

# **STATE LEVEL BANKERS' COMMITTEE KARNATAKA**

## **PROCEEDINGS OF THE 157<sup>th</sup> SLBC MEETING HELD ON 30.05.2022**

**CONFERENCE HALL,  
Room NO 313, Vidhana Soudha,  
BENGALURU – 560001**

**(Through VC)**

**CONVENOR**



**HEAD OFFICE: ANNEXE, BENGALURU**

**STATE LEVEL BANKERS' COMMITTEE: KARNATAKA**  
**CONVENOR: CANARA BANK**  
**MINUTES OF THE 157<sup>th</sup> SLBC MEETING and BANKING STATISTICS AS ON 31<sup>st</sup>**  
**MARCH 2022 HELD ON 30.05.2022**

The 157<sup>th</sup> SLBC meeting of the state of Karnataka was held on 30.05.2022 at 2.00 PM at Conference Hall, # 313, Vidhana Soudha, Bengaluru under the Chairmanship of Sri. P Ravi Kumar, Chief Secretary, GoK and attended by Smt. Vandita Sharma, ACS & DC, GoK, Sri. A Muralikrishna, Convenor-SLBC Karnataka, Sri T Ramesh, Chief General Manager NABARD, Sri P N Raghunath, General Manager RBI, Sri. Brij Mohan Sharma, Executive Director, Canara Bank, attended through video conference besides Principal Secretaries, Secretaries, Commissioners & Directors from Govt. departments / corporations and senior executives from RBI, NABARD, SLBC and different banks

**Sri. A. Muralikrishna, Convenor** welcomed Shri P. Ravi Kumar, Chief Secretary, GoK, Smt. Vandita Sharma, ACS & DC, GoK, Sri. P N Raghunath, GM, RBI, Shri T Ramesh, CGM, NABARD, Sri. Brij Mohan Sharma, Executive Director, Canara Bank. and all the dignitaries, members, participants & invitees.

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

He informed that, Government of India has initiated number of schemes under Atmanirbhar Bharat Abhiyan namely ECGLS 1.0 to ECGLS 4.0, PMSVANidhi first and second tranche, PM Formalization of Micro Food Processing Enterprises (PMFME) with ODOP-One District One Product concept, Agricultural Infrastructural Fund scheme and Animal Husbandry Infrastructure Fund scheme, etc.

He urged upon the bankers to achieve the target allotted under AIF, PMSVANidhi, Affordable housing loans under PMAY etc., which would contribute in a big way in enhancing farmers' income and meeting the needs of the most vulnerable sections of the society.

He was happy to inform the house that Karnataka state ranks 2<sup>nd</sup> under PMFME, 5<sup>th</sup> under MUDRA sanctions & disbursements and 6<sup>th</sup> position in case of PMSVANidhi scheme. He requested for better performance in implementing 2<sup>nd</sup> tranche of PMSVANidhi in the state of Karnataka. However, he emphasized that the state is lagging behind in implementation of PMAY/AHL which needs to be taken in right spirit and the targets should be achieved during this FY as it was meant for downtrodden of the society.

He requested member banks to expedite processing and sanctioning of applications received by branches under "Affordable Housing in Partnership" vertical of Pradhan Mantri Awas Yojana (Urban) in convergence with GoK housing schemes as per SOP and modified Guidelines issued by GoK for eligible house-less poor.

ED, Canara Bank mentioned that we would be launching Annual Credit Plan for state for FY 2022-23 with a total Priority Sector outlay of Rs 251681.85 crore. During the deliberations we would be discussing on disbursement of credit with reference to the ACP in Karnataka State under various parameters viz., Agriculture, MSME, Weaker Sections, etc.

He also mentioned that Total Priority Sector Advances (PSA) target for FY 2021-22 was **2,92,392 crores** and achievement during FY 2021-22 was **218856 crores (74.85%)**. Out of total PSA, Agriculture Achievement is **119619 crores (94.94%)** and MSE/MSME was **80418 crores (71.91%)**.

He stated that performance of Banks in Aspirational Districts namely Raichur & Yadgir identified by DFS under **Targeted Financial Inclusion Intervention Programme (TFIIP)** of NITI Aayog needs more focus at enrolling customers under PMJJBY & PMSBY schemes in order to achieve the overall Key Performance Indicators of DFS. He requested all the Bankers to achieve the target well within the dead line. He said that Bankers should not restrict themselves only to these two districts. He appealed the Bank fraternity to make Karnataka as number one state in implementation of social security schemes and to save the lives of people.

Haveri and Yadgir are newly identified districts for expanding and deepening of digital payments Ecosystems of RBI. He requested all the Stake holders & Bankers operating in these two districts to make district as **100%** digitally enabled under Savings accounts and Current accounts at the earliest.

All member banks and LDMs were requested to take suitable action to ensure that the targets fixed for enrolment of identified eligible PMJDY account holders under the Jan Suraksha Schemes (JSS) viz. Pradhan Mantri Jeevan Jyoti Bima Yojana (PMJJBY) for life cover, Pradhan Mantri Suraksha Bima Yojana (PMSBY) for personal accident cover and Atal Pension Yojana (APY) for pension and PMMY beneficiaries are achieved well within the revised timelines.

We are celebrating 75 years of independence "Azadi ka Amrit Mahotsav (AKAM)" which commenced on 12th March 2021 and would continue for a year thereafter, till 15th August 2023. The whole program has been categorized under iconic, non-iconic (anchor and non-anchor) and media campaign / activity.

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

He congratulated Bankers and Govt. Departments for their untiring efforts during testing times and requested to take it forward and show glittering performance during the FY 2022-2023.

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

Subsequently Sri A Muralikrishna, Convenor-SLBC Karnataka initiated and moderated agenda wise discussion by taking suggestions from Departments & Bankers and directions from the Chair.

**AGENDA 1.0: CONFIRMATION OF THE MINUTES OF 156<sup>th</sup> SLBC MEETING HELD 02.03.2022.**

The Minutes of 156<sup>th</sup> SLBC meeting held on 02.03.2022 has been circulated to all the member banks and Govt. departments. The minutes of the same may be 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 156<sup>th</sup> SLBC Meeting were taken note of by the House, the details of which are as furnished below.

**2.01: 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 10<sup>th</sup> of first month of next quarter.

However, despite repeated reminders PNB, Bank of India, Bandhan Bank, DCB Bank and Equitas Bank have delayed in uploading the data.

**(Action: All Member Banks)**

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

Convenor informed the house that majority of banks have on boarded to the FRUITS portal and branches have started filling form 3 and mortgage through FRUITS portal (Detailed discussion part availed in agenda no 20.1).

**(Action: ALL Member Banks)**

**2.01b: Allotting District and Block codes to Vijayanagara District.**

Convenor informed the house that, for Vijayanagar district which was newly formed, the district Codes and Block codes were now available in the LG directory. The district wise data for the Vijayanagar district would be collected from the Banks in the SLBC Revamp Portal from June Quarter 2022.

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

**3.1: 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 were 6 unbanked villages without any Branch or BC within a radius of 5 KM as on that date.

The details of the 6 villages are as follows:

Sl no	Village	Taluk	District	Allotment Bank
1	Bommanahalli	Arsikere	Hassan	KGB
2	Barur	Sagar	Shivamogga	KGB
3	Dasangadde	Sirsi	Uttara Kannada	SBI
4	Malalgaon	Yellapur	Uttara Kannada	SBI
5	Kundal	Supa	Uttara Kannada	SBI
6	Alipur	Homnabad	Bidar	KGB

SLBC requests SBI and Karnataka Grameena Bank to open branch or appoint BC immediately and update the same in Jan Dhan Darshak app and confirm.

The ACS & DC informed that, process of appointment of BCs in those 6 villages should be completed on or before 30.06.2022.

The Secretary FD GoK informed that, State Govt. had received a letter from Smt. Anuradha Prasad, the interstate council secretary regarding Opening of a brick and mortar branches in unbanked villages. They had advised to State Government of Karnataka to seek clarification from SLBC on definition for brick and mortar branches in unbanked village.

(Action: SLBC, SBI and KGB)

### 3.2: 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 18<sup>th</sup> may 2017.

RBI General Manager informed that, RBI had received a request from Public representative of Indalwadi Gram panchayat for opening of Nationalized bank branch along with ATM in Indalwadi village and the same has been communicated to Canara bank for doing needful.

SLBC Convenor informed that, we had advised Canara bank to conduct survey for opening of Bank branch along with ATM in Indalwadi village.

RBI General Manager informed that, RBI has written a letter to DFS regarding clarification on definition of Brick and Mortar branch and also said that as per RBI circular, any banking outlet (IPPB / BC / Bank branch) can be opened for villages having population less than 5000.

## AGENDA 4: Financial inclusion Initiatives

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

Convenor informed that, there were 755 inactive BCs as on 31.03.2022 and of which majority of inactive BCs were from Canara Bank (470) and from Bank of Baroda(116).

Convenor 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 centers functional.

The Additional Chief Secretary GoK advised Canara Bank, Bank of Baroda and other banks to activate the inactive BCs.

Convenor informed the house that Canara bank has more number of inactive BCs due to floating of new RFP. In Canara Bank already 85% of BC appointment is completed and remaining 15% would be completed by end of June month.

