of bank dues under KPMR & KACOMP Acts:

Convenor requested the departments and the banks to arrange more and more joint recovery drives in association with Revenue Officials to improve recovery in RC filed cases. SLBC also requests LDMs to coordinate the joint recovery drives in a big way.

(Action: Revenue Dept. & All LDMs and Banks)

15.4 Recovery of bank dues under SARFAESI, DRT & LOK ADALATS Acts:

Convenor informed the house that, from 01.04.2021 to 30.09.2021, 41342 Notices sent and amount involved is Rs. 547921 lakhs and recovered Rs.36384 lakhs.

(Action: ALL Banks & GoK)

AGENDA16: REVIEW OF RESTRUCTURING OF LOANS IN NATURAL CALAMITY AFFECTED DISTRICTS IN THE STATE, IF ANY

Revenue Department (Disaster Management), GoK has issued flood notifications with crop loss vide GoK order No. RD 336 TNR 2021: Bengaluru, dated:11.08.2021 & dated: 17.08.2021, meanwhile SLBC communicated the same to all Lead District Managers of Karnataka state and Member Banks

Convenor informed that, SLBC had requested all member banks to extend the relief measures as per RBI master circular vide No.RBI.FIDD CO.FSD.BC No.9/05.10.001/2018-19 dated 17.10.2018 on extension of relief measures in area affected by natural calamity and also requested all member banks to extend the relief measures to all the eligible farmers and also cover left over accounts from earlier restructure process on or before 10.11.2021 and 16.11.2021 respectively.

Member banks have restructured 21896 accounts and amount of Rs.2212.39 Cr from 01.07.2021 to 30.09.2021.

(Action: ALL Banks)

AGENDA 17: Discussions on policy initiatives of the Central/State Government/RBI (Industrial Policy, MSME Policy, Agriculture Policy, Start-Up Policy, etc.), and expected involvement of banks (DISCUSSION ON POLICY INITIATIVES OF GOI, GoK, RBI AND NABARD):

17.1. DIGITAL DOCUMENT EXECUTION (DDE)- National E-Governance Services Limited:

Convenor informed that, Ministry of Finance, Govt of India, Department of Revenue, has advised State Governments to facilitate the implementation of digital e-stamping through

NeSL – SCHIL-IGR (National e-Governance Services Limited (NeSL) -Stock Holding Corporation of India (SHCIL) /Inspector General Revenue (IGR) of State Govts) platform vide notification No.S-33013/04/2019 dated 30.06.2020.

NeSL is an Information Utility (IU) mandated to serve as a repository of legal evidence for financial credit contracts. NeSL has set up a secured Digital Document Execution (DDE) platform that operates on a remote basis which would assist the banking sector by daily pushing out several thousand loan documents to MSMEs or Individuals, without any physical signatures or paperwork between banks and their customers.

Convenor requested bankers to take up the matter with their Head Office / Corporate Office and initiate DDE in their day to day banking and be part of "ease of doing business", as it saves substantial resources and facilitates dematerialization of digital contracts, helps in expediting disbursement of sanctioned loan more particularly in the current pandemic situation.

Sri.HB Vaidya, Executive Business Relations, National e-governance Services Ltd. done the presentation in this regard to house.

(Action: ALL Banks)

17.2: Promotion of Organic Farming - RBI:

The agriculture department informed that, Jaida taluk of Uttara Kannada district is selected as Organic farming taluk for implementation.

Agricultural department, informed the house that Joida taluk of Uttara Kannada district was identified and stake holder meeting will be conducted shortly. ACS & DC advised the Agricultural department to take the lead for promotion of organic farming in Joida taluk.

Convenor requested, agricultural department-Organic cell to provide road map & suitable action plan for transformation of identified area).

Banks were also requested to support for implementation of organic farming in Joida Taluk by extending finance to all eligible farmers expeditiously.

The GoK informed the house that, Gram panchayat level initiation has been started regarding organic farming.

(Action: Agricultural Department, Organic Cell-GoK & All Banks)

18: Doubling of farmers Income by 2022-Developing Benchmarks for monitoring at different Fora:

Convenor told that, RBI vide their letter no. FIDD. CO.LBS. BC No. dated 29 September 2016 had advised all the SLBC Convenor banks and LDMs to include "Doubling of farmers income by 2022" as regular agenda under lead bank scheme in various fora such as SLBC, DCC, DLRC and BLBC.

He told that, SLBC in coordination with member banks and LDMs taken up the KCC saturation for PM Kisan beneficiaries, with Dairy farmers connected with milk unions, dept of fisheries to provide sufficient working capital to these farmers and to enhance the

liquidity position and also help them to take timely agricultural operations to boost their income.

In view of the thrust given the GOI for doubling farmers' income by the year 2022 SLBC requested all the member banks to provide KCC/working capital to farmers, lend under Agri infrastructure fund scheme, PMFME (one district one product scheme) Matsya sampada scheme and animal husbandry infrastructure fund scheme.

SLBC requested all the LDMs to review the progress of Doubling of farmer's income by year 2022 as per bench mark parameters provided by RBI at DCC, DLRC and BLBC meetings.

Convenor informed the banks that, Banks shall capitalize the credit outreach programme which was conducted all over the state during month of October in doubling of farmers income.

(Action: LDMs & All banks)

AGENDA 19: Discussion on improving rural infrastructure/ credit absorption capacity

Convenor informed the house that, the agenda related to Agri infrastructure fund (AIF) scheme and Animal Husbandry Infrastructure Development Fund (AHIDF) under AatmaNirbhar Bharat Abhiyan are provided in agenda no 24.4 and 24.5 respectively.

NABARD CGM advised the banks to push more sanctions to eligible customers under AIF and AHIDF.

(Action: All banks)

AGENDA 20: Digitalization of Land records (Steps taken for improving land record, progress in digitization of land records and seamless loan disbursements)

20.1: Bhoomi Bank Integration System:

20.1a: Issues related to Bhoomi Portal:

The KVGB and other banks are facing some issues while logging in Bhoomi portal and creating charge through Bhoomi portal and house informed that as the FRUITS portal on-boarded and can be create through FRUITS portal.

