

ಕರ್ನಾಟಕ ರಾಜ್ಯ ಮಟ್ಟದ ಬ್ಯಾಂಕರುಗಳ ಸಮಿತಿ
कर्नाटक राज्य स्तरीय बैंकर्स समिति
STATE LEVEL BANKERS' COMMITTEE,
KARNATAKA

೧೫೮ನೇ ಎಸ್.ಎಲ್.ಬಿ.ಸಿ. ಸಭೆಯ ಕಾರ್ಯ ಸೂಚಿ ಟಿಪ್ಪಣಿ
AGENDA NOTES OF 158th SLBC MEETING



ದಿನಾಂಕ: ಗುರುವಾರ, ೧೫ನೇ ಸೆಪ್ಟೆಂಬರ್, ೨೦೨೨
Date : Thursday, 15th September, 2022

Through Video Conference
ವೀಡಿಯೋ ಸಂವಾದದ ಮೂಲಕ

ಸಂಯೋಜಕರು ಸಂಯೋಜಕ CONVENOR

ಕೆನರಾ ಬ್ಯಾಂಕ್ ಕೆನರಾ ಬೆಂಕ್ Canara Bank

ಭಾರತ ಸರ್ಕಾರದ ಒಂದು ಉದ್ಯಮ

भारत सरकार का उपक्रम

A Government of India Undertaking

ಸಿಂಡಿಕೇಟ್ ಸಿಂಡಿಕೇಟ್ Syndicate

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

೧೫೮ ನೇ ಎಸ್.ಎಲ್.ಬಿ.ಸಿ ಸಭೆಯ ಕಾರ್ಯ ಸೂಚಿ ಟಿಪ್ಪಣಿ
AGENDA NOTES OF 158th SLBC MEETING

ದಿನಾಂಕ : ಗುರುವಾರ, ೧೫ನೇ ಸೆಪ್ಟೆಂಬರ್, ೨೦೨೨
ಸಮಯ : ಮಧ್ಯಾಹ್ನ ೦೩.೦೦ ಘಂಟೆಗೆ

DATE : Thursday, 15th September, 2022
TIME : 03.00 PM

ವಿಡಿಯೋ ಸಂವಾದದ ಮೂಲಕ
Through video conference

ಸಂಯೋಜಕರು ಸಂಯೋಜಕ Convenor



**STATE LEVEL BANKERS' COMMITTEE – KARNATAKA
CONVENOR – CANARA BANK**

158th MEETING OF SLBC DATED 15.09.2022 - AGENDA INDEX

Agenda	Particulars	Page no.
1	Confirmation of the minutes of 157 th SLBC meeting held on 30.05.2022	1
2	Follow up – Action on the decisions taken during the previous SLBC Meeting	1
3	Awards and accolades to SLBC – Karnataka & Govt. of Karnataka	2
4	Review of Credit disbursement by banks	2
4.1	Achievement under ACP and Priority Sector Lending	2
4.2	Major Bank wise performance/Achievement of ACP as on June 2022	3
5	PMAY-U (Housing for All 2022)	4
6	Swami Vivekananda Yuva Shakthi Yojana (SYSY)	4-5
7	Review of Districts having CD ratio less than 60% and working of Special sub-committees of DCC (SCC)	5
8	Review of financial inclusion initiatives, expansion of banking network and Financial Literacy	5
9	Financial inclusion Initiatives	5
9.1	Functioning of Business Correspondents (Review of Operations of Business Correspondents – hurdles/issues involved)	5
9.2	Financial literacy initiatives by banks	6
9.3	State Level Implementation Committee for Targeted Financial Inclusion Intervention Programme (TFIIP):	6-7
10	KCC	7
10.1	KCC Loans – Disbursements & Outstanding	7
10.2	KCC-Dairy and other Animal Husbandry activities	7
10.3	Issuance of KCC-Fisheries	8
10.4	Animal Husbandry Infrastructure Development Fund and FPOs	8
11	RBI AGENDA	8
11.I	Financial Inclusion & Financial Literacy a. Business Correspondents (BCs) - Inactive BC locations and Reconciliation of Data	
11.II	Lead Bank Scheme a. Meetings under Lead Bank Scheme (LBS) b. Meetings of SLBC Sub-Committees c. Expanding and Deepening of Digital Payment Ecosystem d. Annual Credit Plan (ACP) - Rationalization of Targets e. Study on Decline in Priority Sector Annual Credit Plan (ACP) Achievement	8-12
11.III	Opening of Banking Outlets in Unbanked Villages	12

11.IV	Currency Management	12-13
11.V	Micro, Small and Medium Enterprises a. Onboarding of Government & Corporate Buyers on TReDS platform	13
11.VI	Representation from Farmers' Unions and Associations	13-14
11.VII	Market Intelligence Issues	14-15
12	NABARD AGENDA	16-19
13	As per letter no FD-CAM/16/2022 (Part-1) dated 05.07.2022 received from Additional Chief Secretary to Government, Finance Department, Vidhana Souda, Bengaluru regarding discussion of following points in SLBC	20
14	Pradhan Mantri Fasal Bima Yojana (PMFBY) and Restructured Weather Based Crop Insurance Scheme (RWBCIS)	20
14.1	Season wise insurance claims settlement status under PMFBY and RWBCIS	20
14.2	Agriculture Department Agenda	20-21
14.3	NPCI validation failed cases	21
14.4	Recovery of benefits passed on to ineligible beneficiaries under PMKISAN scheme.	21-22
15	Crop Loan Waiver Scheme -2018	22
16	Fisheries Loan Waiver Scheme	22
17	Banking statistics as on 30 th June 2022	23
17.1	Business figures under various parameters	23
17.2	Branch Network	23
17.3	Status of Rural Bank Branch closure: Concerned bank to explain	24
17.4	ATM Network	24
18	Progress under Aadhar seeding of operative CASA a/cs	24
18.1	Progress under Aadhar seeding in PMJDY a/cs	25
18.2	Progress under Social Security Schemes	25
19	Government sponsored schemes & discussion on lending towards Government sponsored schemes (DAY-NRLM, DAY-NULM, MUDRA, Stand-Up India, etc.) and impact of these schemes.	25
19.1	Performance under various Govt. Sponsored Schemes as on 30.06.2022	25
19.2	PMEGP	26
19.3	Credit flow to Minority Communities	26
19.3.1	Progress under finance to Minority Communities in the state	26
19.3.2	Progress under finance to Minority Communities in the identified districts of state	27
19.4	Grant of Education Loans	27
19.5	Progress under SHG-Bank linkage/ Joint Liability Groups	27-28
19.6	Progress in Stand Up India scheme as on 30.06.2022	28
19.7	Progress in Sanctions under MUDRA scheme	28
19.8	Progress under PMFME scheme	29
20	Position of sector wise NPAs	29
20.1	Non-Performing assets position as on 30.06.2022	29

20.2	Recovery of bank dues under PMEGP	29
20.3	Recovery of bank dues under KPMR & KACOMP Acts	30
20.4	Recovery of bank dues under SARFAESI Act, DRT Act & LOK ADALATS	30
21	Review of restructuring of loans in natural calamity affected districts in the state	30
22	Promotion of Organic Farming - RBI	30
23	Integration of FRUITS (Farmer Registration & Unified Beneficiary Information System) with Banks	31
24	Issues remaining unresolved at DCC/DLRC meeting	31
25	Sub- Committee meetings held during the review period	31
26	Atma Nirbhar Bharat Abhiyan	31
26.1	ECLGS for Existing MSME borrowers during COVID-19 situation	31-32
26.2	PMSVANidhi scheme	32
27	Other Issues	32
27.1	Performance of Karnataka Farmers Resource Centre, Bagalkot (KFRC)	32
27.2	A. Implementation of Kannada language by Banks	32-33
27.3	Special Agenda on Saturation drive on Jan Suraksha Schemes	33
27.4	Activities under Azadi ka Amrit Mahotsav (AKAM) in Karnataka state	33
27.5	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	34
27.5.1	Utilizing Bharat Net Broad band infrastructure and enhancing the bouquet of services through Broad band in rural areas	34
27.6	Performance by Banks under Annual Atal Pension Yojana (APY) Targets during FY 2022-23	34
27.7	Status of Aadhar Enrolment Centers in banks in the State	34
28	Skill development	35
28.1	RUDSETI / RSETIs	35
28.2	Status of RSETIs / RUDSETIs as on 30.06.2022 reported by sponsor Banks	35
28.3	Functioning and performance of RUDSETI (7) / RSETI (24)s in Karnataka state	35
28.4	CB RSETI Ballari - Allotment of 1.11-acre land to The Director, CBRSETI, Ballari on 33 years lease basis	35-36
28.5	Providing add-on services through Toll Free Desk for addressing Public	36
28.6	Issues - Reimbursement of pending BPL claims of training expenditures	36
28.7	Request for enrollment to SLBC Karnataka	36
28.8	SVAMITVA Scheme	36-37

**STATE LEVEL BANKERS' COMMITTEE: KARNATAKA
CONVENOR: CANARA BANK**

**AGENDA NOTES FOR 158th SLBC MEETING &
BANKING STATISTICS AS ON 30th JUNE 2022**

As per the revised RBI guidelines on Lead Bank Scheme, SLBC had convened the Steering Committee Meeting on 01.08.2022 at 4th Floor, conference hall, Canara Bank, HO Annexe, Gandhi Nagar, Bengaluru under the Chairmanship of Sri. A Muralikrishna, Convenor SLBC Karnataka & General Manager, Canara Bank. The suggestions / changes suggested by the steering committee have been incorporated.