The Mission director NRLM informed that, more than 2000 IIBF certified BC sakhis are available in Karnataka state. Wherever vacancies/inactive BCs are there, she requested banks to consider BC Sakhis. At GP level, Gram Panchayat Level Federation (GPLF) of SHG are present, each GPLF consists of 50 members and Banks could consider the GPLF for credit linkage.

The ACS & DC informed that, all Banks have to consider BC Sakhis while appointing new BCs and encouraged credit linkage to SHG members. She advised NRLM Department, GoK to share progress report of BC sakhis to SLBC Karnataka to place it as an agenda in next SLBC Meeting.

**(Action: All member Banks, NRLM, SLBC and LDMs)**

#### **4.2: Financial literacy initiatives by banks.**

Convenor requested SBI, UBI, BOB and BOI to appoint FL counsellors (23,14, 3 & 1 FL Counsellors respectively) immediately and make these FLCs functional.

**(Action: SBI, UBI, BOB & BOI)**

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

**(Action: ALL Banks)**

#### **4.3: Status of Aadhaar Enrolment Centers in banks in the state:**

Convenor informed that, UIDAI, Bangalore had informed that as on 31.03.2022, 889 kits were active with 206607 enrolments/updates in the last 30 days against 969 active kits with 290278 enrolments/updates in the last 30 days as on 31.12.2021.

Convenor informed that, all Banks should improve the enrolments and carryout maximum enrolments/updates. SLBC also requested all Member Banks to give more focus for enrolments/updates in Raichur & Yadgir districts.

**(Action: ALL member Banks)**

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

Convenor informed the house that, all member Banks and LDMs (Raichur and Yadgir district) need to improve in PMJJBY and PMSBY and achieve the allotted target set by DFS by taking special initiative like conducting of camps, by creating awareness and by involving BCs, FLCs, RSETIs in special mode.

ACS & DC advised to address a letter under her signature to DCs of these districts.

ACS & DC advised all Banks to drive the campaign at local level and involve BCs.

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

**AGENDA 4.5: Skill development:**

**4.5.1 : RUDSETI / RSETIs:**

**4.5.2 : Status of RSETIs / RUDSETIs as on 31.03.2022 reported by sponsor Banks is as under:**

Convenor informed the house that training programmes conducted were 739 against the target of 643 as on 31.03.2022.

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

Convenor informed house that 739 trainings were conducted and number of trained persons credit linked were 8344 during financial year 2021-22.

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

Convenor, requested RSETIs to show improvement in conducting more credit awareness programmes.

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

**4.5.4. CB RSETI Ballari- Allotment of 1.11-acre land to The Director, CBRSETI, Ballari on 33 years lease basis:**

Convenor mentioned that as informed by Canara Bank the District administration of Ballari district has allotted the land of 1.11 acres in TS No.1084/2b, near Bandihatti village, Ballari in the name of "The CEO, ZP, Ballari" instead of "The Director, CB RSETI, Ballari" on lease for 33 years.

The allotment of 1.11 acres land to CB RSETI Ballari in the name of The Director, CBRSETI, Ballari on 33 years lease basis has been discussed under the chairmanship of DC, Ballari held on 18.06.2021.

Convenor informed the house that, as per the guidelines of MoRD, the land should be allotted in the name of "The Director, RSETI" whereas the land is allotted in the name of "The CEO, ZP" at Ballari and Canara bank requested the House to resolve the issue.

The Additional Chief Secretary GoK informed that, Canara bank or SLBC should address a letter in this regard to RDPR department for resolution of the issue and advised to take up the matter with ACS Revenue Department GoK.

(Action: Canara bank or SLBC)

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

Convenor informed the house that, as on 31.03.2022, about Rs.23.92 crore is pending to be released by SRLM to various RSETIs in Karnataka and the pendency is continuing for many years.

The Mission Director NRLM informed that BPL claim issue had already been discussed in RSETI sub-committee.

The Additional Chief Secretary GoK advised concerned department to examine the same for Reimbursement of pending claims.

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

#### **AGENDA 5: KCC**

##### **5.1 KCC Loans – Disbursements & Outstanding:**

SLBC-Convenor informed the house that there is a reduction in the total KCC outstanding by 53734.30 crores as on March 2022.

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 targets for the FY 2022-23.

The Commissioner Agriculture Department informed that, "Kisan Bhagidhari Prathmakita hamari" campaign was started to saturate all PM Kisan eligible beneficiaries to cover under KCCs. As per the latest data 45.56 lakh KCC loans had been sanctioned and 3.25 lakhs KCC loans have been converted into term loans. In Karnataka state total 52 lakhs PMKISAN beneficiaries were available out of which 48.81 lakhs KCC loans have been sanctioned and remaining 5 lakhs beneficiaries are yet to be covered. Raichur, Koppal, Udupi, Tumkur and Chitradurga districts are lagging behind in KCC saturation.

CGM NABARD informed that, there is a need to conduct more number of KCC campaigns to saturate all eligible PM KISAN beneficiaries under KCCs.

The ACS & DC Madam informed that, all member banks need to saturate all eligible PM KISAN beneficiaries under KCC.

(Actions: All Member Banks)

##### **5.2. KCC saturation for PM Kisan beneficiaries in the state**

Convenor informed that, SLBC had already shared hash of aadhaar along other details for 40 lakh KCC borrowers out of 43 lakh KCC borrowers. Of which e-Governance department,



GoK has again sought full details of KCC borrowers with respect to 5 lakh KCC borrowers from SBI, BoB, PNB, BOM, IDBI, UCO Bank and DCCB Kolar as these banks have given incomplete information and these banks were requested to provide complete information immediately.

HDFC bank, ICICI Bank, Bank of India, Indian Overseas Bank, Axis Bank, RBL, Kotak Bank and DCB Banks are yet to share hash aadhaar for KCC borrowers and these banks are requested to share the hash of aadhaar details to SLBC, immediately.

**(Actions: HDFC bank, ICICI Bank, Bank of India, Indian Overseas Bank, Axis Bank, RBL, Kotak Bank and DCB Banks)**

### **5.3 KCC-Dairy and other animal husbandry activities:**

Convenor SLBC informed the house that, in order to ensure maximum coverage of farmers engaged in Animal Husbandry and Fisheries under KCC, DFS: GOI had launched a special saturation drive in the form of weekly "District Camps" for a period of 3 months w.e.f. 8<sup>th</sup> November 2021. DFS suspended the campaign from 14.01.2022 to 31.01.2022 in view of the increase in Covid cases, subsequently the campaign has resumed on 18.04.2022 and it will continue up to 31.07.2022.

Convenor SLBC informed the house that Banks have sanctioned 14675 KCC –AH loans against the accepted applications of 40058 during special saturation drive for KCC AH & F from 15.11.2021 to 15.02.2022. Major reason for rejection of loan application was "existing defaulters' applications mobilized by the line departments".

The ACS & DC, GoK urged for more involvement of animal husbandry and fisheries department, GoK to create awareness among public on availability KCC facility for animal husbandry and fishery activities.

The Convenor SLBC requested all State Controlling Heads of Banks for expeditious sanctions/disposal of pending KCC-AH applications.

**(Actions: All Member Banks and animal husbandry and fisheries department)**

### **5.4. Issuance of KCC-Fisheries:**

SLBC Convener informed the house that banks had sanctioned 3239 KCC fishery loans amounting to Rs.31.31 Cr during the FY 2021-22.

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

**(Actions: All Member Banks)**

### **5.5. Pradhan Mantri Fasal BimaYojana (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 04.05.2022:**

SLBC Convenor requested Department of Agriculture, GoK to advise ICs to settle the pending claims of Rs 59.89 crore for the period of Kharif 2018 to Rabi and Summer 2019-2020 and Rs 9.54 crores for the period of Kharif 2020 to Kharif 2021.

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

The Commissioner, Agriculture Department informed the house that, Crop Insurance payment pendency was mainly due to error in Aadhaar updation in accounts and there were more pendency in BSBD and Jan Dhan accounts. There were more number of pendency in BOI, UBI, KGB and Axis Bank.

In ICICI bank there were 2926 accounts Aadhaar wrongly updated in CBS amounting to 3.25 Cr. While seeding Aadhar number in account, Banks need to update correct Aadhaar number and map the same with NPCI.

Union Bank of India officials informed that, they had updated Aadhar number in all BSBD accounts.

**(Actions: Department of Agriculture, Horticulture Department, GoK, ICs and all Member Banks)**

**b). Season wise claim settlement status under RWBCIS as on 30.04.2022.**

SLBC convenor requested Horticulture department to advise concerned Insurance companies to settle pending claim of Rs 8.55 crores for the period Kharif 2017 to Rabi 2018 which were mainly due to NEFT rejections and there were pending claims of Rs 25.39 crores for period of Kharif 2019 and Rabi 2020.

The Additional Chief Secretary advised agriculture department, horticulture department, insurance companies and member banks to give more publicity among public to enroll more.