AGENDA 21: Sharing of success stories and new initiatives at the district level that can be replicated in other districts or across the State

Convenor informed the house about the success story of Sri. Umesh P trained by RSETI Harohalli as shared by State Director of RSETIs.

AGENDA 22 : ISSUES REMAINING UNRESOLVED AT DCC/DLRC MEETING

Convenor advised LDMs to conduct DCC and DLRC meeting regularly for each quarter as per time guidelines and furnish the unresolved agenda to SLBC.

(Action: LDMs & LDM State controlling office of Banks, CanaraBank, SBI, UBI, BoB)

AGENDA 23: SUB COMMITTEE MEETINGS HELD DURING THE REVIEW PERIOD:

Convenor informed house that this time four (1.Agri & Allied activities, 2.Review of functioning of RSETI & RUDSETI, 3.Financial Inclusion and 4.Deepening of Digital Payments) Sub-Committee meeting were conducted by Convenors of SLBC Sub-committees.

Canara Bank informed the house that SHG-Linkage Sub-committee meeting is fixed on 18.11.2021.

The Sub-committee Convenors UBI-MSME, SBI- Recovery & Rehabilitation and Govt. Sponsored Schemes, BoB- Retail Loans, promised to complete the Sub-committee meeting by 31.11.2021.

Convenor requested the SLBC Sub-committee convenors to conduct meeting regularly, without any delay, so that SLBC can place the proceedings of sub-committees in SLBC meeting.

(Action: Convenors of all SLBC Sub-Committees, Canara Bank, SBI, UBI, BOB & State Director for RESETIs, Karnataka)

AGENDA 24: AatmaNirbhar Bharat Abhiyan

24.1: ECLGS for Existing MSME borrowers during COVID-19 situation:

Convenor SLBC informed house that the Scheme would be applicable to all loans sanctioned under GECL during the period from the date of issue of these guidelines by NCGTC to 31.03.2022 or till guarantees for an amount of Rs 4,50,000 crore are issued (taking into account all components of ECLGS), whichever is earlier.

Convenor SLBC also informed to that, in our state, member Banks have sanctioned 209100 accounts amounting to Rs.9595.85 crore. Under ECLGS scheme against total eligible amount of Rs.11082.45 crores as on 30.09.2021 under ECLGS 1.0 but under ECLGS 2.0, 3.0 & 4.0 sanctions are very poor.

Convenor SLBC requested all member banks to sanction all pending applications and disburse all sanctioned loans.

Representative of KASSIA informed to house that after 2nd wave of Covid MSME entrepreneurs are not aware about ECLGS 2.0,3.0 and 4.0. Some of the eligible beneficiaries are not availed any benefit under ECLGS. He also opined that publicity of the ECLGS scheme not up to the mark, hence he requested the house to create publicity among the beneficiaries.

(Actions: All Banks)

24.2: PMSVANidhi scheme:

Convenor SLBC informed the house that SLBC has received a letter from MD, National Livelihood Mission, GoK vide letter 275/DAY-NULM 2021-22 dated: 02.11.2021 and DO wherein they have requested all financial institutions to cover all PM SVANidhi beneficiaries and their families under Prime Minister's Jan Suraksha Schemes (PMJSS) on priority basis in coordination with Urban Local Bodies.

In view of the above, SLBC requested to all member banks to cover all PM SVANidhi beneficiaries and their families under Prime Minister's Jan Suraksha Schemes (PMJSS) on priority basis in coordination with Urban Local Bodies.

Various review meetings were conducted by ACS & DC, GoK with LDMs and Member banks and state line departments in coordination with SLBC and ACS&DC, GoK opined that banks have not sanctioned pending applications

Smt. Manjushree, MD, NULM has opined that performance under 1st Trench and 2nd Trench PMSVNidhi scheme is very poor, she requested all banks to sanction all pending applications and if not eligible, reject the applications with valid reason.

(Action: NULM , GoK and ALL Banks & LDMs)

24.3: New Centrally Sponsored Scheme for "PM - Formalization of Micro food Processing Enterprises (PM FME)"

The MD, KAPPEC, GoK has given presentation on PMFME scheme and informed that, 61 applications have been sanctioned by banks and 211 application pendency at branch level. He further informed that, branches are giving reasons that scrutiny of documents is under process.

The MD, KAPPEC, GoK requested all member banks to sanction PMFME loan to eligible beneficiaries.

ACS & DC, GoK expressed his displeasure over the poor performance under PMFME scheme and requested all member banks to sanction pending application.

Convener requested all member banks to sanction all pending applications, if not eligible, to return the applications with valid reason/s..

(Action: All Banks, LDMs, Special officer of PM FME, Agricultural department-KAPPEC)

24.4: Agri Infrastructure Fund scheme:

SLBC - Convenor informed that as per national portal on Agriculture infrastructure fund, banks have sanctioned 912 AIF loans out of 1195 applications received. He requested GoK to advise line departments and district administrations to mobilize and hand hold the farmers to upload proposals in national AIF portal.

SLBC requested member banks to sanction and disburse AIF loans as and when received on the portal without delay and LDMs to review the status of pendency of AIF applications and resolve them based on the pendency status.

(Actions: All Banks and LDMs)

24.5: Animal Husbandry Infrastructure Fund scheme:

SLBC Convenor requested banks to advise their branches for expeditious sanction of loans under animal husbandry infrastructure fund scheme.

He requested GoK to advise Department of Animal Husbandry and Fisheries, GoK to mobilize and hand hold the entrepreneurs to upload proposals in the Udyami Mitra portal and also in DPR preparation.

(Actions: All Banks and Department of Animal Husbandry and Fisheries, GoK)

AGENDA 25: Other Issues

25.1A: Expansion and deepening of Digital Payment Ecosystem in the Aspirational district – Raichur:

Convenor informed the house that, Raichur LDM has confirmed that all banks operating in Raichur district has achieved the target of 100 % Digitization of savings and Current accounts as on 14.08.2021.

25.1B. Expansion and deepening of Digital Payment Ecosystem

Convenor requested the digital subcommittee and LDMs of Haveri and Yadgir district to conduct the field level survey of merchant/traders/business/utility service providers. Based on the assessment exercise, realistic branch wise targets should be assigned to each member bank. Keeping in view factors such as penetration of banks in the area, number of merchant establishments in the area, availability of digital infrastructure, connectivity issue.