AGENDA 1: Confirmation of the minutes of 157th SLBC meeting held on 30.05.2022.

The minutes of 157th SLBC meeting held on 30.05.2022 were circulated among all the member banks and Govt. departments.

After the circulation, The General Manager, RBI informed that the definition of Banking Outlet may be inferred from para 3.1 of Master Circular on Branch Authorization Policy dated May 18, 2017 and definition of Banking Outlet for villages (with population more than 5000) as in paras 5.2 and para 5.3 of Master Circular on Lead Bank Scheme dated April 01, 2022. SLBC requests member banks/stake holders to note the same.

AGENDA 2: FOLLOW-UP ACTION ON THE DECISIONS TAKEN DURING THE PREVIOUS SLBC MEETING

Sl.	Action Points	Action Taken
01.	Standardized system for direct flow of data from CBS of the member banks. During 157 th SLBC, GM-SLBC informed the House that all Banks have entered the data for March quarter 2022.	All Banks have updated the data for June quarter 2022. All Banks are requested to follow the timelines as per RBI guidelines and update the data in SLBC Revamp Portal after due comparison with the data for previous quarter/year before 10 th of first month of next quarter. However, despite repeated reminders Punjab & Sind Bank, IndusInd Bank, City Union Bank and Federal Bank have delayed in uploading the data.
02	Integration of FRUITS (Farmer Registration & Unified Beneficiary Information System) with Banks	Kotak Mahindra bank, Bandhan bank, Equitas, ESAF and IndusInd Bank have not on boarded to the FRUITS portal so far despite SLBC follow up.
03	During 157 th SLBC meeting, the ACS & DC had suggested all member banks to appoint BC Sakhis who are IIBF certified as BCs.	SLBC has advised all the member banks to involve BC Sakhis while empaneling BCs. It is informed by majority of the bankers that they have taken up the matter with their corporate BCs. Further in coordination with SRLM, Banks have taken steps for onboarding BC Sakhis
04	Standardized Bankers certificate/Line of Credit (BC/LOC) letter to be issued by the Banks.	Format has been finalized by the bankers and forwarded to Finance Department, GoK. Awaited approval.

05	<p>State Level Implementation Committee for Targeted Financial Inclusion intervention Programme (TFIIP):</p> <p>CS, GoK had directed to address a suitable letter to the district administration of both the Aspirational districts Raichur and Yadgir</p>	<p>Complied.</p> <p>Letter has been addressed on 04.07.2022 under the signatures of Development Commissioner, GoK.</p>
-----------	--	--

Agenda 3: Awards and accolades to SLBC – Karnataka & Govt. of Karnataka:

1. Karnataka State Agricultural Produce Processing & Export Corporation Limited (KAPPEC) rewarded SLBC Karnataka for their outstanding achievement in the scheme PMFME (Pradhan Mantri Formalization of Micro Food Processing Enterprises), also Karnataka state has secured 2nd place under PMFME loan sanctioned PAN India.
2. Under Agri Infra Fund [AIF], Ministry of Agriculture and Farmer's Welfare, GoI has recognized the priceless contribution of the Banks and State Government and rewarded Chief Secretary, GoK and Special Secretary, Food Processing and Harvest technology, GoK. Karnataka state secured 3rd position under disbursement of loan under AIF.

AGENDA 4: REVIEW OF CREDIT DISBURSEMENT BY BANKS:

4.1. Achievement under ACP and Priority Sector Lending

The following table shows a comparative analysis of disbursement up to the quarter ending June 2021 of FY 2021-22 vis-à-vis disbursements up to the quarter ending June 2022 of FY 2022-2023:

(Rs in crores)

Sector	Annual Target 2021-22	June 2021		Annual Target 2022-23	June 2022	
		Achievement	% Ach.		Achievement	% Ach.
Short Term Loan	71923	10118	14.07	81896	16565	20.23
Agri Term Loan	54069	9277	17.16	58977	16719	28.35
Total Agri Loans	125992	19395	15.39	140873	33284	23.63
MSE/MSME	111827	20517	18.35	129604	36726	28.34
Export Credit	3628	203	5.59	3967	66	1.66
Education	5970	105	1.75	6316	242	3.83
Housing	30165	900	2.98	32794	1615	4.92
Social Infrastructure	2201	136	6.16	2549	1146	44.96
Renewable Energy	3111	13	0.42	3565	1	0.03
Other PSA	9498	1859	19.57	10555	1744	16.52
Total PSA	292392	43126	14.75	330223	74824	22.66
Total Non-Priority	203980	75647	37.09	259483	111495	42.97
Total Credit	496372	118773	23.93	589706	186319	31.60

Bank wise & sector wise level of disbursement/achievement in PSA and NPSA under Annual Action Plan during June Quarter 2022 is provided in Annexure 1 (Page no. 39-50).

District wise & sector wise level of disbursement / achievement in PSA and NPSA under Annual Action Plan during June Quarter 2022 is provided in Annexure 2 (Page no. 51-56).

Bank wise level of outstanding for PSA and NPSA as on 30.06.2022 Annexure 3 (Page no.57-66)

4.2 Major Bank wise performance/Achievement of ACP as on June 2022:

(Rs in crores)

SI No.	Name of Bank	Priority Sector			Total Credit		
		Target	Achievement	% Achieve	Target	Achievement	% Achieve
PSBs							
1	Canara Bank	50935	7630	14.98	78542	24045	30.61
2	State Bank of India	47752	14461	30.28	83118	31477	37.87
3	Union Bank of India	23610	7178	30.40	42557	12344	29.01
4	Bank of Baroda	21551	1672	7.76	40797	2970	7.28
5	Bank of India	7366	2041	27.71	14414	3671	25.47
6	Bank of Maharashtra	3185	4	0.13	6484	24	0.37
7	Central Bank of India	5177	429	8.29	10654	907	8.50
8	Indian Bank	7232	1451	20.06	17057	2136	12.52
9	Indian Overseas Bank	7590	420	5.53	14079	638	4.52
10	Punjab National Bank	8277	154	1.86	19695	1766	8.97
11	Punjab and Synd Bank	654	8	1.22	1576	22	1.40
12	UCO Bank	2168	2024	93.36	5858	3008	51.35
Major Pvt Banks							
1	Karnataka Bank Ltd	14292	1409	9.86	23409	2899	12.39
2	HDFC Bank Ltd	9867	3921	39.74	28211	20186	71.55
3	Axis Bank Ltd	9371	1232	13.15	21431	4491	20.96
4	ICICI Bank Ltd	9586	6031	62.91	21944	24270	110.60
5	Kotak Mahindra Bank	6410	3782	59.00	12581	7516	59.74
RRBs							
1	KGB	18024	2881	15.98	21582	3166	14.67
2	KVGB	11736	1716	14.62	13406	1979	14.76
Co-Op Sector							
1	K.S.Coop Apex Bank Ltd.	17943	6730	37.51	19697	9925	50.39

SLBC request all the member banks for special initiative to achieve priority sector targets on regular basis especially in case of agriculture, MSME, Housing, and Education sectors.

AGENDA 5: PMAY-U (Housing for All 2022)

Rajiv Gandhi Housing Corporation Limited:

RGHCL has been nominated as State Level Nodal Agency for implementation of PMAY (U).