**(Actions: Department of Horticulture, GoK)**

**5.2. Agenda of Agricultural department GoK.**

**5.5.2 a. Long Pendency in verification of crop insurance proposals by banks:**

Convenor SLBC requested all the banks to complete verification of crops pertaining to PMFBY and RWBCIS immediately, failing which, the proposals will be treated as rejected by the Banks (refund of premium to farmers, State and Government of India has to be done) and any claim arises later, will have to be paid by the concerned Bank.

The Additional Chief Secretary, GoK advised Banks to ensure completion of verification of crops pertaining to PMFBY and WBCIS within the timelines to enable department to initiate claims failing which claim settlement responsibility would be rested on concerned banks.

**(Actions: All Member Banks)**

**5.5.2b. Compliance of conditions regarding exemptions to DBT in Jandhan and BSBD accounts:**

Convenor informed that, 28 claims amounting to Rs.17.10 lakhs have been returned due to non-compliance of RBI guidelines in respect of credits to Jandhan and BSBD accounts. It was requested that these banks should comply with the directions and allow credit in those accounts.

Convener SLBC requested member banks to comply with the directions with respect to crop insurance DBT payments.

The ACS & DC informed that, banks should remove restrictions while making payments to BSBD and Jan Dhan accounts.

**(Actions: All Member Banks)**

**5.5.2c. NPCI Validation failed cases:**

Convenor informed that, in Significant number of cases DBT transactions have bounced bank due to non-seeding Aadhaar numbers, error in Aadhar numbers, inactive aadhar numbers. Hence it is requested to advise all the branches to seed Aadhaar with bank accounts in those cases by 30.06.2022.

Agriculture commissioner informed that, all banks have to ensure that while account opening itself Aadhaar number are seeded to account and the same are mapped with NPCI.

The Additional Chief Secretary advised member banks to take action on this NPCI failed cases immediately.

Convenor requested all banks have to seed Aadhaar number and map with NPCI at the time of account opening itself.

**(Actions: All Member Banks)**

**AGENDA 6. Crop Loan Waiver Scheme -2018 :**

**6.1 : Internal Audit of the CLWS-2018 accounts by the implementing banks**

Convenor informed that, internal Audit booklet along with Annexures/tables/Certificates were finalized in coordination with CLWS Special Cell GoK and Finance Department-(FR) GoK with time schedule. The same would be placed by the CLWS Special cell, GOK, in the portal to enable the member banks to complete the internal audit. All the member banks were requested by SLBC to abide by the guidelines and time schedule. SLBC requests all member banks to complete the process in coordination with CLWS Special Cell GoK.

**AGENDA 7. Fisheries Loan Waiver Scheme:**

**7.1 Status of loan waiver scheme of the Fisheries Department.**

Convenor informed that, Directorate of Fisheries in Karnataka informed that, an amount of Rs. 49.00 crore was released to implement the scheme and Rs. 48.99 crore has been utilized.

**(Action: All Member Banks & Fishery Department)**

## **AGENDA 8.0: RBI agenda**

### **AGENDA 8: RBI agenda (inputs from Reserve Bank of India) :**

#### **I. Financial Inclusion & Financial Literacy :**

##### **a. Appointment of Financial Literacy Counsellors (FLCs) :**

Out of the 177 Financial Literacy Counsellors (FLCs) positions in the State, only 136 FLCs were presently active (As on March 31, 2022). Banks were advised to appoint FLCs in vacant positions so as to ensure effective penetration of Financial Literacy measures.

RBI General Manager informed that, Priority Sector achievement had decreased from 90.99% to 74.85% and MSME came down to 71.91%. All Banks were requested to improve the achievement level.

He requested Finance Department, GoK to timely reimburse the pension payments to the member banks.

He suggested SLBC Karnataka to form a "Sub-Committee on Security issues of Currency Chest and ATM frauds "on quarterly basis. In Karnataka state there were 167 currency chest available and surpassing amount is 62000 crores.

**(Actions: SLBC, Finance Department GoK , all Member Banks and Stakeholders - SBI , UBI, BOI and Bank of Baroda)**

##### **b. Financial Education Programmes from NCFE :**

National Centre for Financial Education (NCFE) (<https://www.ncfe.org.in/>), a section 8 (Not for Profit) organization promoted by RBI and other Financial regulators, had been conducting Financial Education programmes for different target groups such as teachers, school students and college students. Some related programmes include Financial Education Training Programme (FETP) for School Teachers (<https://ncfe.org.in/program/fetp>), Financial Awareness and Consumer Training (FACT) for graduates and post-graduates (<https://www.ncfe.org.in/program/fact>), Money Smart School Program (MSSP) for students of Class VI to X (<https://www.ncfe.org.in/program/mssp>). Further, NCFE had hosted a lot of resources available for download (<https://www.ncfe.org.in/resources/downloads>) for the above mentioned target groups. Education department of Government of Karnataka may advise the schools and colleges under their jurisdiction to spread financial literacy, using these resources.

**(Action: Education department of Government of Karnataka)**

##### **FX- Retail:**

FX-Retail (<https://www.fxretail.co.in>), is an electronic trading platform for foreign exchange, developed by Clearing Corporation of India Limited (CCIL) in 2019, at the behest of RBI. The platform seeks to enhance transparency and fairness in customer foreign exchange transactions especially for the smaller/less sophisticated customers. Banks are advised to create awareness amongst retail forex customers, so as to enhance the usage of the platform.

**(Action: All member banks)**

## 8. II. Lead Bank Scheme:

### a. Meetings under Lead Bank Scheme (LBS):

It is observed that both DCC/DLRC meetings of previous quarters of Ramanagara and Uttara Kannada districts have not been held within the prescribed timelines of 90 days from the end of concerned quarter.

Controlling Heads of Banks concerned (Union Bank of India, Canara Bank) were advised to ensure conduct of the meetings within the stipulated timelines. It was also observed during recent DCC/ DLRC meeting in Uttara Kannada district, that there was no participation of appropriate level authority from state government departments. Consequently, line departments of State Government were advised to ensure participation of appropriate level authority in such meetings.

Convenor requested member Banks to ensure participation of appropriate level authority in such meetings as per extant guidelines and advised LDMs to conduct meetings (BLBC, DCC & DLRC) within stipulated timelines. The banks State Controlling office of LDMs were also requested to advise their respective LDMs to conduct BLBC, DCC & DLRC as per Lead Bank circular within stipulated timelines.

**(Actions: Ramanagara and Uttara Kannada districts and other LDMs & Canara Bank, SBI, BoB, UBI and other member banks)**

### b. Deepening of Digital Payment Ecosystem

Yadgir and Haveri districts have been identified for deepening of digital payment ecosystem in the State. All stakeholders were advised to take remedial measures for achievement of 100% digitization of eligible savings and current/business accounts in both the districts urgently.

**(Action: Yadgir LDM , Haveri LDM and All Member Banks)**

### c.Support from District Administration under SARFAESI Act

It is observed from the proceedings of District Consultative Committee (DCC) and District Level Review Committee (DLRC) meetings, that a few Lead District Managers (LDMs) and banks in some districts of the state are facing certain practical issues in taking physical possession of the property under SARFAESI Act. This hampers the speedy recovery of public dues and management of Non-Performing Assets (NPAs) by banks and Financial Institutions. All stakeholders were advised to take appropriate remedial action.

**(Action: All Member Banks and LDMs)**

### d. Right of Lien by Banks

It was brought to the notice of RBI that banks in some districts of the state were having security concerns owing to the agitations from certain associations / members of public while the banks tried to enforce the right of lien, especially, on closure of jewel loans by the borrowers from whom there were dues from 'Agricultural Advances' and the same had been classified as NPA. In this regard, it was reiterated that as per extant RBI guidelines, lenders were mandated to release all securities on receiving payment of loan or realization of loan subject to any legitimate right of lien for any other claim lenders might have against borrowers. All stakeholders were advised to take appropriate remedial action.

**(Action: All Member Banks)**

**III. Government Schemes:**

**a. DBT Payment Rejection due to issues in NPCI Mapping:**

It has been brought to the notice from Vijayapura District that Direct Benefit Transfer (DBT) payments on account of various Government Schemes were being rejected/failed due to issues in mapping of the bank accounts with National Payment Corporation of India (NPCI) database, even after correcting Aadhaar seeding and incorporation of appropriate product codes in their Core Banking System (CBS) for such transfers. SLBC to conduct a study on the subject and also collate Bank-wise, Account-wise details of such DBT payment rejection cases from banks across the state. The resultant reports may be forwarded to NPCI, so as to facilitate necessary technological changes required in the NPCI server and payment ecosystem.

**(Action: SLBC & All Member Banks)**

**b. Credit Guarantee Fund Scheme for Skill Development (CGFSSD):**

The scheme was launched by Government of India in 2015, with a view to providing loan facility to beneficiaries belonging to economically weaker sections of society, who were willing to pursue skill development courses aligned to National Skill Qualification Framework (NSQF). The scheme guarantees skill loans ranging from Rs.5000 to Rs.150000 extended to an eligible borrower by a Member Lending Institution (MLI) under default. The Fund should provide guarantee cover to the extent of 75% of the amount in default. Banks were advised to enhance lending under the scheme to the eligible beneficiaries.