Convenor told that, a special DCC meeting shall be convened at the earliest to discuss the modalities to initiate steps to cover 100% of the eligible accounts under one of the digital banking facility by respective LDMs.

The Convenor advised LDM Yadgir and LDM Haveri to coordinate and take necessary action to achieve 100% digitisation in Yadgir and Haveri Districts.

The Convenor requested all state controlling heads of member banks operating in Yadgir and Haveri District to coordinate with LDM Yadgir, Haveri, SBI, BoB and also advised to take necessary action to achieve 100% digitisation in Yadgir and Haveri Districts. RBI also advised SBI and BOB to provide nodal officers of banks for implementation of Expansion and deepening of Digital Payment Ecosystem in Yadgir and Haveri districts.

SBI representative informed the house that, they have done 100 % digitization in Raichur and promised to do 100% digitalization in Yadgir District and also in Haveri district with the support of Bank of Baroda.

(Action: Convenor SBI- Expansion and deepening of Digital Payment Ecosystem, State Controlling Head-BoB, SBI, LDM Yadgir, LDM Haveri, All banks State controlling Heads- functioning in the district and SLBC)

25.2. Cybercrime reporting and response:

Convenor informed the house that, the SOP finalized by RBI has already provided to all Banks by SLBC vide letter no.013/SLBC/2020/Cybercrime dt.15.01.2021 for adoption of SOP and its implementation on or before 31.01.2021 by inviting opinion/suggestion on SOP.

He told that, RBI in coordination with Police department conducted meeting with all state heads of member banks to impress upon importance of implementation of SOP on Cyber Crime immediately without further loss of time.

Convenor appraised the house that, SLBC has received confirmation from only 15 Banks viz., State Bank of India, Bank of Baroda, Karnataka Bank, City Union Bank,

Dhanalakshmi Bank, Federal Bank, Karur Vysya Bank, Indusind Bank, Yes Bank, KVGB, Ujjivan Bank, DCB Bank, HDFC, Suryodaya Small Finance Bank and RBL about adoption of SOP & its implemented by Bank for handling cyber frauds in Karnataka.

SLBC requested remaining banks to comply the directions of RBI in handling cyber frauds in Karnataka state.

(Action: All remaining Banks)

25.3: Performance of Karnataka Farmers resource Centre, Bagalkot (KFRC):The performance of KFRC will be reviewed in KFRC meeting of trustees on quarterly basis.

Convenor, SLBC Karnataka has informed that, 33rd KFRC Board of Trustees meeting was held on 27.09.2021 through video conference under the chairmanship of Managing Trustees and Convener, SLBC Karnataka. He also informed that the architecture for new KFRC building construction has been finalized.

Convenor informed the house that next term is Union Bank of India to appoint executive director for KFRC and requested Union Bank of India to complete the selection and appointment procedure to work as executive director of KFRC from 21.01.2022 as SBI term is completing by 20.01.2022.

(Action: Union Bank of India)

25.4: A.Implementation of Kannada language by Banks.

Convenor informed the house that, SLBC has received several references from the President, Kannada Abhivruddi Pradhikara, GoK regarding better implementation of Kannada in bank branches in Karnataka state.

Hence, all member banks and LDMs are requested to ensure:

- 1) Availability of account opening forms, loan applications, challans etc., in Kannada language at all the branches.
- 2) Use Kannada language in bank ATMs, BNAs, Sign boards, letter heads, bank/branch/offices seal and in RSETIs/RUDSETIs and FLCs.

Convenor informed the house about the letter received from Kannada Abhivruddi Pradhikara for below aspects

1. Providing employment to Kannadigas in commercial Banks.
2. Providing training to candidates at district level.
3. Strict implementation of Kannada in Banking on day to day basis.
4. Group C & D employees should be from Karnataka State.

Convenor requested all the member banks for possibility for examination of above aspects.

He requested all the member banks to sensitize the counter staff to handle customers politely and properly in kannada and requested banks to send one advisory to all their staffs.

The Principle Secretary-GoK, department of agriculture advised all the banks to make availability of forms, (Loan applications, challans, ATMs, BNAs, Sign boards, letter heads, bank/branch/offices seal) in Kannada.

LDMs are requested to ensure the above said aspects in DLRC, DCC and BLBC meetings with district coordinators of banks and bank branch Managers.

Convenor once again requested all member banks to ensure availability of account opening forms, loan applications, challans etc., in Kannada language at all the branches and Use Kannada language in bank ATMs, BNAs, Sign boards, letter heads, bank/branch/offices seal and in RSETIs/RUDSETIs and FLCs and send confirmation letter to SLBC by 15.12.2021 and same will be reviewed and placed before in next SLBC meeting.

(Action: All Banks, LDMs, State Director of RSETIs/RUDSETIs, Sponsor banks of FLCs)

25.4: B. Implementation of Tri-lingual formula in Banks.

Convenor informed the house that, SLBC has received a representation of National Working President, National Human Rights protection & corruption control board vide No. FD 12 CAM 2019 dated: 27.07.2021 from Additional Chief Secretary to Government, Finance Department, Vidhana soudha for implementing tri-lingual formula in Banks.

National working President, National Human Rights protection & corruption control board have requested banks to implement a trilingual format (English, Hindi, Kannada (Regional Language where the branch is located) for all banking communications, such as announcements, display indicators and scheme details. This rule should also be applicable for account opening forms, passbooks, pay-in-slips and other printed materials

Convenor, SLBC requested all member banks to implement tri-lingual formula in Banks.
(Action: All Banks)

25.4. C: Awareness creation for taking IBPS exams/Bank Jobs to Karnataka State degree graduate.

Convenor the house that, the LDMs have to visit all the degree colleges operating in their district along with banking training institute, Regional managers of banks operating the district to create awerence for taking banking IBPS exams/bank jobs by taking one class for final year degree students.

He also told that, LDMs have to complete visits to all the degree colleges by the end of the financial year and quarterly progress report has to be submitted for creating awareness programme.