Affordable Housing in Partnership (AHP)

Under AHP vertical, 347453 houses are being constructed under 400 projects across the State through RGHCL, ULBs and KSDB.

Regular meetings are being held at various level ACS & Development Commissioner, Secretary, DoH, MD, RGHCL & SLBC etc, to review the progress and sort out the bottlenecks.

Based on banker's request, GoK has relaxed all the conditions in order to ease sanctioning loans.

Progress achieved in bank linkages under AHP vertical of PMAY (U) is as follows:
(Numbers)

Sl. No	Implementing Agency	No. of Projects	No. of Houses	Beneficiary Selection	No. of Application submitted to banks	No. of beneficiary sanctioned loan	Loan Disbursed
1	KSDB	295	141195	141195	14845	2600	187
2.a	RGHCL/ Urban Local bodies (Ongoing)	23	35002	33558	9778	3545	493
2.b	RGHCL /Urban Local bodies (tendered/ yet to tender)	23	22967	11956	3195	53	0
3	RGHCL / CM 1 lakh (Ongoing)	33	52735	41605	258	5	0
Total		374	251899	228314	28076	6203	680

SLBC has simplified housing loan application format and minimized list of documents to be submitted to banks.

Bank wise and District wise progress under PMAY-AHP provided in the Annexure 4 (Page No. 67-70).

AGENDA 6: Swami Vivekananda Yuva Shakthi Yojana (SYSY):

The Chief Minister of Karnataka announced a new scheme on 28.07.2022 namely Swami Vivekananda Yuva Shakti Yojana and aims at generation of employment opportunities for the groups of "Swami Vivekanda Yuvakara Swasahaya Sangha" formed by Department of Youth Empowerment and sports, Department & Rural Development and Panchayatraj and Skill Development through establishment of micro units and other income generating group activities in rural areas. An amount of 500 crores have been provided to ensure that the rural youth of Karnataka state take up at least one income generating activities under SHG mode. State Bank of India is Anchor Bank for the implementation of the same scheme.

Sl.No	Total No. of districts	Total No of Gram panchayats	Total No. of SHGs	Max Loan for each SHG [Rs]	Max Subsidy for each SHG along with revolving fund [Rs.]
1	31	5963	5963	1000000	160000

Districtwide target fixed by Department of Youth Empowerment and sports Gok Provided in the Annexure 5 page No 71.

AGENDA 7: Review of Districts having CD ratio less than 60% and working of Special sub-committees of DCC (SCC)

Districts with CD Ratio of less than 60% as on June 2022:

(Rs in Cr)

Sl No.	Name of the district	As on Mar 2022			As on June 2022		
		Deposits	Advances	CD Ratio %	Deposits	Advances	CD Ratio %
01	Uttara Kannada	19192.76	7694.05	40.09	18851.94	8008.16	42.48
02	Udupi	32109.56	14287.94	44.50	32440.75	14807.20	45.64

- The CD Ratio of the state as a whole as on 30.06.2022 is **70.88%**.
- DCs and LDMS are requested to continue necessary corrective measures and continuously monitor the progress in their special subcommittee and DCC meetings.
- LDMS of these districts have informed that District Level Sub-committee is formed to review progress under CD ratio.
- Bank wise CD ratio as on June 2022 is provided in Annexure 6 (Page no72-73).
- District wise CD ratio as on June 2022 is provided in Annexure 7 (Page no.74).

AGENDA-8: Review of financial inclusion initiatives, expansion of banking network and Financial Literacy

As per Jan Dhan Darshak app and FI Plan portal, there are no unbanked villages without any Branch, BC, or IPPB within a radius of 5 KM as on date.

AGENDA 9: Financial inclusion Initiatives:

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

As on June 2022	Total No. of BC locations	No. of active BCs available	No. of inactive BC locations	BCs certified by IIBF
	11145	9994	1151	7136

*As on 30.06.2022, the No. of inactive BCs are **1151**. This is due to high number of inactive BCs of following banks:

SBI	: 469	Canara Bank	: 226
IDFC First Bank	: 206	HDFC Bank	: 83
Bank of Baroda	: 79	Bank of India	: 49

Bank wise details of BCs as on 30.06.2022 is furnished as an Annexure 8 page No.75

9.2 : Financial literacy initiatives by banks.

The status of FLCs as on 30.06.2022 as reported by sponsor Banks is as under:

	Financial Literacy Centers (FLCs)				
	As on 31.03.2022		As on 30.06.2022		Total FLCs
	Functional	Non Functional	Functional	Non Functional	
Total	136	41	131	46	177

SBI, UBI, Canara Bank, BOB, BOI & KGB Banks are requested to expedite appointment of 25,14, 3, 2, 1 & 1 FL Counsellors respectively and make these FLCs functional.

Activities of FLCs enclosed in annexure 9 page No.76:

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

The progress of KPIs by Banks at aspirational districts, reported by respective LDMs as on 30.06.2022 are as under:

(A) Raichur District:

Particulars	Key Performance Indicators (KPIs) as on 30.06.2022			
	Bank Accounts (CASA) per lakh population	PMJJBY enrollments per lakh population	PMSBY enrollments per lakh population	APY enrollments per lakh population
Target set by DFS	129755	9772	30303	2886
Achievement till Jun 2022	136801	7342	15167	3397
% Achievement	105.43	75.13	50.05	117.70
Gap to target (per lakh population)	Achieved	3001	16053	Achieved

(B) Yadgir District:

Particulars	Key Performance Indicators (KPIs) as on 30.06.2022			
	Bank Accounts (CASA) per lakh population	PMJJBY enrollments per lakh population	PMSBY enrollments per lakh population	APY enrollments per lakh population
Target set by DFS	129755	9772	30303	2886
Achievement till Jun 2022	171586	12544	24852	3744
% Achievement	132.24%	128.37%	82.01%	129.73%
Gap to target (per lakh population)	Achieved	Achieved	5451	Achieved

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. It is suggested that VCs to be conducted at district level involving LDMs, State Govt. officials and RBI officials.

Bank wise KPI data provided in Annexure 10 (Page No.77-78.) and defaulting banks are requested to achieve the allotted target.

AGENDA 10: KCC

10.1 KCC Loans – Disbursements & Outstanding:

[cards in lakhs]

[Amount in crores]

KCC Target for 2022-23		Disbursement of KCC from April 2022 to June 2022		KCC Outstanding as on 30 th June 2022	
No. of Cards	Amount	No. of Cards	Amount	No. of Cards	Amount
53.83	81895.71	9.66	9505.62	45.56	54445.51

Bank wise data on KCC loan as on June 2022 is provided in the Annexure 11 (Page no. 79).

10.2 KCC-Dairy and other Animal Husbandry activities:

In order to ensure maximum coverage of farmers engaged in Animal Husbandry and Fisheries under KCC, **DFS: GOI has launched a special saturation drive in the form of weekly "District Camps" w.e.f. 8th November 2021** and it will continue upto 31.07.2022

The scheme is extended till Sept 2022. All the bankers are requested to take note.

Progress under the campaign as on 30.06.2022 is given here below.

	Total no. appl received	Total no. appl accepted	Toto no. of appl sanctioned	Total no. appl rejected
KCC-AH	58155	57562	25567	15665
KCC-FISH	1075	999	577	422
Total	59230	58561	26144	16087

District wise progress under this campaign data is given in Annexure No.12 page. 80-81

All the banks have shown excellent performance under KCC ah & fishery campaign launched by DFS.

Progress on KCC Dairy as on June 2022 is given in the below table.

(Rs in Crores)

Disbursement of KCC-Dairy from Apr 2022 to Jun 2022		KCC Dairy O/s as on 31.03.2022		KCC Dairy O/s as on 30.06.2022	
No. of Cards	Amount	No. of Cards	Amount	No. of Cards	Amount
19496	63.31	217477	423.21	218416	435.99

KCC Dairy loans sanctions during the quarter and outstanding as on 30.06.2022 (Annexure 13 page no.82).

10.3. Issuance of KCC-Fisheries:

GoI and GoK has been giving lots of thrust to sanction KCC for fisherman and fishery farmers. Progress on KCC Fisheries as on June 2022 is given in the below table.