**(Action: All Member Banks)**

**IV. Currency Management:**

**c. Facility for Exchange of Notes and Coins and Note Refund Rules:**

In spite of explicit instructions regarding facility for members of the public for exchange of notes and coins, they had been receiving complaints from public about non-acceptance of mutilated notes for exchange by branches of banks, causing considerable inconvenience to the public at large. Bankers were advised to undertake necessary actions.

**(Action: All Member Banks)**

**8.V. Market intelligence issues**

House was appraised about the Market Intelligence (MI) information / issues.

**a. Accelshare:**

RBI had received a complaint from Shri Sundeep Singh that the entity had collected Rs. 12,800/- assuring profit and commission but failed to repay. He had shared the online payment receipt of the transaction to the entity. It was observed that the entity is perpetrating online frauds by targeting gullible public in the name of "Sharing Economy" wherein customers are offered profit and commission in investments, money chain scam, bidding for products etc. The entity was operating online at the web address - <https://www.accelshare.com/index/index/index.html>. The complaint has been forwarded to AIGP, Crime, Bengaluru for information and necessary action.

**b. Byju's online Education company :**

RBI has received a letter from the National Commission for Protection of Child Rights (NCPCR) wherein the online education company Byju's is alleged for scamming parents and students in the name of quality education. As per the letter from National Commission for Protection of Child Rights (NCPCR), parents were lured into signing up for free trials, unaware of the fact that they are actually signing up for a loan. The parents were threatened with destroying the career of children and spoiling the CIBIL report. The complaint has been forwarded to AIGP, Crime, Bengaluru for information and necessary action.

**c. Complaints received through SACHET portal of RBI (<https://sachet.rbi.org.in/>) :**

RBI had received complaints against the following online digital lending apps through SACHET portal :- India AI Technology Pvt Ltd, Hedisy loan, Volcano loan, Ok Rupee, Marvel loan, Easy loan, Unit cash, Live cash, Cashgo, PaPa money.

The nature of complaints were as follows:

- 1) Charging exorbitant processing charge/interest rate.
- 2) Disbursement of loan without consent. (Complainant checks for the eligibility by installing the app but has not applied for the loan)
- 3) Harassment by calling the persons in the contact list and verbal abuse.

The complaints have been forwarded to AIGP, Crime, Bengaluru for necessary action.

**AGENDA 9: NABARD AGENDA**

**Agenda 1- Support to Government of Karnataka under RIDF**

NABARD is supporting GoK for creating rural infrastructure covering Agri and allied sector, rural connectivity and social sector including drinking water projects thereby improving the standard of living for the rural population which has a multiplier effect on India's overall economic development.

NABARD Chief General Manager informed that, 'NAP Samrakshan' a new credit Guarantee Scheme has been introduced for FPOs and all banks to extend credit linkage to FPOs by covering under the Credit Guarantee Scheme.

(Action: ALL banks and LDMS )

**Agenda 2: Financing Farmer Producer Organisation.**

There are 700+ FPOs promoted in Karnataka State. To boost the performance of FPOS, banks may draw loan policy for supporting FPOs and extend credit to FPOs. SLBC may fix bank-wise target for financing of FPOs and monitor the same.

NABARD CGM informed that out of 700+ FPOs, 325 FPOs have been promoted by NABARD, FPOs are facing issues while accessing finance from banks/FI. NABARD has come out with separate subsidiaries to finance FPOs. NAP KISAN has financed around 700 FPOs in last financial year and cumulatively 4000 FPOs has been financed. To keep banks confidence to finance to FPOs, NABARD has come out with a scheme of credit guarantee

for FPOs and established a separate credit guarantee called as NAP SAMRAKSHAN and this NAP SAMRAKSHAN giving credit guarantee to FPOs. NABARD requested all banks to finance FPOs.

(Action: All member banks )

### **Agenda 3: KBPH Sprint Campaign:**

During the sprint campaign (Kisan Bhagidari Prathamika Hamari) period, 51000 KCCs were given in-principle sanction. 35,320 applications were sanctioned. Banks may expedite sanctioning of KCC to other PM Kisan beneficiaries.

### **Agenda 4: ACABC/AMI Subsidy Schemes :**

Agri Clinics and Agri Business Centre (ACABC) Scheme and Agriculture Marketing Infrastructure (AMI) scheme have been extended by Government of India upto 30 September 2022. Banks may popularize the schemes and encourage potential beneficiaries to avail benefit of the schemes.

(Action: All member banks)

### **Agenda 5. Agriculture Infrastructure Fund :**

SLBC had 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 - including 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 member banks )

### **Agenda 6. Financial Inclusion Fund:**

1. Grant support was 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 were Rs. 8,595 crore and Rs. 7,655 crore 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.

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.

(Action: All member banks )

#### **Agenda 7. Skill Development Initiatives**

In order to broad-base the perspectives towards skill building initiatives, NABARD has developed various grant support models to address the skill/capacity building requirements in the State. Accordingly, NSDC affiliated Training Institutes, Government Agencies viz., ITIs established and managed by State Governments, State Handloom/Handicraft Corporations, State owned Corporations/State Govt. Undertakings/Panchayat Raj Institutions/DIC/KVTs, etc., RUDSETIs/RSETs, CSR Trust and NGOs/VAs were eligible for need based financial support /in the form of supplementary. The agencies might approach NABARD through NABSKILL portal created for this purpose.

( Action : All member bank, RUDSETIs/RSETs, CSR Trust and NGOs/VAs )

#### **Agenda 8. Application of service/processing charges by Banks on SHG accounts:**

Vide RBI circular RBI / 2022-23 / 02 FIDD.CO.FID.BC.No.1 / 12.01.033 / 2022-23 dated April 01, 2022, para 7 on Service/ Processing charges states "No loan related and ad hoc service charges/inspection charges should be levied on priority sector loans up to ₹25,000. In the case of eligible priority sector loans to SHGs/ JLGs, this limit will be applicable per member and not to the group as a whole". However, some districts have reported that various Banks are levying charges every time when there is a change in the authorizing authority of the SHG member beneficiary accounts. Banks may please restrain from such practices.

(Action: All member banks )

#### **Agenda 9: Organising post- handholding disbursement events under Stand up India Scheme :**

Stand-up India scheme aims at promoting entrepreneurship among women and scheduled castes and tribes, being anchored by Department of Financial Services (DFS), Ministry of Finance, Government of India.

As per the guidelines of Department of Financial Services (DFS), Ministry of Finance, Government of India issued vide letter no 28/01/2016-IF-II dated 09.03.2021, the District Level Credit Committee (DLCC) under the Collector with the LDM as Convener shall periodically review cases of both types of borrowers, meeting at least once each quarter. SIDBI and NABARD officers join the review meetings.

LDMs are requested to extend necessary help to DDMs in conduct of quarterly events with stakeholders/post disbursement handholding events at district level and monitor the performance of the scheme in the district.

( Action: All LDMs )

### **Agenda 10. Bridging the credit linkage gap in SHG financing:**

It is observed that the credit gap at All-India level in SHG financing had been widening. There has been a declining trend of per SHG loan as well. 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.

Banks may please take cognizance and all efforts may be taken to channelize credit to SHGs so as to decrease credit gap.

( Action: All member banks )

### **Agenda 11. Scheme on Ethanol Blended with Petrol Programme**

Central Government has notified a modified scheme namely—Scheme for extending financial assistance to project proponents for enhancement of their ethanol distillation capacity or to set up distilleries for producing 1st Generation (1G) ethanol from feed stocks such as cereals (rice, wheat, barley, corn & sorghum), sugarcane, sugar beet etc. vide notification No. S.O. 148(E) dated 14.01.2021.

Now, the Central Government has decided to open a window for six months w.e.f. 22 April 2022 under modified scheme dated 14.01.2021 for inviting fresh applications from those project proponents who have acquired land for ethanol project and obtained Environmental Clearance (EC) for enhancement of their existing ethanol distillation capacity or to set up new distillery for producing 1st Generation (1G) ethanol from feed stocks such as cereals (rice, wheat, barley, corn & sorghum), sugarcane (including sugar, sugar syrup, sugarcane juice, B-heavy molasses, C-heavy molasses), sugar beet etc.

Interest subvention @ 6% per annum or 50% of rate of interest charged by banks/National Cooperative Development Corporation (NCDC)/ Indian Renewable Energy Development Agency Limited (IREDA)/ Non-Banking Financial Companies (NBFCs)/any other financial institutions which are eligible for re-finance from NABARD, whichever is lower, on the loans to be extended by banks/NCDC/IREDA/NBFCs/ any other financial institutions which are eligible for re-finance from NABARD, shall be borne by the Central Government for five years including one year moratorium against the loan availed by project proponents.

Banks are requested to popularise the scheme and expedite processing of loan applications received under the scheme.

( Action : All member banks )

### **AGENDA 10. Banking statistics as on 31<sup>th</sup> March 2022**

#### **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 March 2022.

There is an Y-o-Y growth of 13.88% in Deposits and 11.57% in Advances. CD ratio of the state as on 31.03.2022 is 68.24.

The level of PSA in the State has increased from Rs. 311799 crores as of Mar 2021 to Rs. 351165 crores as of Mar 2022 showing an absolute growth of Rs.39336 crores and percentage growth of 12.63% on Y-O-Y basis.