Quarterly Reporting format by LDMs:

Name of the District:			Quarter end:
S N	Name of Taluk	No of Degree colleges in the Taluk	No of Awareness programme conducted in the Taluk

Convenor told that, LDMs can take the assistance of RESTIs/RUDSETIs/FLCs for creating the awareness.

In house, the state controlling office of banks are requested to advise their Regional managers/Regional officer/Districts coordinators for extending necessary support to LDMs for creating awareness programme to final year degree colleges students for taking banking exams/Bank jobs.

(Action: LDMs, All Banks and RESTIs/RUDSETIs/FLCs)

The Principle Secretary-GoK, department of agriculture advised LDMs to visit employment cell/bureau present in the colleges/universities and create awareness.

(Action: LDMs)

25.5: Agenda: Sub: Sharing of information with investigating agencies

GOK and police department has observed that banks were not extending support to various investigation agencies like Police, CID, Enforcement Directorate etc., for sharing information/data related to their customers/companies like transaction details, KYC etc., when requested by them Further, Finance department, GoK, has also observed that the police and the competent authorities experience huge delay in getting information from banks. This forces the statutory authorities to initiate corrective action against the bank officials also.

In view of the above, GoK has emphasized the need to sensitize the banks. In this regard we have been advised by RBI in this regard (Provided RBI vide letter no FIDD (BG). No. S-205/02.01.020/2021-22 dated 08.09.2021 in given as an annexure 25D (pageno.444 to 445)and SLBC has written letter to banks vide no 275/SLBC/0070/2021/cybercrime dated 09.09.2021 (annexure 25E, page no.446) to sensitize State/District controlling office/Coordinators of Banks, the bank branches of all Banks regarding following aspects.

- a) The necessity to furnish the information requested by the investigating agencies and competent authorities under KPIDFE Act, in time;
- b) Stipulate timelines for supplying information by banks to the investigating agencies and other competent authorities; and
- c) To create a regular monitoring mechanism in banks to ensure timely supply of the requisite information by banks to the authorities concerned.

Convenor requested banks, to sensitize all controlling office/bank branches regarding above aspects for necessary action.

(Action: all Banks)

Convenor told that, the Cyber training & research division CID, Bengaluru conducted meeting regarding speedy disposal of cases under KPIDFE & BUDS Act and realization of the assets on 14.09.2021 with major Banks and other members/invitees.

25.6: Special Agenda on Saturation drive on Jan Suraksha Schemes:

Based on the speech made by Hon'ble Prime Minister, on the day of independence of 2021."a campaign is being initiated for enrolment of persons eligible under the three schemes namely Jan Suraksha Schemes (JSS) viz. Pradhan Mantri Jeevan Bima Yojana (PMJJBY), for life cover, Pradhan Mantri Suraksha Bima Yojana (PMSBY) for personal accident cover and Atal Pension Yojana (APY) for pension.

Convenor informed the house that, the campaign commenced from 02.10.2021 and for achieving saturation enrollment under each of the PMJSS schemes of the unenrolled accounts by 30.09.2022.

Convenor further informed that, saturation of eligible persons under the three PMJSS schemes that include both digital campaigns and periodic physical camps/drives, the first round of which will begin from 02.10.2021 and entire banking system is directed to gear up for the saturation of PMJSS schemes. SLBC request the banks to take initiatives in this regard at the earliest.

The detailed actions needs to addressed by banks as per DFS (DFS letter) with Ref:F.no.21(23)2014-FI (Mission) dt 27.09.2021 of DFS-GOI and Ref: e.f.No. H-12011/2/2015-Ins.II dt 12.10.2021 of DFS-GOI and brief write-up on PMJJBY, PMSBY and APY are provided as annexure 25F (page no,447 to 461)

SLBC requested all the State controlling office of banks and LDMS to participate actively in Saturation drive on Jan Suraksha Schemes, provide necessary advice/instruction to your concern banks branches and play your active roles according to Department of Financial Services, Ministry of Finance, GOI.

(Action: All Banks and LDMS)

Convenor informed the house that, as the electoral data in PDF form and not able to sort the list. Convenor requested GoK to provide all adults who have attained majority (citizen) in the last three years i.e. 2019, 2020 & 2021 (and if available details of public with age between 18 to 70) with the details of name, age/date of birth, Village name, Taluk, District, address and phone number for saturation under PM Jan Suraksha Schemes and convenor requested e-governance department to provide help in this regard.

SLBC requested GOK to allocate one nodal department preferably Rural Development & Panchayath Raj Department to coordinate & share the Citizen information to SLBC to enable banks to saturate all the left out beneficiaries under PM Jan Suraksha Schemes.

(Action: GoK)

Agenda No: 25.7: IBA standing committee on agriculture and allied activities

IBA standing committee meeting on agriculture and allied activities was held on 03.09.2021 under chairmanship of the MD and CEO of Bank of Baroda. The committee while deliberating on issues pertaining to setting up of ARCs for agricultural loans resolved that, ARC may not be workable for agricultural loans as debt waivers by state governments target bank accounts of farmers. It was also resolved to look into the issue of recovery of overdue loans under agriculture at SLBC level.

It was also opined that effectiveness of state recovery act differs from state to state and hence based on the state expertise the issue to be deliberated in state level SLBCs.

Convenor informed the house that, with advise of IBA standing committee, SLBC has put forth certain points for discussion as here below.

25.7.1). Strengthening of Karnataka (KACOMP ACT) 1974:

At present in the state of Karnataka (KACOMP ACT) 1974 THE Karnataka Agricultural Credit Operations And Miscellaneous Provisions Act is applicable for agricultural loans.

But most of the banks in Karnataka is not filing cases under this act as it is not so effective in our state as compared to the neighbouring state of Kerala. In Karnataka there is reservations in accepting the application at office of district registrar of cooperative societies. Once accepted again delay observed in issuing of recovery certificates. Once recovery certificate is issued then in getting execution by district Deputy commissioner office again time lag is observed.

Present position on KACOMP ACT pending cases as on 30.09.2021 are 41951 and for 11590 bank branches out of which 13390 cases are more than 3 years old.