(Rs in Crores)

Disbursement of KCC-Fisheries from April 2022 to Jun 2022		KCC-fisheries O/s as on 31.03.2022		KCC-fisheries O/s as on 30.06.2022	
No. of Cards	Amount (in crores)	No. of Cards	Amount (in crores)	No. of Cards	Amount (in crores)
2561	42.75	5623	82.31	6255	125.15

Performance under KCC-Fisheries as on June 2022 is provided in Annexure 14 (page no.83)

10.4. Animal Husbandry Infrastructure Development Fund and FPOs:

Animal Husbandry Infrastructure Development Fund and the Central Sector Scheme [CSS] for formation and Promotion of 10000 FPOs. Both are having Credit Guarantee component to encourage banks to lend for these two activities. Credit guarantee relations are being managed by NABSanrakshan Trustee Pvt Ltd, a wholly owned subsidiary of NABARD. SLBC requests NABARD to allocate targets to the banks for the year 2022-23. Target for FY 2022-23 Karnataka State is 130 FPOs(100 sponsored by GoK and 30 by NABARD).

Member banks are requested to give more impetus to these schemes.

AGENDA 11: RBI agenda (inputs from Reserve Bank of India)

I. Inputs from Reserve Bank of India

a. Business Correspondents (BCs) - Inactive BC locations and Reconciliation of Data

A comprehensive Financial Inclusion Index (FI-Index) has been developed by RBI in consultation with the respective sectoral regulators and the Government to capture the extent of financial inclusion across the country. A unique feature of the Index is the Quality parameter which captures the quality aspect of financial inclusion as reflected by financial literacy, consumer protection, and inequalities and deficiencies in services. Quality parameter captures 'Inactive Business Correspondents (BCs) Percentage (%)'. Banks in the state are advised to ensure that inactive BC locations are operationalized immediately, under advice.

II. Lead Bank Scheme

a. Meetings under Lead Bank Scheme (LBS)

(i) As per para 2.2.2 and Annex V of the Master Circular, it needs to be ensured that meetings are held at quarterly intervals. It has been observed that both District Consultative Committee

(DCC) and/or District Level Review Committee (DLRC) meetings of previous quarters of the following 4 districts have not been held till July 21, 2022:-

S.No	District	Lead Bank	Concerned Quarter
1	Bidar	State Bank of India (SBI)	For Quarter ended December 2021 & March 2022
2	Chamarajanagar	State Bank of India (SBI)	For Quarter ended March 2022
3	Koppal	State Bank of India (SBI)	For Quarter ended December 2021 & March 2022
4	Ramanagara	Union Bank of India (UBI)	For Quarter ended December 2021 (DLRC) & March 2022 (DCC & DLRC)

(ii) It has been observed that both DCC and DLRC meetings for Quarter ended March 2022 were held beyond the prescribed timeline of 90 days from end of concerned quarter.

S.No	District	Lead Bank	Concerned Quarter
1	Davangere	Canara Bank	For Quarter ended March 2022
2	Dharwad-Hubli	Bank of Baroda (BoB)	For Quarter ended March 2022
3	Haveri	Bank of Baroda (BoB)	For Quarter ended March 2022
4	Kalaburagi	State Bank of India (SBI)	For Quarter ended March 2022
5	Mysuru	State Bank of India (SBI)	For Quarter ended March 2022

Controlling Heads of banks concerned are advised to ensure conduct of the meetings within the stipulated timelines.

(iii) As per para 2.2.7 of Master Circular on Lead Bank Scheme, it should be ensured that DCC and DLRC meetings are not held simultaneously. It is observed that only Vijayapura (for QE December 2021) and Bengaluru Urban (for QE March 2022) had conducted separate DCC and DLRC meetings. Lead Banks of other districts are also advised to conduct separate DCC & DLRC meetings for proper focus on the agenda that differs significantly.

(iv) Further, banks and line departments of state government are advised to ensure representation of appropriate authority in the DCC/DLRC meetings.

b. Meetings of SLBC Sub-Committees

As per para 2.3.2 of RBI Master Circular on Lead Bank Scheme dated April 01, 2022 the meetings of various sub-committees of SLBC are expected to held at quarterly intervals. It is evident from the following information that meetings of the some of the sub-committees are not being held as per prescribed timelines

S. No	Sub Committee	Convenor Bank	QE December 2021	QE March 2022	QE June 2022
1	MSME	UBI	*	Not Conducted	*
2	Recovery & Rehabilitation and Govt. Sponsored Schemes	SBI	*	*	Not Conducted
3	Retail Loans	BOB	*	Not Conducted	Not Conducted
4	Review of functioning of RSETI & RUDSETI	State Director for RESETIs, Karnataka	*	Not Conducted	*
5	Financial Inclusion	UBI	Not Conducted	Not Conducted	Not Conducted

Concerned convenor banks should ensure that the meetings of the sub-committees are held once a quarter and agenda and minutes of the meeting held are forwarded to the SLBC convenor.

c. Expanding and Deepening of Digital Payment Ecosystem

Haveri and Yadgir districts have been identified for deepening of digital payment ecosystem in the state. The progress as on March 31, 2022 is as mentioned below:-

Digital Coverage in Haveri (Nodal Bank: Bank of Baroda)		
	As on Dec 2021	As on Mar 2022
% of Eligible Savings Accounts	70.39%	85.10%
% of Eligible Current/Business Accounts	29.26%	65.93%
Digital Coverage in Yadgir (Nodal Bank: State Bank of India)		
	As on Dec 2021	As on Mar 2022
% of Eligible Savings Accounts	73.60%	77.14%
% of Eligible Current/Business Accounts	68.33%	71.64%

b. It is observed that the digitization in current/business accounts lag behind that of saving accounts in both the districts. Some of the other observations from the data are as follows: -

- In case of Yadgir, Canara Bank (47.51%), Karnataka Grameena Bank (65.40%), Karnataka Bank (50.73%), Krishna Bhima Samruddhi (KBS) Local Area Bank (37.28%), Tamil Nadu Mercantile Bank (66.67%), Bank of India (75.49%) and Suryoday Small Finance Bank (14.88%) need to enhance their digitization performance of saving accounts as their performance is below district average (77.14%). IPPB, GDCC (add full form) Bank, SUCO (add full form) Bank and Yes Bank have already achieved 100% Digitization in savings accounts.
- In case of Yadgir, SBI (66.49%), Canara Bank (52.57%), Karnataka Grameena Bank (64.93%), Karnataka Bank (21.62%), Union Bank of India (51.23%), Suryoday Small Finance Bank (28.89%), DBS Bank India Ltd. (34%) need to enhance their digitization performance of current/business accounts as their performance is below the district average (71.64%). Incidentally, Yes Bank has completed 100% Digitization in Current accounts.

(iii) In case of Haveri, Canara Bank (58.64%), Karnataka Bank (59.91%), ICICI Bank (56.85%), Indian Bank (68.04%), Indian Overseas Bank (42.53%), Lakshmi Vilas Bank (74.12%), Punjab National Bank (77.17%) need to enhance their digitization performance of saving accounts as their performance is below the district average (85.10%). IPPB, IDFC First Bank, IDBI Bank, TamilNadu Mercantile Bank, Bank of Maharashtra, Bank of India, and Yes Bank have already achieved 100% digitization in saving accounts.

(iv) In case of Haveri, Canara Bank (49.31%), Union Bank of India (46.95%), Karnataka Bank (59.66%), Equitas Bank (21.26%), Indian Overseas Bank (64.24%), Lakshmi Vilas Bank (52.40%), Federal Bank (45.79%) and Tamilnad Mercantile Bank (31.25%) need to enhance their digitization performance of current/business accounts as their performance is below the district paverage (65.93%). IPPB, IDFC First Bank, Indian Bank, Bank of Maharashtra, Bank of India and Yes Bank have already achieved 100% digitization in current accounts.

c. Controlling offices of concerned banks are advised to take urgent necessary action to achieve 100% digitization of savings and current accounts in both the districts, including ensuring data accuracy and consistency.

d. It is further informed that RBI Governor had launched two key initiatives on March 08, 2022:-

(1) UPI123Pay – Option to make Unified Payments Interface (UPI) payments for feature phone users

(2) DigiSaathi - a 24x7 Helpline to address the queries of digital payment users across products.