Agricultural advances have increased from Rs.149082 crores as of March 2021 to Rs. 170411 Crores as of March 22, showing an increase of Rs. 21329 crores (14.31 %) on Y-O-Y basis.

The outstanding level under MSME has increased from Rs. 103830 Crores as on March 2021 to Rs.128161 Crores as on March 2022 i.e., growth of 23.43 % on Y-o-Y basis.

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

(Action: All Banks& LDMs)

## 10.2: Branch Network

Convenor informed the house that the number of bank branches has increased from 11520 as on 31.12.2021 to 11654 as on 31.03.2022, thus showing an increase of 134 branches on Y-o-Y basis. The number of branches as on March 2022 is 11654.

### 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 157<sup>th</sup> SLBC meeting has reviewed the decision of DCC/DLRC for relocation of Canara bank branches and merger of rural branches by SBI and Canara Bank and closure of DBS Bank and KGB Bank in the respective districts and accorded approval for Merger of SBI branches of Ram Gopal Circle Huliya branch and Huliya Branch only and advised that SBI Bank should take all required measures and steps to ensure continued services to the customers in these branches.

- ❖ The Chief Secretary, GoK in his speech during 151<sup>st</sup> SLBC had advised the Banks to get approval from SLBC before closure of rural branches.
- ❖ In view of the above, SLBC received the proceedings of DCC/DLRC from some of the LDMs for closure of rural branches by Banks in their districts. The details are furnished as under:

PROCEEDINGS OF THE 157<sup>th</sup> SLBC MEETING HELD ON 30.05.2022

Sl No	District name	Bank name	Branch Name	Parameter	Distance between branches	Remarks
1	Raichur	Canara Bank	Bappur	Closure	10.50 km	Canara Bank has arranged BC point at the proposed closure branch and will be providing most of the required banking services provided by Bank branch. SBI is having nearest Bank branch
2	Raichur	Canara Bank	Medikinal	Closure	7.20 km	Canara Bank has arranged BC point at the proposed closure branch and will be providing most of the required banking services provided by Bank branch.
3	Raichur	Karnataka Grameena Bank	Pagadadinni camp	Closure	4.80 km	Canara Bank has arranged BC point at the proposed closure branch and will be providing most of the required banking services provided by Bank branch.
4	Tumkur	State Bank of India	Ram Gopal Circle Huliya	Huliya	250 mts	Ram Gopal Circle Huliya branch to be merged with Huliya branch
5	Bangalore Rural	DBS Bank	Honnasandra	Merger	10 km	Honnasandra Branch to be merged with Vishveswarapura branch

The House has permitted only merger of SBI bank branch namely Ram Gopal Circle Huliya with Huliya Branch. The house has not permitted closure of Canara Bank and Karnataka Grameena Bank branches and merger of DBS Bank in the respective districts, the house advised Karnataka Grameena Bank, Canara Banks and DBS bank to relook into the matter.

**(Action: Concern Banks- DBS, KGB, Canara Bank and SBI & Raichur , Tumkur and Bangalore rural LDMs)**

### 10.3: ATM Network:

Convenor informed the house that, total number of ATMs was **17175** as on 31.03.2022 and **17056** as on 31.12.2021.

### 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 March 2022 of FY 2022-23.

- The banks have disbursed Rs.61774 Crore under Short Term agriculture loans registering 85.89% achievement to the Annual target as on 31.03.2022.

- The banks have disbursed Rs.57854 Crore as on March 2022 under Agricultural Term loans registering 106.98 % achievement to the Annual target.
- Total agriculture registering 94.94% achievement to the annual target as on 31.03.2022.
- The banks have disbursed Rs.80418 Crore under MSME registering 71.91% achievement to the Annual target as on 31.03.2022.
- The banks have disbursed Rs.8035 Crore under priority Housing registering only 26.64 % achievement to the Annual target as on 31.03.2022.
- 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 2022-23.

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

#### **Launching of ACP 2022-23:**

For the year 2022-23 the Annual Credit Plan for the state is pegged at Rs. 589083.21 crores (previous year Rs. 496372 ) out of which Crop loans Rs. 81631.09 crores (previous year Rs. 71923.31 ) , for Term loans under farm credit Rs. 30395.43 crores (previous year Rs. 32038.48 ) , Agri infrastructure Rs. 9182.32 crores (previous year 6085.18) , Total Agriculture Rs. 140490.03 crores (previous year 125992.17 ) , MSME Rs. 129470.49 crores (previous year Rs. 111827 ) , Total Priority Rs. 329701.37 crores (previous year Rs. 292392 ) , Non Priority Rs. 259381.83 crores (previous year Rs. 203980 ) .

The General Manager RBI informed that, based on request from member banks, RBI proposed to reduce the ACP target for FY 2022-23. The ACS & DC informed that, ACP targets for FY 2022-23 has already been published in public domain, hence, it cannot be modified now. SLBC requests all member banks to achieve the allotted targets.

**(Action: SLBC, All Member 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 was 88.20 and percentage of mobile seeding was 87.80 as on 31.03.2022.

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 Raichuru and Yadgir and also in Haveri district as it was selected for digitalization.

**(Action: All Member Banks & LDMs)**

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

Convenor informed that percentage of Aadhaar seeding was 86.23% as on 31.03.2022 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 Member 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 83,94,183 **MGNREGA** workers' accounts in the state of which, 38,13,611 accounts have been enabled into Aadhaar Based Payment which works out to 45.43 % as on 09.05.2022.

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. Bagalkote, Ballari , Belagavi , Bengaluru, Bengaluru Rural, Bidar, Chamarajanagar, Chikkaballapura, Chitradurga, Dakshina KannAda, Davanagere, Kalaburgi, Kodagu, Kolar, Koppal ,Mysore, Raichur, Tumakur, Udupi, Vijayapura and Yadgir. SLBC requests Member Banks to improve Aadhaar seeding and mapping with special emphasis to Yadgir and Raichur districts.

**(Action: All member Banks and LDMs)**

**12.4: Progress under Social Security Schemes:**

Convenor informed the House that the performance of banks in all the three Social Security Schemes (PMSBY 2.04 % growth, PMJJBY 6.41 % growth & APY 5.38 % growth) as on March 2022.

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.

Convenor also 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 April 2021 to March 2022 is 10221.

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

**(Action: All Member Banks and LDMs)**

### **AGENDA 13: Government sponsored schemes**

#### **13.1a. 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 schemes.

Performance under NRLM, schemes sponsored by Dr.B R Ambedkar Development corporation Ltd and Dr. Babu Jagjivanram Leather Industries Dev. Corp. has been very satisfactory.

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

#### **13.1b: PMEGP:**

Convener informed the "Bank wise progress under PMEGP as on 31.03.2022 both in first dose and second dose.

The Additional Chief Secretary displeasure about No. of applications rejected by banks and advised all member banks to revisit once again all rejected applications and sanction loans to all eligible borrowers.

**(Action: Member banks, Govt. Department &KVIC)**

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

##### **13.2.1: Rajiv Gandhi Housing Corporation Limited:**

Convener, SLBC informed the house that as on 31.03.2022, 93264 applicants have received subsidy of Rs.2016.97 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 Member Banks & LDMs)**

##### **13.2.2: Affordable Housing in Partnership (AHP):**

Convener 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 also requested member banks to expedite processing and sanctioning and of applications received by without further delay.

**(Action: All Member Banks & LDMs)**

### **13.3 CREDIT FLOW TO MINORITY COMMUNITIES:**

#### **13.3.1: Progress under finance to Minority Communities in the state:**

Convenor informed the house that outstanding loans to minority communities was Rs.36,254 Crores as on 31.03.2022.

SLBC requested all Banks to achieve mandatory requirements under PSA lending to weaker sections in their ACP targets during FY 2022-23 by sanctioning maximum loans to minority community in Karnataka state.

SLBC also requested Minority Development Corporations of all districts to sponsor applications of 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:**

Convenor informed the house that the flow of credit to minority communities in all the three minority community concentrated districts were Rs.507674 lakhs in Bidar District, Rs.649040 lakhs in Kalburgi District, and Rs.2001750 lakhs in Dakshina Kannada District.

The Additional Chief Secretary advised all member banks to sanction maximum loans to minority communities.

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 for the FY 2022-23.

**(Action: LDMs Bidar , Kalburgi , Dakshina Kannada District and Member banks)**

### **13.4: Grant of Education Loans:**

Convenor informed the house that during the review period (01.04.2021 to 31.03.2022) of the FY 2021-22, various banks in the state of Karnataka have disbursed Education loans to the tune of Rs 2078.02 Crores to 67645 accounts under both priority and non-priority segments.

SLBC requested the member banks to sanction more number of education loans to all eligible and deserving students and reach the targets for FY 2022-23.

**(Action: All Member Banks)**

#### **13.4.1: Disposal of Educational loans under RGLS:**

Bank of Baroda has informed that, the RGELS (Rajiv Gandhi Education Loan Subsidy) Portal is created for lodging/submitting/consolidating subsidy claims under RGLS in coordination with Department of Collegiate Education.