SLBC suggested that - If the lodging of recovery under KACOMP is made through a portal, it will facilitate reaching of the application to the concerned official and will also help monitoring of the pendency status both for banks and government officials.

Further deduction of incentive to revenue officials on actual recovery can also be considered with the consent of all bankers.

(Actions: GoK Concern Department)

25.7.2). Relief Measures in areas affected by natural calamity

Presently State government issuing natural calamity declaration notification, subsequently after time lapse of months' disaster management cell GOK is providing crop loss. But banks are unable to go ahead with restructuring without the percentage of crop loss as per the RBI master circular.

SLBC requested GoK to issue the percentage of crop loss along with natural calamity declaration notification. SLBC also request GoK to provide slab wise crop loss (33% to 50% and 50% and above) to provide proper repayment period as per RBI master guidelines.

(Actions: Agriculture and Disaster Management department-GoK)

25.7.3). Transfer of mortgaged agricultural property- issues

Currently the land transfer transaction (sale/transfer/mortgage etc..) are registered at sub registrar office even though the agriculture land is mortgaged to a bank.

Convenor SLBC requested to issue direction to department of stamps and registration to not to allow land transfer transaction if the seller/transferee availed any kind loan facility from any financial institute without no objection certificated from lender.

(Actions: Department of stamps and registration department-GoK)

The Principle Secretary-GoK, department of agriculture advised to discuss these issue in detail in SLBC Subcommittee on Agriculture and allied activity.

**(Actions: Convenor SLBC Sub-committee on Agriculture and Allied activity-
CanaraBank)**

Agenda No : 25.8: Continuation of 1% interest subvention to crop loan prompt payers of loan upto the sanction limit of one lakh.

Convenor, informed the house that, Government of Karnataka has continued the 1% interest subvention for crop loans upto the sanctioned limit of Rs.1,00,000 for the promptly repaid accounts and same was forwarded by SLBC to all the banks along with GoK letter. Convenor requested the banks and LDMS to advise the branches necessarily in this regard and banks has to claim the subvention as per the guidelines.

(Actions: All Banks & LDMS)

Agenda No. 25.9: 4% interest subsidy to the entrepreneurs of scheduled caste and schedule tribes.

Convenor informed the house that, as announced in the budget of 2021-22 on extension of the existing scheme of 4% interest subsidy to the entrepreneurs of scheduled caste and scheduled tribes to start commercial and business activities like shop[s]/dealership/franchise and hotel industries, to avail the loan up to a maximum of rupees one crore from scheduled commercial banks. Detailed GoK proceedings and Govt. order was forwarded by SLBC to all the banks.

Convenor requested the banks and LDMs to advise the branches necessarily in this regard as per the guidelines.

(Actions: All Banks & LDMs)

Agenda : 25.10: Grievances of coffee growers:

SLBC Convenor informed the house that Chairman coffee board had sent a representation on grievances of coffee growers to Hon'ble Minister of Finance and corporate affair, GOI He has sought special relief package for coffee growers and requested to suitable direction to the concerned authorities to issue clear directions to all the banks regarding SERFAESI action of coffee lands.

- 1) **Restructuring of loans:** coffee growing areas of Karnataka are declared as natural calamity affected region during the year 2018, 2019 and 2020 as per natural calamity declaration by state government. In this regard, eligible coffee growers accounts were restructured and some accounts were not got benefited with restructuring as per the master guidelines as these accounts were in overdue status as the cutoff date.
- 2) **Compounding of interest:** Growers are reporting that banks are levying interest on interest and penal interest on the restructured coffee loans which is against the spirit of master guidelines. In this regard banks may refer RBI master directions RBI/FIDD/2018-19/65 master direction FIDD. CO. FSD. BC No. 10/05.10.001/2018-19 and act accordingly.
- 3) **Fresh loans:** As per the master guidelines once the loans are rescheduled, banks shall grant fresh crop loans to the affected people based on the scale of finance of the crop and the cultivation area as per the extant guidelines. But growers are complaining that banks are denying to grant fresh loans which affect their capital investment and against the spirit of RBI Guidelines. In this regard also banks may refer RBI master directions RBI/FIDD/2018-19/65 master direction FIDD. CO. FSD. BC No. 10/05.10.001/2018-19 and act accordingly.
- 4) **One-time settlement:** Growers are reporting that who had availed one-time settlement (OTS) from banks are deprived of fresh crop loan. In this regard banks can take appropriate decision based on respected banks' guidelines.
- 5) **Clarification on SARFAESI Act:** Coffee Board has requested Finance Ministry to issue suitable directions to concerned authorities to issue clarifications to all the banks that the expression of agriculture land under section 31 (i) of the SARFAESI Act. Coffee board has informed that the matter is before the Hon'ble supreme court. As the matter is before the Hon'ble Supreme Court, SLBC cannot comment on the same.

Convenor informed that, this has been discussed in the special sub-committee meeting on agriculture and allied activities, further it was decided to discuss these issues at district level in special DCC meeting with all stalk holders including coffee growers associations and coffee board representative of the district.

(Actions: LDMs)

Agenda: 25.11 :SVAMITVA Scheme

Convenor informed that, as apprised by Ministry of Panchayati Raj, Hon'ble PM has launched the SVAMITVA Scheme on 24.04.2020 with the objective to enable demarcation of inhabited land in rural areas by using the latest drone survey technology. The scheme aims at bringing financial stability to the citizens in rural areas by enabling them to use their residential property as a financial asset for availing loans and other financial benefits. The DFS letter with vide No. 6/30/2021-FI (C-509718) dated 01.11.2021 and letter of Ministry of Panchayati Raj N-19011/7/2021-Governance dated 27.10.2021 and Note on SVAMITVA Scheme (a. The Brief Steps in the scheme, b. Objective of the Scheme, c. Scheme Achievements and d. Way forward details) are provided in agenda booklet.

The demarcation of abadi areas would be done using drone Surveying technology, with the collaborative efforts of the Ministry of Panchayati Raj, State Panchayathi raj Department, State revenue Department and Survey of India.