However, as per National Payment Corporation of India (NPCI) website, only IDFC First Bank, City Union Bank & NSDL Payments bank have gone live on IVR payments for UPI123Pay. All banks across the state are advised to adopt UPI123Pay at the earliest so that digital transactions can rise in rural areas where significant population owns feature phones.

d. Annual Credit Plan (ACP) - Rationalization of Targets

(Amount in Rs. Crore)

Description	FY 2021-22	FY 2022-23	Growth
Priority Sector Target	292392	330223.15	12.94%
Ach.	218856		
Ach. %	74.85%		
Non-Priority Sector Target	203980	259482.47	27.21%
Ach.	362755		
Ach. %	177.84%		

(i) The Annual Credit Plan (ACP) for FY 2022-23 mentions a target for priority sector of Rs. 3,30,223.15 crore at a growth rate of 12.94% over the target for FY 2021-22 of Rs.2,92,392 crore (which is an increase of Rs.37,831.15 crore). However, the priority sector target is an increase of Rs.1,11,367.2 crore from the achievement of Rs.2,18,856 crore for FY 2021-22 (ACP achievement was only 74.85%).

(ii) As per RBI study on Credit-Deposit (CD) ratio in the state of Karnataka (April 2021), it is observed that Bengaluru Urban (which constitutes 62% of total business in the state) has low CD-ratio due to higher inflow of foreign investments for the equity-funded IT/IT enabled services sector, thereby reducing the dependence on bank credit. Hence, these factors and lower actual realization may be considered while preparing the future credit plans at block and district level before finalizing the Annual Credit Plan (ACP) at state level.

- (iii) As deliberated during the 157th SLBC meeting held on May 30, 2022, Chief Secretary, Government of Karnataka has informed that since the ACPs are already in public domain, these cannot be modified. SLBC and NABARD are advised to consider the achievements of the previous years while finalizing the State Credit Plan and District Credit Plan respectively for forthcoming financial years, apart from other data inputs such as NABARD's Potential Linked Credit Plan and data/feedback from line departments of state government, so as to have a realistic ACP for banks.
- (iv) The ACP target for Non-priority sector for FY 2022-23 is Rs.2,59,383.47 crore against the achievement of Rs.3,62,755 Crore for FY 2021-22 (ACP achievement % was 177.84%). This anomaly of excessive target for priority sector and lower target for non-priority sector may be rationalized from the forthcoming years. It is understood that process for arriving at next financial year targets has already begun.

e. Study on Decline in Priority Sector Annual Credit Plan (ACP) Achievement

Reference is invited to RBI, Bengaluru letter dated May 16, 2022 and reminder e-mail dated July 20, 2022 wherein SLBC was advised to conduct an analytical study to understand the reasons for the secular de-growth across the major sectors of Agriculture & MSME and also in total priority sector for the year ended March 2022 when compared to the previous year. Priority Sector Annual Credit Plan achievement was 74.85% for FY 2021-22, a Y-o-Y decline of 10.92%. SLBC is advised to expedite and share the report at the earliest for vetting by a committee of officials from RBI and NABARD.

Action: Study conducted and report has been submitted.

III. Opening of Banking Outlets in Unbanked Villages:

(i) Opening of Banking Outlet in Hunshyal Village, Devara Hipparagi Taluk, Vijayapura district

We have received a representation dated June 27, 2022 from Shri. Ramesh. C. Jigajinagi, Hon'ble Member of Parliament (MP), Vijayapura Constituency along with villagers of Hunshyal Village, Devara Hipparagi Taluk requesting opening of Banking outlet in the village since villagers are not able to access the nearest banking outlet due to the presence of an intervening waterbody. As advised in DCC meeting of the district held on June 23, 2022, controlling office of State Bank of India may take appropriate action at the earliest, so as to resolve the grievance of the villagers.

(ii) Opening of Banking Outlet in Indlavadi Gram Panchayat, Anekal Taluk, Bengaluru Urban District

We would like to have an update on opening of branch in Indlavadi Gram Panchayat, Anekal Taluk by Canara Bank.

Action: Canara bank has confirmed in the steering committee that they have given paper publication for premises.

IV. Currency Management: -

As regards currency management in the state, RBI ensured that all districts were provided with adequate quantity of currency for distribution to bank branches and ATMs. RBI has been coordinating with Lead District Managers (LDMs) to assess the requirement of notes and coins as also to ensure that bank branches provide exchange facility for soiled and mutilated notes to the public.

Certain issues such as non-deployment of adequate number of State Armed Guards, pending issues relating to fire audit of currency chests with Fire Department (GoK), pending approval/renewal of firearm licenses, problems in filing FIRs relating to counterfeit notes

(FICN) by nodal police stations, etc. are highlighted by the Currency Chests (CCs) maintaining banks.

With a view to provide a platform to all the stakeholders viz. RBI, Police Department and banks, it was discussed in the 157th meeting of SLBC held on May 30, 2022 and 28th meeting of State Level Security Committee (SLSC) meeting held on July 07, 2022 that SLBC may constitute a sub-committee on Security to discuss various aspects of security related to banks and CCs, storage and movement of currency. SLBC is advised to expedite action on the same.

V. Micro, Small and Medium Enterprises

a. Onboarding of Government & Corporate Buyers on TReDS platform

- (i) RBI had issued guidelines for setting up and operating of TReDS, an institutional mechanism for facilitating financing of trade receivables from Corporates and CPSEs. A reference is invited to the discussions in 153rd, 154th and 155th meetings of SLBC about the progress in registration of state government undertakings under TReDS platform. It was then informed that out of the 27 state government undertakings and 73 boards/corporations functioning in the state, only two undertakings were registered under TReDS platform. Finance Department, GoK vide their letter dated February 25, 2022 had apprised that in all, 6 State Government undertakings had since registered on TReDS platform. Incidentally, Government of Goa has on-boarded itself on the TReDS platforms as a "Buyer" to facilitate realization of trade receivables of MSME contractors and suppliers. Further, Government of Kerala has notified introduction of TReDS platform which will allow government departments, public sector enterprises, local self-government bodies, societies and cooperatives to settle invoices of MSMEs on the platform. Government of Karnataka may consider similar measures to augment onboarding of public sector undertakings, departments and corporations of the state government onto the TReDS platform and its effective utilization to enhance working capital availability for MSMEs. Finance Department, GoK may please refer to our letter dated July 27, 2022 on the above subject and take appropriate action.
- (ii) Government of India (GOI) has mandated all companies registered under Companies Act, 2013 with a turnover of more than ₹ 500 Cr to onboard on TReDS. More than 3000 out of 4714 eligible companies identified by Ministry of Corporate Affairs (MCA) are yet to be onboarded on the portal. As per Gazette Notification of Ministry of MSME, GOI dated November 02, 2018, Registrar of Companies (ROC) in each state is the competent authority to monitor the compliance regarding onboarding on TReDS by eligible companies under its jurisdiction. The concerned line departments of Government of Karnataka (GoK) may arrange familiarization measures of target companies, industry bodies, MSME associations about onboarding of companies (with turnover more than Rs. 500 Crore) on the TReDS platform. RBI, Bengaluru has also written to Registrar of Companies (RoC), Karnataka vide letter dated July 25, 2022 for latest position of companies not on-boarded on TReDS.

VI. Representation from Farmers' Unions and Associations

RBI has been receiving multiple representations and memorandums from various Farmers' Union regarding clarifications on Interest Subvention Scheme for crop loans and restructuring of loans due to natural calamities. Interest Subvention Scheme (ISS) for Short Term Loans for Agriculture sector (latest for FY 2021-22) has been framed by GoI and disseminated by RBI. To alleviate stress faced by farmers during COVID-19 pandemic, Liquidity support of ₹25,000 crore was extended to the National Bank for Agriculture and Rural Development (NABARD) in April 2020. An additional special liquidity facility (ASLF) of ₹5,000 crore was extended in August 2020 to NABARD for a period of one year for refinancing NBFC-MFIs and other smaller NBFCs to support agriculture and allied activities and the rural non-farm sector. All

stakeholders are advised to be guided by our circulars on Modified Interest Subvention Scheme for Short Term Loans for Agriculture and Allied Activities availed through Kisan Credit Card (KCC) during the financial year 2021-22 dated April 28, 2022, Master Direction – Reserve Bank of India (Relief Measures by Banks in Areas affected by Natural Calamities) Directions 2018 – SCBs & RRBs dated October 17, 2018 and ensure that the grievances of farmers are resolved expeditiously as per regulatory guidelines.