SLBC has forwarded the letter reference no ZO/BZ/AG/21-22/006 dated 19.01.2022 received from Bank of Baroda regarding RAJIV GANDHI EDUCATION LOAN INTEREST SUBSIDY SCHEME from department of Collegiate education-request for initiating claims of interest subsidy by all banks along with excel formats to banks and LDMs.

SLBC requested banks to go through the above referred letter and excel sheet which was self-explanatory for claiming of interest subsidy regarding Rajiv Gandhi Education Loan Interest Subsidy Scheme. A separate file for each year of the claim is to be submitted to the mail id: [elsc.bengaluru@bankofbaroda.co.in](mailto:elsc.bengaluru@bankofbaroda.co.in).

**(Action: All Member Banks)**

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

#### **13.5.1. A: SELF HELP GROUPS:**

Convenor informed the house that, Credit Linkage to SHGs up to March 2022 for FY 2021-22 is Rs.1583.16 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 Member Banks)**

#### **13.5.2 : JOINT LIABILITY GROUPS:**

Convenor informed the house that, total outstanding as on 31.03.2022 was Rs.10328.53 crores and also requested member banks to give focus on SHG/JLGs and achieve allocated targets.

**(Action: LDM & All Member Banks)**

### **13.6: Progress in Stand Up India scheme as on 31.03.2022**

Convenor brought to the notice of the house that, as on March 2022 banks have sanctioned an amount of Rs.252.80 crores. 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 and advised banks to concentrate more on sanctioning of loans under Stand Up India scheme to SC, ST & Women beneficiaries.

**(Action: All Member Banks & LDMs)**

### **13.7: Progress in Sanctions under MUDRA scheme:**

Convenor informed the house that member banks have sanctioned 4203477 MUDRA loan accounts amounting to Rs.28312.39 Cr from 01.04.2021 to 31.03.2022.

Karnataka state has secured number 5<sup>th</sup> position with respect to MUDRA loan sanctions and disbursements in the country with the active participation of all member banks and support from line department and to reach the 1<sup>st</sup> position by end of the fourth quarter of the current financial year.

SLBC requests all the Banks to implement the scheme in a big way in the State by taking advantage of the publicity and marketing done during "Azadi Ka Amrit Mahaotsav" in the

state. Further member banks are requested to share the outstanding as at end of each quarter, henceforth.

(Action: All member 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 March 2022:**

Convener informed the house that, The CD Ratio of the state as a whole as on 31.03.2022 was 68.24%. Uttara Kannada district has shown decrement in CD Ratio and Udupi district has shown improvement in CD Ratio.

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 31.03.2022:**

**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 31.03.2022 was 54167.15 crores.

(Action: Member Banks)

**15.2: Recovery of bank dues under PMEGP:**

Convenor informed the house that under PMEGP share of NPA was 22.63% and requested the concerned depts. to extend necessary support to banks for recovery.

(Action: KVIC, KVIB & DIC department and Member 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 advised 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 31.03.2022, 90408 Notices were sent for the amount involving Rs. 11,01,313 lakhs and recovered 1,15,276 lakhs.

(Action: ALL Member Banks & GoK)

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

Convener SLBC informed that, Government of Karnataka had not issued any notification on either flood or drought during the quarter, hence Member banks have not restructured any accounts in connection with flood and drought.

(Action: ALL Member 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):**

**17.2: Promotion of Organic Farming - RBI:**

Agriculture department informed that, Joida taluk of Uttara Kannada district is selected as Organic farming taluk for implementation.

The Agricultural Department has conducted on State level meeting in Joida taluk of Uttara Kannada district on 16.04.2022 regarding implementation of organic farming in Joida. We request Agricultural Department to provide action plan/road map for implementation at banks level.

(Action: All Member banks & Agriculture Department GoK)

**AGENDA 18: Doubling of farmers Income by 2022:**

Convenor informed 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 farmer's income by 2022" as regular agenda under lead bank scheme in various fora such as SLBC, DCC, DLRC and BLBC

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

Convenor SLBC informed the house that,

- a. Any large project conceived by the State Government to help improve C-D Ratio.
- b. Explore the scope of state-specific potential growth areas and the way forward – choosing partner banks.
- c. Discussion on findings of region-focused studies, if any, and implementing the suggested solutions.

- d. Identification of gaps in rural and agriculture infrastructure which need financing (rural godowns, solar power, agro processing, horticulture, allied activities, agri-marketing etc.)
- e. Implementation of Model Land Leasing Act 2016 (exploring possibility).

We request GoK to explore the possibility of implementation of land leasing act 2016 in Karnataka state which will facilitate agricultural lending.

**(Action: State Govt )**

#### **19.1: Agri Infrastructure Fund scheme:**

Convenor SLBC requested all member banks to guide applicants to get the help from District Resource Person and also to advise their branches and administrative offices to cover all activities coming under AIF scheme by routing the application through the AIF portal.

GoK has requested to advise line departments and district administrations to organize/mobilize beneficiaries and source the applications to bank branches.

Convenor SLBC informed that out of Rs.2500 crores target, the banks have sanctioned Rs.468.35 crores with an achievement of 19%.

The ACS & DC, GoK advised commercial banks to improve their sanctions under AIF to achieve the set targets and line departments to mobilize more applications to the bank branches.

**(Action: Member Banks, Agriculture and Horticulture departments)**

#### **19.2: Animal Husbandry Infrastructure Fund scheme:**

Convenor informed that, Banks are requested to advise the bank branches for expeditious sanction of loans under animal husbandry infrastructure fund scheme.

Department of animal husbandry and fisheries, GoK is requested to mobilize and hand hold the entrepreneurs to upload proposals in the Udyami Mitra portal and also in DPR preparation.

**(Action: Banks, Department of animal husbandry and fisheries)**

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

##### **20.1 Integration of FRUITS (Farmer Registration & Unified Beneficiary Information System) with Banks**

SLBC Convenor informed the house that FRUITS Portal is rolled out across the state with the effect from 01.11.2021 and all SROs of made live implementation of FRUITS portal.

**AGENDA 22 : ISSUES REMAINING UNRESOLVED AT DCC/DLRC MEETING:**

Convenor informed that, SLBC has not received any unresolved issues from the LDMs.

Convenor requested the controlling heads of member banks to advise their bank managers, district coordinators to attend all BLBC, DCC & DLRC meetings without fail.

**(Action: LDMs & LDM State controlling office of Banks, Canara Bank, SBI, UBI, BoB and all other banks)**

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

Convenor informed the house that 3 sub-committee meeting viz., SHG-linkage, Review of functioning of RSETI & RUDSETI and Deepening of Digital Payment were conducted by Convenors of SLBC Sub-committees for quarter March 2022. Convenor requested the remaining 5 sub-committee Convenors to conduct the meeting immediately and share the minutes.

Convenor requested all 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, it has informed by NCGTC, GOI vide their letter 1404/NCGTC/ECLGS dated:30.03.2022 regarding duration of Emergency Credit Line Guarantee Scheme (ECLGS) has been extended up to March 31,2023 or till guarantees for an amount of Rs 4,50,000 crore are issued (taking into account all components of ECLGS), whichever is earlier.

In our state, member Banks have sanctioned 229714 accounts with amount of Rs 10858.45 crore. under ECLGS scheme against total eligible amount of Rs 12009.61 crore as on 31.03.2022.

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

**(Actions: DIC and All Banks)**

**24.2: PMSVANidhi scheme :**

Convenor, SLBC requested all member banks it has informed by MoHUA, GOI vide their letter regarding Continuation of PM SVANidhi scheme beyond March 2022 and also state that the current period of PM SVANidhi scheme is expired on 31.03.2022 is under active consideration of the Government. However, in the interim. It has been decided to extend the scheme period with the existing components for a further period of **six (06) months** or till the final approval of the Competent authority is taken, whichever is earlier.

Various review meetings were conducted by ACS & DC, GoK with LDMs and Member banks and state line departments in coordination with SLBC.

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

**24.2a: Socio Economic profiling (SVANidhi Se Samruddi) as on 31.12.2021**

Convener SLBC informed that, in continuation of first phase, GOI has launched of second phase of the program in additional 126 select ULBs/Cities.

Convener SLBC requested all member banks and LDMs to organize the *SVANidhi se Samruddi* weekly city level camps in coordination with ULBs and District Bank coordinator's for ensuring maximum sanction of benefits and timely report their activities on *SVANidhi se Samruddi* portal.

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

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

Convener informed the house that, SLBC has received PMFME target for the FY 2022-23 from KAPPEC, GoK vide their letter No.KAPPEC/PMFME/Banks/22-23 dated:27.04.2022 and same is communicated to all LDMs in the state to reallocate the additional target of their District amongst bank branches.

Convener informed the house that, Karnataka state has secured 2<sup>th</sup> Place in PAN India.

**(Action: All Member Banks, LDMs, Special officer of PMFME, Agricultural department-KAPPEC)**

**AGENDA 25 : Other Issues:**

**25.1. Expansion and deepening of Digital Payment Ecosystem**

Convenor informed that ,in 154<sup>th</sup> SLBC meeting held on 05.08.2021 house had finalized the "Yadgir and Haveri" districts for extension of "Expanding and Deepening of the Digital Payment Ecosystem " Programme of RBI by considering factors such as availability of digital infrastructure/internet connectivity, literacy level among the population etc. The nodal bank of identified districts are State Bank Of India in Yadgiri District and Bank of Baroda in Haveri District.