Objective of the Scheme:

- I. Creation of accurate land records for rural planning and reduce property related disputes.
- II. To bring financial stability to the citizens in rural India by enabling them to use their property as a financial asset for taking loans and other financial benefits.
- III. Determination of property tax, which would accrue to the GPs directly in States where it is devolved or else, add to the State exchequer.
- IV. Creation of Survey infrastructure and GIS maps that can be leveraged by any department for their use.
- V. To support in preparation of better-quality Gram Panchayat Development Plan (GPDP) by making use of GIS maps.

Convenor SLBC requested concern department-GoK (Like., State Panchayathi raj Department, State revenue Department).

- For SVAMITVA Scheme status on demarcation of inhabited land in rural areas by using the latest drone survey and their status on Property cards/Record of Rights.
- Regarding property Card formats and whether any changes are required therein.
- The property Cards/Title deeds issued by States can be recognized for creating equitable mortgage.

(Actions: State Panchayathi raj Department, State revenue Department)

Convenor SLBC suggested the banks,

- To formulate internal guidelines for issuance of loan against the issued property cards.
- Financing against the property Card may be included as a part of Annual Credit Plan of the Banks and monitored at DCC/SLBC level.

(Actions: All Banks and LDMs)

Agenda: 25.12: Adoption of One Time Settlement Scheme of SBI to other Nationalized Banks.

Convener, SLBC informed the house that, SLBC has received letters from Principal Secretary to GoK, Horticulture and Sericulture department vide letter no. Horti/15/PRS/202, Director, Horticulture, GoK vide letter no.DH/AD/FR/ADH-2/E415549/2020-21 dated: 04.11.2021 and also from Secretary to Government (Fiscal Reforms), FD, GoK vide no. FD-CAM/37/2021 dated 08.11.2021 on behalf of Karnataka Pomegranate Grower Association wherein they have requested for adoption of One Time Settlement Scheme of SBI in other Nationalized Banks

Convenor informed the house that, the formation of One Time Settlement policy is dependent on individual bank's Board based on their financial position and other parameters. SLBC has no role in implementation of banks' OTS policies, however convener requested all other nationalized banks to explore the possibilities of extending benefits in line with the SBI OTS policy. The Principle Secretary-GoK, department of agriculture opined the same.

(Actions: All other Nationalized Banks)

Agenda: 25.13: Online Hypothecation of vehicles for Vehicles Loans by Banks

Convenor informed the house that, the transport department of GoK is coming up with online technology for creation/cancellation of hypothecation on Vehicles.

Scopes are:

- To create / cancel hypothecation of vehicles for Vehicles loans by banks online at bank level.
- May avoid selling of vehicles even though it was hypothecated to banks.

Convenor SLBC requested, transport department-GoK to provide detailed guidelines/SOP to be followed by banks for implementation.

SLBC also requested banks to discuss with their IT teams/controlling offices for implementation.

(Actions: Transport department-GoK and All Banks)

Table Agenda 1 of RBI : Need for Credit to revitalize Handloom and Handicraft industry

Convenor informed that, while in the Covid-19 pandemic has affected the economy as a whole, the handloom and handicraft sectors have faced the brunt of the pandemic. The Bank has received a representation highlighting the stress faced by them during the pandemic and seeking financial support. With the economy showing signs of recovery, this sector needs to be supported with necessary institutional credit for catering to the increasing demand for handloom and handicraft products.

Attention of banks is drawn to the revised Guidelines on Priority Sector Lending issued by RBI during September 2020 which incentivized flow of bank credit to the Micro Enterprises which also includes handloom and handicraft industry along with specified categories under Weaker Sections covering Artisans, village and cottage industries. Member banks are urged to specifically address the credit needs of this sector as also the field level difficulties faced by them, if any.

SLBC, Karnataka is requested to coordinate and provide necessary support to the member banks in this regard.

(Actions: All Banks)

Table Agenda: 2 of Housing Department: Modification of PMAY AHP Circular,

Convener SLBC informed to house that SLBC has received PMAY_AHP circular on Bank linkage under AHP vertical of PMAY (Urban) by housing department, GoK through their Cir vide No. DOH 101 HFA 2021 dated: 01.06.2021 for sanctioning of PMAY AHP loan to eligible beneficiaries by the banks meanwhile SLBC/ SBI bank has made few observations and requested for amendments by Housing department.

Sponsoring agencies have confirmed that only clause No.12 and 32 agreed for modification in PMAY_AHP circular but they have not agreed to modify clause no.7, 33 and 34 and also given suitable justification.

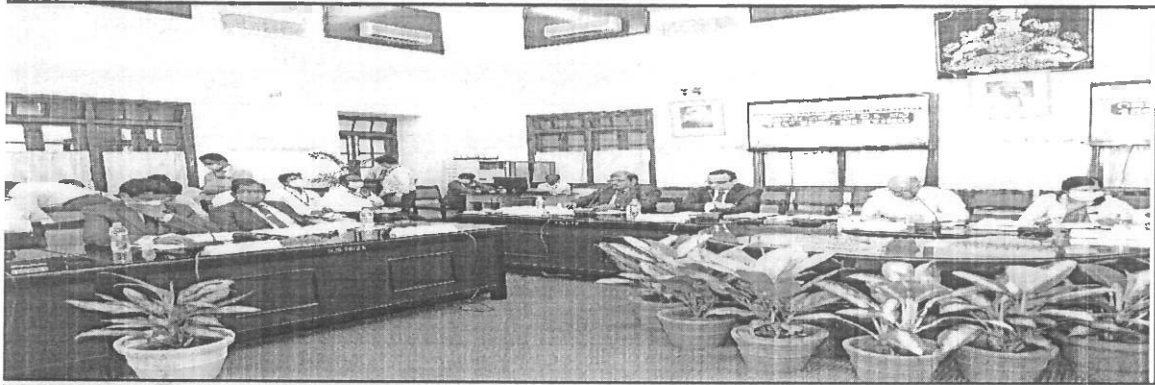
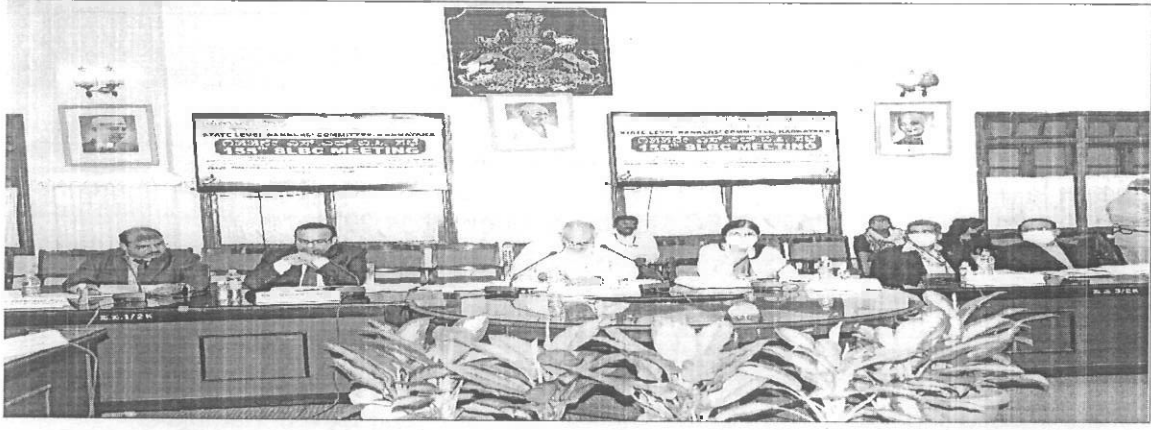
ACS&DC, GoK has expressed displeasure about State Bank of India asking clarification on PMAY_AHP and she will escalate said issues with Finance Minister and Department of financial services, Government of India.