VII. Market Intelligence Issues

- (a) Kodigehalli Police Station, Crime No.148/2022 u/s 406, 409, 415, 419, 420, 465, 468, 471, 120 (B), 506 including 149 IPC and 9 of Karnataka Protection of Interest of Depositors in Financial Establishment Act-2004 and 21, 23, 25 of the Banning of Unregulated Deposit Scheme Act-2019.
- (i) RBI, Bengaluru is in receipt of letter dated July 14, 2022 (copy enclosed) received from the Police Inspector, Kodigehalli Police Station stating that Shri Veerendra Babu, Shri Basavaraj M, Shri Govindgowda C K, Shri Venkatesh, Rajanukunte, Shri Vijay Niranjana Rao, Shri Ravi Tejas and Shri Shiva Kumar P S have jointly formed Aryan Infotech Ltd, V-Care online learning app, ANS Charitable Trust @, Karnataka Rakshana Pade, Winews-24 and operating several Youtube Channels from address- C/o Shri B V Nanjagowda, 20th Cross, 8th Main, 'C' Block, Sahakaranagar, C.Q.A.L Layout, Bengaluru.
- (ii) The accused have collected deposits from public on the pretext of offering President, Secretary, Dy. Secretary, Directors and member posts in "Karnataka Rakshana Pade" but have not appointed anyone to the above posts. Further, the accused have formed a political party named "Rashtriya Janahitha Paksha" and have collected deposits from public on the pretext of offering M.L.A, M.P tickets from all districts and taluks in Karnataka for contesting elections. The accused have also collected deposits for offering online education to students in Government schools through their app "V-Care online learning app" but have not provided any online education to students. The accused have formed a core committee and fixed a salary of Rs. 10,000/- for their employees but have not paid salary to the employees. The accused conducted "Zoom" meetings with public and offered Gold, Tabs, Bike and Cars as rewards if they enroll as members of their club and collect money. In view of the above frauds, the Kodigehalli Police have registered a case against the accused and requested RBI, Bengaluru to provide the details of movable and immovable properties of the following persons :-

1) N Veerendra Babu, S/o Nanje Gowda, Age-43 yrs
Address- 1652/6, 20th cross, 8th main, C.Q.A.L Layout, 'C' Block, Sahakaranagar, Kodigehalli, Bengaluru

PAN Number – AHAPV7364H
Aadhar Number – 2502 1466 0985
Mobile Number – 9632527961

2) Vijay Niranjana Rao, S/o Late Venkataraman Rao, Age-53 yrs

Address-584, 11th cross, 3rd main, Nagarabhavi 2nd Stage, Bengaluru – 72
PAN Number – AEZPN5469H
Aadhar Number – 2036 4620 2655
Mobile Number – 9591217817

3) Ravi Tejas, S/o Late Muthappa, Age-41 yrs

Address-No.405, 3rd Stage, 4th Cross, Basaveshwaranagar, Bengaluru-79

PAN Number – AICPR9781R

Aadhar Number – 6471 3397 1226

Mobile Number – 9019712345

The bankers in the state are requested to provide the details of the accounts of the accused as available with them (if any), for onward transmission to the Police Inspector, Kodigehalli Police Station.

Cybercrime Reporting and Response

(i) Adoption and Implementation of SOP on Cyber Frauds

SLBC vide their letter Ref: 013/SLBC/2020/CyberCrime dated January 15, 2021 has advised all the banks in the state to adopt the Standard Operating Procedure (SOP) for handling Cyber Frauds (finalized by RBI, Bengaluru) on or before January 31, 2021 and confirm implementation and strict adherence to the SOP. As discussed in the 157th meeting of SLBC, it has been mentioned that the following 24 banks have not confirmed adoption and implementation of SOP :-

PSBs	RRB	Private Banks	Small Finance Banks:
i. Canara Bank ii. Punjab National Bank iii. Union Bank of India iv. Bank of India v. UCO Bank vi. Bank of Maharashtra vii. Indian Bank viii. Indian Overseas Bank ix. Central Bank of India x. Punjab & Sind Bank	KGB	i. Axis Bank ii. ICICI Bank iii. Kotak Mahindra Bank iv. Catholic Syrian Bank v. Lakshmi Vilas Bank vi. South Indian Bank vii. Tamilnad Merchantile Bank viii. IDFC First Bank ix. IDBI Bank	Equitas SFB Karnataka state Cooperative Apex Bank Local Area Bank: Krishna Bhima Samruddhi Payment Bank: IPPB Karnataka State Financial Corporation

Banks who have not shared the contact details of Nodal officer/executive/escalation levels and also not responded in the process are:

Private Bank: i. Jammu & Kashmir Bank ii. Bandhan Bank	Small Finance Bank: ESAF SFB Payment Banks: Airtel Payment Bank
---	--

The above-mentioned banks are advised to ensure adoption and implementation of SOP on handling Cyber Frauds immediately so that proper support may be provided to the law-enforcement authorities of the state to fight the menace of proliferating cybercrimes/frauds in the state. These banks may also report the status to SLBC.

(ii) Pendency of Cybercrime Incident Reports (CIRs)

Office of Deputy Commissioner of Police (DCP), Command Centre, Bengaluru vide their e-mail dated July 15, 2022 has provided the bank-wise list of Cybercrime Incident Reports (CIRs) pending with the banks for necessary action/furnishing information to the authorities as indicated (in Annexure "A"). The concerned banks are required to act on the pending CIRs immediately and provide appropriate response to Law Enforcement Authorities. Further, any updation in the contact details of the nodal officers of the banks may be informed to Police Authorities at ccps_cir@ksp.gov.in under information to SLBC Karnataka.

AGENDA 12: NABARD AGENDA:

12.1: Allocation of Agriculture Credit targets for FY 2022-23

Department of Financial Services, MoF, GoI has allocated an agriculture credit target of Rs 1.16 lakh crore for Karnataka. However, it has been clarified that the allocation made is not the upper ceiling and if the targets under ACP 2022-23 is higher than allocation, the higher target shall be considered for implementation and monitoring. Therefore, the agriculture credit target fixed by SLBC, i.e. Rs 1.41 lakh Cr may be considered.

However, the share of Coop Banks/ Other Banks and RRBs may be fixed in tune with GoI allocation, within the overall Agriculture ACP of Rs 1.41 lakh crore. Further this shall also be in line with RBI instruction on Rationalization of high allocation of ACP targets to RRB as emanated in 84th Empowered Committee Meeting for RRBs dated 21st Dec 2021.

Allocation of approximately 7%, say Rs 10,000 crore out of total Agriculture ACP (of Rs. 1,40,873.49 crore) towards Dairy, Poultry, Sheep/ Goat/ Piggery/ AH Others, & Fisheries may be undertaken.

The target for crop loan is not achieved consistently over a period of five years except for 2020-21. CAGR for last 5 years i.e. crop loan is 13%. Hence it is proposed to revise/align the targets to previous disbursement @ CAGR for 2022-23 as under:

Rs in Cr

Agency/Category	CL	TL	Total Agri	MSME	OPS	Total
Commercial Banks	40000	48651	88651	128312	59849	276812
RRB	10000	6170	16170	3889	4153	24212
Coop	20000	3971	23971	1410	1086	26466
Others	77	186	263	1994	477	2733
Total	70077	58978	129055	135604	65564	330223

12.2: Enhancing Credit Flow to Agriculture and Allied Sector through Credit Guarantee

Govt of India has launched two new schemes viz. Animal Husbandry Infrastructure Development Fund (AHIDF) and CSS for formation and Promotion of 10,000 FPOs. Both these schemes have a credit guarantee component to encourage banks to lend for these activities. For this NABARD has established a fully owned subsidiary i.e. NABSAnrakshan Trustees Pvt Ltd to manage the credit guarantee operations for these two schemes. NABSAnrakshan has commenced onboarding member banks through online portal. The status of bank wise sanctions/disbursements of loans, coverage of loans under credit guarantee fund may be reviewed. (In case of any assistance, the Banks may contact at 022-26539241/9243 or email their queries at: ho@nabsanrakshan.org). SLBC may also fix bank-wise target for financing of FPOs and monitor the same.

12.3- Support to Government of Karnataka under RIDF

NABARD has been 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 populace which has a multiplier effect on India's overall economic development. The sector wise details of support extended so far are given below:

Sector Wise RIDF details (Tranche I-XXVII) as on 15.07.2022

(Rs. Crore)

Sn	Name of the Sector	No. of projects	Total Financial Outlay	Loan Sanctioned	Amount Disbursed
1	Agriculture and allied projects	5611	2030.61	1882.67	1283.78
2	Social sector projects	23137	6059.59	4703.64	3022.39
3	Irrigation projects	5584	5188.26	4356.95	3563.49
4	Rural roads and bridges	12885	8207.09	6687.51	5974.74
	Total	47217	21485.55	17630.77	13844.4

Impact of RIDF

Under RIDF, GoK has undertaken rural infrastructure projects in all the districts of the State. RIDF assistance has helped in creating more than 45353 KM of road length and 58872 M of bridge length besides creation of education and social infrastructure in rural areas.