**(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, 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

So far, 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 requests remaining banks to comply the directions of RBI in handling cyber frauds in Karnataka state.

SLBC also requests member banks to inform the change of State co-ordinators who are coordinating with cybercrimes to the respective departments immediately whenever there is change of co-ordinators. Banks are requested to act within two hours of receipt of crime report from cybercrime department.

**(Action: All remaining Member Banks)**

**25.3: Performance of Karnataka Farmers resource Centre, Bagalkot (KFRC):**

Convener informed that, the functioning of KFRC being reviewed on quarterly basis through Board of Trustees meeting.

**(Action : KFRC committee)**

**25.4: Implementation of Kannada language by Banks.**

Convener SLBC informed that, SLBC has received several references from The President, Kannada Abhivruddi Pradhikara, GoK regarding better implementation of Kannada in bank branches in Karnataka state, without giving scope for complaints from general publics.

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 seal and in Rsetis/Rudsetis and FLCs.

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

The state controlling office of banks have to advise their Regional managers/Regional officer/Districts coordinators for extending necessary support to LDMs for creating awareness programme to degree colleges for taking banking exams.

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

**25.5: Special Agenda on Saturation drive on Jan Suraksha Schemes:**

Conver informed that, 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. 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.

As per DFS letter ref F.No.M-18012/1/2020 dated 20.04.2022 has revised timeline from 30.09.2021 to 30.09.2024, all member banks and LDMs are requested to take suitable action to ensure that the targets fixed for enrolment of identified eligible PMJDY account holders and PMMY beneficiaries are achieved well within the revised timelines. The timeline for achieving the targets is as follows:

Period	Target to Achieve
Upto Sep 2022	40 % of total target
Upto Sep 2023	70 % of total target
Upto Sep 2024	100 % of total target

The timeline for saturation drive in respect of opening of PMJDY accounts remains unchanged. Data pertaining to the targets and achievements during the saturation drive shall continue on weekly basis by the Banks. SLBC request the banks to take initiatives in this regard at the earliest.

(Action: All Member Banks & LDMs)

#### **Agenda 25.6 : Activities under Azadi Ka Amrit Mahotsav (AKAM) in Karnataka state:**

Convener SLBC informed that, GOI, India is celebrating 75 years of independence "Azadi Ka Amrit Mahotsav (AKAM)" which commenced on 12<sup>th</sup> March 2021 marked a 75-week countdown to the 75<sup>th</sup> Anniversary of our Independence on 15<sup>th</sup> August 2022 and will continue for a year thereafter, till 15<sup>th</sup> August 2023. The whole program has been categorized under iconic, non-iconic (anchor and non-anchor) and media campaign / activity.

Ministry of Finance has allocated iconic months, and the iconic activities will have been conducted during those months. In this connection, DFS has advised us as under:

1. All the public sector banks in the state have to identify 75 branches for opening 75 Jandhan accounts.
2. Provide 75 micro insurances in the state
3. Sanction 75 KCCs, 75 Mudra Loans, loans to 75 women entrepreneurs, 75 SC/STs, 75 PMSVANidhi loans, 75 education loans etc during iconic week in the state.

(Action : All Member Banks & LDMs)

#### **Agenda 25.7: Standardized Bankers certificate/Line of Credit (BC/LOC) letter to be issued by the Banks.**

Convenor informed the house that, Karnataka Bank has informed that, the Banks are extending various types of funded credit/non funded credit to the customers by way of BC/LOC. However, the different departments of the government prescribe different formats for BC / LOC to be issued by the banks.

The subject was placed and discussed in 156<sup>th</sup> SLBC meeting as an agenda held on 02.03.2022.

SLBC have forwarded the format (format 1 & 2) and requesting Finance Department GoK to vet the same.



In this connection, we have provided formats along with these banks feedback and request house to deliberate the subject for approving the formats.

(Action: Finance Department, GoK )

**25.8: 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:**

**25.9: Utilizing Bharat Net Band infrastructure and enhancing the bouquet of services through Broad band in rural areas:**

Convenor informed the house that , in spite of repeated mails and telephonic contacts we are yet to receive revised list of GPs/Villages from many LDMs wherever actually connectivity problem exists for Bank Branches/BCs. SLBC advises State control heads to provide the said data at the earliest.

(Action : All Member Banks and LDMs)

**25.10: Performance by Banks under Annual Atal Pension Yojana (APY) Targets during FY 2021-22: (from 01.04.2021 to 31.03.2022)**

Convenor informed the house that, Karnataka has achieved **81%** of APY target set by PFRDA during FY 2021-22 upto **31.03.2022**.

Major Banks (All PSBs and 4 Private banks i.e. ICICI Bank, AXIS Bank, HDFC Bank, IDBI Bank) achieved 78% target, Private Banks achieved 47% target, RRBs achieved 101% targets.

Convenor informed that, all Banks have to achieve allotted targets during FY 2022-23 by mobilizing more number of APY applications.

(Action : All member banks & LDMs)

**25.11: APY CITIZEN's CHOICE (H2, FY 2021-22) Campaign achievement:**

**APY CITIZENS CHOICE:**

Convenor informed the house that, "APY CITIZENS's CHOICE (H2, FY 2021-22)" campaign started from 01-02-2022 to 31-03-2022. Under this campaign **3 Banks** and **3 LDMs** has qualified for **Award of Par Excellence** and **4 LDMs** are qualified for **Certificate of Excellence**.

**25.12: Timely Submission of Data by Line Departments:**

Convenor informed the house that, all the Govt. departments are requested to submit the status of the schemes implemented by them-"Bank wise" and "District wise, so that the "Bank wise" and "District wise" performance can be effectively reviewed and discussed in the concerned SLBC sub committee meetings and then a compact note can be placed in the regular SLBC meetings. While furnishing the information, the Govt. Departments are requested to provide the Bank wise details as under:

- Target allocated (Physical and financial as applicable)
- Applications sponsored (No. and amount involved)
- Applications sanctioned (No. and amount sanctioned)
- Applications rejected (No.)                      Applications pending (No.)

The district wise performance can also be followed-up with LDMs to review the progress in BLBC and DCC/DLRC meetings effectively.

(Action : All State Govt Departments )

### 25.13: Role of Financing Banks on Development of Properties and Assets violating local Buildings bye-laws:

Convenor informed the house that, Govt of Karnataka vide its letter FD-CAM/16/2022 dated 25.03.2022 has forwarded a letter from The Chairman, Association of Consulting Civil Engineers (India) Bangalore about financing to unscrupulous , unauthorized and illegal layout and building bye-laws violated buildings by the Banks /Financial institutions . SLBC requests member banks to take note of the same.

(Action: All member banks )

### Table Agenda:

#### IRAC NORMS with reference to Farm Credit.

Vide RBI/2021-2022/104 DOR.No.STR.REC.55/21.04.048/2021-22 dated October 1, 2021. Reserve Bank of India has issued Master Circular – Prudential norms on Income Recognition, Asset Classification and Provisioning pertaining to Advances wherein IRAC norms for Farm Credit extended to agricultural activities is stipulated as under;

#### As per IRAC norms prescribed by RBI,

- a) Long duration crops would be crops with crop season longer than one year and crops that are not long duration crops would be treated as short duration crops.
- b) A loan granted for short duration crops will be treated as NPA, if the installment of principal or interest thereon remains overdue for two crop seasons.
- c) A loan granted for long duration crops will be treated as NPA, if the installment of principal or interest thereon remains overdue for one crop season.

#### IMPORTANT CROPS IN THE STATE OF KARNATAKA

Sl.No.	Crop	Sowing Time	Harvesting Time	Crop Duration
I.	<b>Kharif (Short Duration)</b>			
1	Rice / Paddy	June	Sept. - Oct.	120-145 days (4-5 Months)
2	Jowar / Sorghum	June - July	Sept. to Oct.	120 days to 150 days (4-5 months)
3	Pearl Millet / Bajra	June - July	Sept. to Oct.	90 - 120 days(3-4 months)
4	Maize	June - July	Sept. to Oct.	80 to 120 Days(3-4 months)
5	Redgram / Tur	June - July	Oct. to Dec.	120 days to 180 days(4-6 months)
6	Greengram	June - July	Aug - Sept.	80 to 90 days (2.5 to 3 months)