Conclusion

The 155thSLBC meeting concluded by proposing **Vote of thanks** by Shri.A Murali Krishna, Deputy General Manager, Union Bank of India.

(B. Chandrasekhara Rao)

② Convenor, SLBC Karnataka
& General Manager, Canara Bank.



ಕರ್ನಾಟಕ ರಾಜ್ಯ ಮಟ್ಟದ ಬ್ಯಾಂಕರುಗಳ ಸಮಿತಿ
ಕರ್ನಾಟಕ ರಾಜ್ಯ ಸ್ತರೀಯ ಬೆಂಕರ್ಸ್ ಸಮಿತಿ
STATE LEVEL BANKERS' COMMITTEE, KARNATAKA

೧೫೫ನೇ ಎಸ್.ಎಲ್.ಬಿ.ಸಿ. ಸಭೆ 155th SLBC MEETING

ದಿನಾಂಕ: ಪುತ್ರವಾರ, ೧೨ನೇ ನವೆಂಬರ್, ೨೦೨೧
Date: Friday, 12th November, 2021

ಸಮಯ : ಮಧ್ಯಾಹ್ನ ೩.೦೦ ಕ್ಕಾಗಿ
TIME : 3.00 P.M.

ಸ್ಥಳ : ಸಭಾಂಗಣ, ಶಿವರಥಿ ಸಂವಿಧಾನ ಭವನ, ೩ನೇ ಮಹಡಿ, ವಿಧಾನ ಸೌಧ, ಬೆಂಗಳೂರು-೫೬೦ ೦೦೧
VENUE : CONFERENCE HALL, 334, 3rd FLOOR, VIDHANA SOUDHA, BENGALURU-560 001

ಸಂಯೋಜಕರು ಸಂಯೋಜಕ CONVENOR

ಕೆ.ಎಂ.ಬ್ಯಾಂಕ್ ಕೆನರಾ ಬೆಂಕ Canara Bank

Canara Digital System

Photos of the 155th SLBC meeting held on 12.11.2021

**SLBC – KARNATAKA
LIST OF PARTICIPANTS
155th SLBC Meeting held on 12.11.2021**

Sl. No.	Name Shriyuths -	Designation	Organization
1	Sri.P. Ravi Kumar	Chief Secretary	Govt. of Karnataka
2	Mrs.Vandita sharma	Addl. Chief Sec. & Dev. Com.	Govt of Karnataka
3	Mr. Brij Mohan Sharma	Executive Director	Canara Bank
4	Sri. R Gurumurthy	Regional Director	Reserve Bank of India
5	Sri. Niraj Kumar Verma	Chief General Manager	NABARD
6	Sri. B. Chandrasekhara Rao	Convenor-SLBC & GM	Canara Bank
STATE GOVERNMENT DEPARTMENTS			
7	Rajeev Chawla	Addl. Chief Secretary	DPAR: e-Governance
8	Umashankar S R	Principal Secretary	Agriculture Department
9	Manju Prasannan Pillai	Secretary (Fiscal Reforms)	Finance Department
10	Dr.Ravishankar	Secretary	Housing Department
11	Diwakara M S	Additional Director	Agriculture Department
12	Anuradha M N	DDA	Agriculture Department
13	Dr N S Jayaprakash	Deputy Director	AH & VS
14	M Surendra Kumar	Deputy Director	Department of Industry & Commerce
15	Nandini B S	Joint Director	Department of Industry & Commerce
16	K. Dhanraj	Joint Director	Horticulture
17	Shakeel Ahmed	JDH & PD (Fruits)	Horticulture & e-Governance
18	Nagendra Prasad K	Director	Horticulture
19	Divya A R	SADH	Horticulture
20	Sunil Kurtkoti	Advisor	Finance Department
21	H B Vaidya	Executive Business Relations	National e-Governance Services Ltd,
22	Dr. K. Ramachandra Bhat	Director (AH)	KMF
23	Ramacharya	Director	Dept. of Fisheries
24	Indiramma G	General Manager	KSWDC
25	Dr Mohan Rao	State Director	KVIC
26	R Senthil Kumar	Deputy Director	KVIC
27	A C Diwakar	Addl. RCS (Cr)	Department of Co-operation
28	Somashekar	Asst. Director	Revenue Department (Disaster Management)
29	P N Ravindra	IGR	Stamps & Registration-GoK
30	P Shankar	Head Relationship	NESL
31	K Sandeep	Senior Vice President IT	NESL
32	Suresh Sagar	Ex Joint Secretary	KASSIA
33	N Manjushree	MD NLM	SDEL
34	Deepak Sinha	State Project Manager	PMFME
35	M H Banthanal	Managing Director	KAPPEC
36	B Venkatesh	Commissioner	KSDB
37	H L Prabhakara	AIGR	DSR
38	M Chakrapani	CS	KMDCL
39	Dr Tasveem Ahmed Shoceb	Joint Director	Coffee Board
40	Dr V Chandra Shekar	Senior Officer	Coffee Board
41	V N Hegde	CEO	AKMI