Further, RIDF assistance has helped the state in bringing more than 4.69 lakh Ha of land under irrigation. The list of irrigation projects completed during FY 2021-22 is indicated in Annexure 1. With a view to optimizing 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.

12.4: Exploring possibilities of cooperation at Local Self Govt Level.

Presentation on promotional grants available from NABARD soliciting collaboration with Panchayati raj/Rural Development department. Ppt attached.

12.5: Reporting of KCC data of other banks under RRBS/Cooperative banks in the portal.

KCC data in respect of RRBs and other private sector commercial banks is being included under the cooperative banks and this is leading to high pendency under the DCCBs. As this is being reviewed at the highest level by DFS, GOI, LDMs may be instructed not to report data pertaining to other banks under DCCBs. Also, district level meetings to review pendency in KCC/status of KCC implementation may be conducted regularly.

12.6: 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 popularise the schemes and encourage potential beneficiaries to avail benefit of the schemes.

12.7: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 - 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.

12.8: Financial Inclusion Fund

1. Grant support is available for various schemes under Financial Inclusion Fund (FIF) from NABARD. The target allocated during the current year for sanction and disbursement are Rs.10.24 crore and Rs.8.52 crore respectively for the State of Karnataka.

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

Conduct of Financial and Digital Literacy Campos by rural branches of Banks.

Reimbursement of Examination fee of BC/ BF

Deployment of micro ATM by SCBs in schools and colleges in Special Focus Districts and in milk societies in all districts

Deployment of PoS/mPoS terminals in Tier 3 to Tier 6 centres

VSAT deployment in sub-service area (SSA) of the Bank for new branches opened and for kiosk/fixed CSP

Mobile signal booster deployment in SSA of Bank for new branches opened and for kiosk/fixed CSP

Installation of solar power unit/ UPS deployment in SSA of Bank for new branches opened and for kiosk / fixed CSP

On boarding to Positive Pay System (PPS) (Applicable for RCBs only)

Handheld Projector with Battery, Screen & Speaker per FLC/rural branch

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

Annexure 1

List of irrigation projects completed in Karnataka during FY 2021-22						(Rs. Lakh)	
Si No	Project Name	RIDF Tranche	District	Taluk	Project Cost (expd.)	RIDF Loan	Area Benefitted (Ha)
1	Construction of Percolation Tank NEAR Palaya village in Hosadurga Taluk, Chitradurga District	23	CHITRADURGA	Hosadurga	100.00	95.00	40.00
2	Construction of Bridge Cum Barrage near Old Belagavi village in Tq & Belagavi Dist	26	BELGAUM	Belagavi	93.00	88.35	50.00

3	Construction of Bridge Cum Barrage near Khangaon village in Gokak Tq Belagavi Dist	26	BELG AUM	Gokak	97.00	92.15	50.00
4	Construction of Bridge Cum Barrage across local nala near Udagatti village in Gokak Tq Belagavi Dist	26	BELG AUM	Gokak	92.00	87.40	50.00
5	Construction of check dam cum LLC in Series across halla in Halkurike village in Honavalli hobli	26	TUMK UR	Tiptur	100.00	95.00	62.00
6	Construction of checkdam across Singanahally near Mandaghatta village and across Devarahalla near Malligenahalli village	26	SHIM OGA	Shivam ogga	100.00	95.00	40.00
7	Constn.of CD near Hosaveedu Hundi Halla in Nanjanagudu Tq.	26	MYSO RE	Nanjan agud	82.00	77.90	36.70
8	Construction of checkdam cum causeway across Hirehalla inbetween Kantapura-Narasipura village of Hosadurga taluk	26	CHITR ADUR GA	Hosadu rga	99.00	94.05	40.00
9	Construction of protection wall near Shiravala Barrage in Sagar Taluk Shivamogga District	26	SHIM OGA	Sagar	100.00	95.00	55.00
10	Construction of Retaining wall for Nandini river near Kateel Shree Durga Temple in Kondemoola village, Mangalore	26	DAKS HINA KANN ADA	Mangal ore	141.00	133.95	55.10
11	Construction of Series of Check dams across nala at Toravi-Butanal-Bharatagi-Inganal in Vijaypur taluka of Vijaypur district.	26	BIJAP UR	Vijaypur	100.00	95.00	2.50
				TOTAL	1104.00	1048.80	481.30

AGENDA 13: As per letter no FD-CAM/16/2022 (Part-1) dated 05.07.2022 received from Additional Chief Secretary to Government, Finance Department, Vidhana Souda, Bengaluru regarding discussion of following points in SLBC

- a. Bank credit to GDP ratio of Karnataka.
- b. Low ratio 16:69 under NITI Ayog's SDG India Index of functioning bank branches of commercial branches per 1 lakh population.
- c. Low growth rate of 0.03% under MSME and industry sector credit over the period 2019 - 20 to 2021-22.
- d. Financing for post-harvest and marketing infrastructure in line with "One District One Product".
- e. Ensuring equitable target in aspirational Districts/taluk.
- f. Redistribution of targets to best performing bank to improve Kisan Credit Card penetration.
- g. Low percentage of (7%) credit to terms loans by RRBs and Co-operative Banks.

Agenda 14. Pradhan Mantri Fasal Bima Yojana (PMFBY) and Restructured Weather Based Crop Insurance Scheme (RWBCIS):

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

- a). Season wise claim settlement status under **PMFBY** as on 29.07.2022 is given in the Annexure 15 (page no 84).

There is pending claim of Rs 58.87 crore from kharif 2018 to kharif 2021 including rabi and Summer season

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

- b). Season wise claim settlement status under **RWBCIS** as on 30.04.2022 is given in the Annexure 16 (page no. 85).

There is pending claim of Rs 34.28 crore from kharif 2018 to kharif 2021 including rabi season. SLBC requests Department of Horticulture, GoK to advise ICs settle the pending claims to farmers at the earliest.

As the huge claim amount of Rs 5.96 Crore is pending with ICICI Bank, it has been directed to the Agri Dept by the concerned Ministry to take action against the bank. Further ICICI Bank is not responding to the SLBCs advisories.

All the member banks are requested to display a message in prominent places that default borrowers under KCC are not automatically covered under crop insurance.

14.2 Agriculture Department Agenda:

Compliance with directions regarding exemptions to DBT in Jandhan and BSBD accounts

In case of settlement of crop insurance claim payments, it is seen that nearly 3% of payments are getting bounced back. One of the reasons for this is that "transferred amount is more than the credit limit fixed for the account". And this happens in "Jandhan" and Basic Savings Bank Deposit accounts in which there cannot be a credit of more than Rs. 50000 anytime and a total of more than Rs. 1 Lakh credited in a year.

- Banks advised to give a separate product code for accounts receiving DBT payments, so that the accounts are not classified as inoperative.
- At present there is no limit on the number and value of deposits that can be made in a month for all the BSBD & PMJDY accounts.
- Insurance claims amounting to Rs. 1.06 crores has been bounced back with the remarks "credit limit exceeds."
- Hence, all the banks in the State are requested to take up with their IT Team to avoid bounce back of DBT transactions / rejections with the remarks "credit limit exceeds."
- There should not be any restrictions to receive government benefits / grants/ insurance claims.

Details of maximum credit reached limit bank wise enclosed in Annexure 17 Page No.86

Agriculture Department, GoK has requested SLBC to direct the above banks to comply with the directions cited above and permit the exception for DBT payments so that farmers are not denied of payments they are genuinely entitled to by law and procedure.

14.3 NPCI validation failed cases:

Aadhaar seeding with beneficiary bank accounts is compulsory to receive any Direct Benefit Transfers (DBT) including, crop insurance claims.

Details of the NPCI failed cases are provided as annexure 18 Page No.87

Following banks have major pendency in case of NPCI failure case.

- | | |
|-----------------------|----------------|
| 1. ICICI Bank Ltd | 4. Canara Bank |
| 2. State Bank of Bank | 5. KVGB Bank |
| 3. BOB | |

It is noted that a significant number of cases the crop insurance claims pushed by DBT bounced back due to **non/improper seeding of Aadhaar with the bank account** of the beneficiary farmer.