7	Groundnut	June - July	Sept. - Oct.	120 -145 days (4 - 5 Months)
8	Soyabean	June - July	Sept. - Oct.	120 - 145 days (4 - 5 Months)
9	Sunflower	July	Sept. - Oct.	80 to 110 days(3-4 months)
10	Sesamum	June - July	Aug - Sept.	80 to 120 days(3 - 4 months)
11	Cotton	June - July	Dec. - Jan.	150 to 180 days(6 months)
12	Chilli	June - July	Nov - Dec	180 - 190 days(6 to 6.5 months)
13	Tomato	June - July	Oct. - Nov.	136 - 150 days(4 to 5 months)
14	Onion	June - July	Sept. - Oct.	120 to 150 days( 3 -4 months)
15	Brinjal	July -Aug	Sept. - Oct.	111 to 120 days (3 - 4 months)
16	Potato	June - July	Sept - Oct	120 days to 130 days (4-4.5 months)
17	Turmeric	May to June	Feb.	7 to 9 months
18	Ginger	May to June	March - April	8 to 10 months.
19.	Ragi	June - July	Sep - Oct	120 - 135 days(4 -5 Months)
20.	Horse Gram	June - July	Sep - Oct	110 - 125 Days (3.5 TO 4 Months)
21.	Cow Pea	May - June	July - Aug	95 - 110 Days(3 - 3.5 Months)
II.	<b>RABI</b>			
22	Jowar / Sorgham	Sep to Oct	Dec to Jan	110 days to 130 days (3 to 4 months)
23	Wheat	Oct - Nov	Feb - Mar	130 days to 150 days (4.5 to 5 months)
24	Bengal Gram	Oct - Nov	Dec - Jan	85 days to 130 days (3 to 4 months)
25	Sunflower	Oct (1st Week)	Dec. to Jan	80 to 110 days (3 to 4 months)
26	Safflower	Sep. To Oct.	Jan - Feb	110 to 120 days (3 months)
27	Onion	Nov. To Dec	Jan - Feb	110 to 130 days (3.5 to 4 months)
28	Maize	Oct to Nov	Jan - Feb	80 to 120 days (3 to 4 months)
29	Sesamum	Oct.	Dec - Jan	80 to 90 days (3 months)
30	Potato	Oct. - Nov	Feb	90 days to 100 days (3 to 3.50 Months)
31	Cabbage	Sept-Oct	Dec - Jan	90 to 120 days (3 -4 month)
32	Safflower	Oct - Nov	Jan - Feb	120 - 150 days (4 - 5 Months)
33.	Black Gram	Nov - Dec	Feb - Mar	85 - 90 Days (2.5 to 3 Months)
34.	Horse Gram	Sep - Oct	Dec - Jan	115 to 120 days (3.5 to 4 months)
35.	Green Gram	Nov - Dec	Feb - mar	90 - 100 days
36.	Paddy	Oct - Nov	Jan - Feb	120 - 135 days
37.	Ragi	Oct - Nov	Jan - Feb	125 to 130 days
38.	Tomato	Oct - Nov	Jan - Feb	100 - 110 days
	<b>SUMMER</b>			
39	Maize	15th Jan to 15th Feb	15th April to 15th May	80 to 120 Days (3 to 4 months)
40	Groundnut	16th Jan to 15th Feb	April - May	100 to 120 Days

PROCEEDINGS OF THE 157<sup>th</sup> SLBC MEETING HELD ON 30.05.2022

				(3 -4 months
41	Sugar Beat	Oct.	Dec.	3 months
42	Sun Flower	Feb - March	April - May	120 – 130 days (3 – 4 Months)
43	Watermelon	Feb - March	April - May	80 – 90 days (3 – 4 Months)
44	Cucumber	Feb - March	April - May	70 – 90 days (2.5 – 3 Months)
45	Tomato	Feb - March	May - June	140 – 145 days
<b>Perennial Crops</b>				
46	Sugarcane (Adsali)	15th July to 15th August	Oct to Dec (next year)	15 to 18 months
47	Sugarcane (Pre-seasonal)	15th Oct to 30th Nov	Oct to Jan (next year)	15 to 18 months
48	Sugarcane (Adsali)	July – Aug	Oct – Dec (next year)	14 to 18 months
49	Sugarcane (Ratoon)	Oct. to Feb.	Dec to April (next year)	13 to 15 months
<b>Horticulture Crops</b>				
50	Banana (Biennial)	June -July	March (next to next year)	21 months

**Note: Repayment due date: Short Duration Crops 12 Months and Long duration Crops 18 months which include Post harvesting and marketing.**

**IRAC Norms applicable for Agri.Short Term Crop Loans and Term Loans are enumerated as under:-**

Particulars	Short Duration Crops		Horticulture Crops	Long Duration Crops	
	Kharif Season	Rabi Season		Perennial Crop (Sugarcane) Adsali	Biennial Crop (Banana)
<b>Year of Finance</b>	2020	2020	2020	2020	2020
<b>Date of Finance</b>	01.06.2020	01.10.2020	01.07.2020	01.07.2020	01.06.2020
<b>Season Starts</b>	June,2020	October,2020	July,2020	July,2020	June,2020
<b>Harvesting Time</b>	Oct-Nov 2020	March-2021	April-May 2021	Dec-2021	March-2022
<b>Repayment Due Date</b>	31.05.2021	30.09.2021	30.06.2021	31.12.2021	28.02.2022
<b>First Crop Season after Due date</b>					
<b>Season Starts</b>	June,2021	October,2021	July,2021	Jan,2022	March,2022
<b>Harvesting Time</b>	Oct-Nov 2021	March-2022	May-June 2022	Jun-2023	Nov -2023
<b>Second Crop Season after Due date</b>					
<b>Season Starts</b>	June,2022	October,2022	July,2022	NA	NA
<b>Harvesting Time</b>	Oct - Nov 2022	March 2023	May-June 2023	NA	NA
<b>NPA Date</b>	31.05.2023	30.09.2023	30.06.2023	30.06.2023	30.11.2023
<b>No. of months from the date of finance</b>	36	36	36	36	42
<b>No. of Months from the date of First Repayment Due date</b>	24	24	24	18	21

**As per IRAC Norms,**

- a) Short duration crops will be treated as NPA, if installment of Principal or interest thereon remains overdue for the period of two crop seasons i.e. 24 months from repayment date or 36 months from the date of loan.
- b) Long duration crops will be treated as NPA, if the installment of Principal or interest thereon remains overdue for the period of one crop season i.e. 18 months from repayment date or 36 months from the date of loan.

Depending upon the duration of crops raised by an agriculturist, the above NPA norms would also be made applicable to agricultural term loans availed by him.


During deliberation it is informed by Commissioner of Agriculture and ACS & DC madam that duration must be in accordance with PMFBY crop duration: ✓

There itself SLBC Cell, Canara Bank confirm<sup>ed</sup> that it is in tune with the PMFBY guidelines. Hence it is approved. ✓

(Action: SLBC to communicate to all member banks)

**Conclusion:**

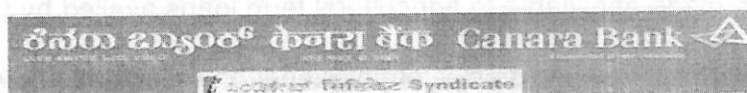
The 157<sup>th</sup> SLBC meeting concluded by proposing **Vote of thanks** by Sri. R. Prasanna Ram, Assistant General Manager, Bank of Baroda.

  
(A Muralikrishna)  
Convenor, SLBC Karnataka  
& General Manager, Canara Bank



## STATE LEVEL BANKERS' COMMITTEE KARNATAKA

Welcomes all the members to  
157<sup>th</sup> SLBC Meeting



Photos of the 157<sup>th</sup> SLBC meeting held on 30.05.2022



**SLBC – KARNATAKA**  
**LIST OF PARTICIPANTS**  
**157<sup>th</sup> SLBC Meeting held on 30.05.2022**

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(Through VC)
4	Sri. P N Raghunath	General Manager	Reserve Bank of India (Through VC)
5	Sri. T Ramesh	Chief General Manager	NABARD
6	Sri. A Muralikrishna	Convenor- SLBC & GM	Canara Bank
<b>STATE GOVERNMENT DEPARTMENTS (Through VC)</b>			
7	B.K. Deekshit	Commissioner	Agriculture Department (Physical)
8	N Manjushree	MD NLM	DAY NULM (VC)
<b>Reserve Bank of India (Through VC)</b>			
9	Smt.Meenakshi Sheshagiri Ghad	General Manager	Reserve Bank of India
10	A K Pathak	Deputy General Manager	Reserve Bank of India
11	Santhaprakash S	Manager	Reserve Bank of India
<b>CONVENOR – Canara BANK</b>			
12	B Parshwanath	Deputy General Manger	Canara Bank
13	T S Vasudevatatachar	Divisional Manager	Canara Bank
14	Thimma naik M	Divisional Manager	Canara Bank
15	Amol R Akolkar	Manager - SLBC	Canara Bank (Through VC)
16	Anup kumar	Manager - SLBC	Canara Bank
17	Vidya M	Manager- SLBC	Canara Bank
18	Ankur	Officer - SLBC	Canara Bank
19	Kavitha T K	Officer - SLBC	Canara Bank
<b>MEMBER BANKS AND STATE GOVT DEPARTMENTS</b>			
20	Debananda sahuo	Chief General Manager	Canara Bank
21	Anand	Senior Manager	Canara Bank
22	S Radhakrishnan	General Manager	State Bank of India
23	Vinita Shouri	Deputy General Manager	State Bank of India
24	Ramamurthy	Assistant General Manager	State Bank of India
25	R Prasanna Ram	Assistant General Manager	Bank of Baroda
26	B Indumathi	Senior Manager	Bank of Baroda
27	Sunil Kumar Yadav	Deputy General Manager	Union Bank of India
28	Nagaraj Deshnur	Chief Manager	Union Bank of India
29	All member banks , all state govt departments & LDMS		Through VC