42	R V Kulkarni	Ombudsman	AKMI
43	Shivakumar S M	Joint General Manager	HUDCO Ltd.
44	Sujatha C	General Manager	D Devaraj Urs class Dev Comm
45	Kavitha M Warangal	Managing Director	KMVDC
47	Kavitha M S	General Manager	Karnataka Adi Jambava Development Corporation
48	Pawan Kumar Pahwa	ADG	UIDAI
49	B K Hemanth Kumar	General Manager	Dr B R Ambedkar Development Corporation
50	Ashok H Kurani	General Manager	KSFC
51	Anupama N K	General Manager	KSCARD Bank
52	S.Sridhar	Director	DOT Gol

Reserve Bank of India

53	Anand K Pathak	Deputy General Manager	Reserve Bank of India
54	N Nagaraj	Asst. General Manager	Reserve Bank of India

NABARD

55	Sandeep Dharkar	Deputy General Manager	NABARD
56	Jiksy Raphael	Asst. General Manager	NABARD

CONVENOR – Canara BANK

57	P C Damodaran	Deputy General Manager - SLBC	Canara Bank
58	Basavaraju. C	Divisional Manager - SLBC	Canara Bank
59	Nagaraja B	Senior Manager - SLBC	Canara Bank
60	Ravikumara	Senior Manager - SLBC	Canara Bank
60	Rajasha H. P.	Senior Manager - SLBC	Canara Bank
61	M Vidya	Manager- SLBC	Canara Bank
62	Ankur	Officer - SLBC	Canara Bank

PUBLIC SECTOR BANKS

63	Debananda Sahoo	Chief General Manager	Canara Bank
64	Ravi B	Divisional Manager	Canara Bank
65	Anand C	Senior Manager	Canara Bank
66	P Shankar Rao	Deputy General Manager	State Bank of India
67	S V Srinivas	Chief Manager	State Bank of India
68	A Murali Krishna	Deputy General Manager	Bank of Baroda
69	Prasanna Ram R	Assistant General manager	Bank of Baroda
70	Sunil Kumar Yadav	Deputy General Manager	Union Bank of India
71	Nagaraj Deshnur	Chief Manager	Union Bank of India
72	P K Kini	Deputy General Manager	Central Bank of India
73	M. Gururajachar	Chief Manager	Central Bank of India
74	Mukesh K Jha	Deputy General Manager	Bank of India
75	Ravi Shankar Narayan	Deputy General Manager	UCO Bank
76	D S Murthy	Deputy General Manager(ZM)	Indian Bank
77	R V Narasimha Rao	Assistant General manager	Indian Bank
78	Sridhar Behera	Chief Manager	Indian Overseas Bank
79	Shivanna. S	Chief Manager	Punjab & Sind Bank
80	T Raghupathy	Senior Manager	Bank of Maharashtra

PRIVATE BANKS

81	Manjula N	Chief Manager	Karnataka Bank
----	-----------	---------------	----------------

PROCEEDINGS OF THE 155th SLBC MEETING HELD ON 12.11.2021

82	Sushma Shetty	AGM	IDBI Bank
83	N Premanand	MAC Head	HDFC Bank
84	G. B. Nityanand	AVP& CRDM	Axis Bank
85	Rekha Rai	SVP – Cluster Head	Yes Bank
86	Joral Jamen Chuvathi	Chief Manager	South Indian Bank
87	D R Jagadish	Agri Officer	Karur Vysya Bank
88	Sajad Shafi Shah	Executive	J & K Bank
89	Edward Panwraj R	Chief Manager	Tamilnad Merchantile Bank Ltd
90	Manoj Kumar. M	Senior Manager	Federal Bank
91	Suman Guptha	Chief Manager	Kotak Mahindra Bank Ltd
92	Narayana Reddy	Assistant Manager	RBL Bank
93	D Suman Kumar	Chief Manager	LVB now DBS
94	Kiran Joshi	Cluster Head	CSB Bank
95	Raj Kumar	Cluster Head	CSB Bank
96	Prasun Lahs	AVP & BH	Bandhan Bank
97	Sheeji K	Chief Manager	IDFC First Bank
98	Prashanth Shenoy	AVP – II	Equitas SF Bank
99	Sachin K B	Divisional Manager	Ujjivan Bank
100	Vijay K	Regional Head	Indusind Bank
102	Umashankar R	Chief Manager	Dhanlakshmi Bank
103	Karthik R	Executive	ESAF Bank
104	Govindaraj G K	AGM – Circle	Indian Postal Payment Bank
105	T Sumanth	Chief Manager	Airtel Payment Bank
106	Deepak goyal	State Head	Airtel Payment Bank
107	Sudhakar Panchi	AVP	AU Small Finance Bank

CO OPERATIVE BANKS/ OTHER BANKS/INSTITUTIONS

108	C N Devaraj	Managing Director	Apex Bank
-----	-------------	-------------------	-----------

Grameena Bank

109	P Gopi Krishna	Chairman	Karnataka Vikas Grameena Bank
110	M R Manjunath	Assistant General manager	Karnataka Grameena Bank
111			

Lead District Managers

106	Revathi Sudhakar	LDM	Hassan
107	Babu Balaganur	LDM	Raichur
108	B D Yellurkar	LDM	Tumkur
109	M. N. Manjunath	LDM	Ramanagara
110	Deepak M P	LDM	Mandya
111	Gopinadha Sastry P	LDM	Mysore
113	K. Subba Naik	LDM	Bengaluru Urban
114	Basavaraja. O	LDM	Chickaballapur
115	Suresh	LDM	Chikkamangalur
116	K N Siddeswara	LDM	Yadgir
117	Prabhudev N G	LDM	Haveri
118	Praveen M P	LDM	Dakshina Kannada
119	R K Balachandra	LDM	Kodagu