In 2987 cases, Rs.5.63 crores have resulted in failure of payment under PMFBY is Bank wise that is as follows. Refer annexure no. 19 PageNo.88 for details.

It is requested that the Banks to take corrective action to seed the Aadhaar with bank accounts in the above cases immediately.

14.4. Recovery of benefits passed on to ineligible beneficiaries under PMKISAN scheme.

Under PMKISAN scheme, Government has requested to recover the amount received by the following beneficiaries:

• Income tax Payers:

The Government of India has identified 104840 beneficiaries as Income tax Payees so far and data of 73,606 beneficiaries who got minimum one instalment has been shared, to recover an amount of Rs. 80,73,78,000 from these beneficiaries and deposit in favour of "**Commissioner for Agriculture**", SBI Vidhana Soudha, Bank account number 6402677843 (SBIN0040277).

As of now an amount of Rs. 6,05,26,515/- has been recovered from these income tax payees from various banks.

- **Death beneficiaries:**

Currently 3312 beneficiaries have been reported 'Dead' and it requested that amount credited to these accounts after the death should be recovered by Banks before closing the beneficiary bank account as death claim settlement. We appreciate the Banks for responding well for recovering these amounts, however some banks are not sending the beneficiary Aadhar number and date of death for updating the beneficiary status in PMKISAN portal.

- **Fraudulent applications from CSC/Self registration**

The GOI in its implementation process of PMKISAN has enabled an option for self-registration of farmers through its PMKISAN portal, Mobile application and through Citizen Service Centers for getting benefit under PMKISAN scheme. The total number of self-registered farmers of the state is available in the portal is 3,82,801 and approval as on date is 2,03,819. The state, in the process of going through various reports available in GOI-PMKISAN portal noticed a too huge number enrolment in Chitradurga District.

The department has requested to recover the amount of 42.43 crore from 87212 ineligible beneficiaries who received at least one installment and deposit the recovered amount to account number 00425201001227 (IFSC CNRB0000425) of Canara Bank, Hebbal, Bengaluru.

In case of the requisite amount is not available in the accounts may continue to be blocked till complete recoverable amount is recovered.

Hence, SLBC requesting to all member Banks to take necessary action for recovering the remaining amount and send the beneficiary wise details of amount recovered (Farmer Name, Bank account Number, IFSC code, mobile Number and amount recovered) as it is required for transferring the recovered amount to GOI.

AGENDA 15. Crop Loan Waiver Scheme -2018

Internal Audit of the CLWS-2018 accounts by the implementing banks

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 is to 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 are hereby requested by SLBC to abide by the guidelines and time schedule by 30.09.2022

AGENDA 16: Fisheries Loan Waiver Scheme:

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.

The Department has informed that the scheme has come to an end. Accordingly, this agenda will be removed from the subsequent meetings.

AGENDA 17. Banking statistics as on 30th June 2022:

17.1: Business figures under various parameters:

(Amt in Cr)

Particulars	June 2021	Mar 2022	June 2022	Y-o-Y – variance June 22 to June 21		Variation June 2022 over Mar 2022	
				Absolute	In %	Absolute	In %
Deposits	1195653	1311388	1288312	92659	7.75	-23076	-1.76
Advances	786317	894941	913163	126846	16.13	18222	2.04
Credit-Deposit Ratio	65.76	68.24	70.88	5.12		2.64	
Total PSA	313595	351165	358605	45010	14.35	7440	2.12
% of PSA to Total Advances	39.88	39.24	39.27	-0.61		0.03	
Agricultural Advances	148448	170411	173489	25041	16.87	3078	1.81
% of Agri. Advances to Total Adv.	18.88	19.04	19.00	0.12		-0.04	
Advances to MSME	109676	128161	132096	22420	20.44	3935	3.07
% of MSME to Total Advances	13.95	14.32	14.47	0.52		0.15	

Sector	Particulars
Deposits, Advances & CD Ratio	There is a Y-o-Y growth of 7.75% in Deposits and 16.13% in Advances. CD ratio of the state as on 30.06.2022 is 70.88%.
Total PSA	There is a Y-o-Y growth of 14.35% in Total Priority Sector Advances.
Agricultural advances	There is a Y-o-Y growth of 16.87% in Agricultural Advances.
MSME sector	There is a Y-o-Y growth of 20.44% in MSME Advances.

SLBC requests the subcommittee on Agriculture to initiate steps to study/improve CD Ratio.

17.2: Branch Network:

(in numbers)

Particulars	Mar 2022	Jun 2022	Variation of Jun '22 over Mar 22
1. Rural	4242	4253	11
2. Semi-Urban	2642	2676	34
3. Urban (including Metro)	4770	4787	17
Total	11654	11716	62

In comparison to the March quarter 2022, there is an increase of 62 branches for the June quarter 2022.

Bank wise No. of bank branches in the state is provided in Annexure 20 (Page No 89)

17.3 Status of Rural Bank Branch closure: Concerned bank to explain:

District name	Bank name	Branch / Village	Distance between branches	Remarks
Bagalkote	Canara Bank	Galagali / Yedahalli	4.3 km	Galagali village comes under submerged area of Upper Krishna Project and they have received letter from Special Land Acquisition Officer (SLAO) Bilgi to vacate the branch premises as entire village is notified as submerged area.

DCC / DLRC proceedings are provided in Annexure 21 (Page No.90-101)

17.4: ATM Network:

(in numbers)

Particulars	Mar 2022	Jun 2022	Variation of Jun'22 over Mar ' 22
1.Rural	2246	2087	-159
2.Semi Urban	3116	3385	269
3.Urban	11813	11524	-289
Total	17175	16996	-179

- ❖ The total number of ATMs have decreased from 17175 as on 31.03.2022 to 16996 as on 30.06.2022, thus showing an decrease of 179 ATMs during the quarter.
- ❖ The decrease in rural ATMs is mainly due to decrease in rural ATMs of Karnataka Bank (143), Kotak Mahindra Bank (12) and Axis Bank (6).

Bank wise No. of ATMs in the state is provided in Annexure 22 (Page no.102).

Agenda 18: Progress under Aadhar seeding of operative CASA a/cs:

(Rs in Lakhs)

As on	No. of operative CAS A/cs	No. of CASA A/cs seeded with Aadhar	% of Aadhar seeding
30.06.2022	864.32	768.46	88.9

- All member banks are requested to sensitize the branches and for further improving in Aadhar seeding.
- The Bank-wise Progress under Aadhar seeding of CASA accounts in Karnataka state as on 08.07.2022 is furnished in the annexure 23 (page No.103)

18.1: Progress under Aadhar seeding in PMJDY a/cs:

Particulars	(Outstanding No. of Accounts in lakh)		
	31.03.2022	30.06.2022	Variation
No. of PMJDY A/cs O/S	144.69	149.73	5.04
Total Aadhar Seeded A/cs	124.76	130.73	5.97
% Aadhar Seeding	86.23	87.31	1.08

All member banks are requested to encourage customers of new PMJDY and existing PMJDY accounts for Aadhar seeding.

Bank wise total progress under PMJDY as on 30th June 2022 is provided in the Annexure 24 (Page No.104).

Member banks are requested to pay special attention to two aspirational Districts – Raichur & Yadgir.

18.2: Progress under Social Security Schemes:

Scheme	(No. of enrolments in lakh)			
	Outstanding as on		Growth	
	31 st Mar 2022	30 th Jun 2022	No.	%age
PMSBY	120.35	148.48	28.13	23.37
PMJJBY	52.11	70.88	18.77	36.02
APY	22.74	23.32	0.58	2.55

- Bank wise progress under all the above social security schemes as on June 2022 is provided in Annexure 25 (page no. 105) .

AGENDA 19: Government sponsored schemes & discussion on lending towards Government sponsored schemes (DAY-NRLM, DAY-NULM, MUDRA, Stand-Up India, etc.) and impact of these schemes.

19.1. Performance under various Govt. Sponsored Schemes as on 30.06.2022: Latest position on progress / achievements of various Govt. sponsored schemes are furnished in the Annexures:26 (Page No.106- 106AH)

*In case of **Dr. B R Ambedkar Development Corporation**, Target for the current FY is not yet allocated. Progress is shown of actual number of applications sponsored to the corporation.

SLBC requests all member banks to sanction and disbursement of all pending applications under various Government sponsored scheme.

19.2: PMEGP

TARGET AND ACHIVEMENT UNDER PMEGP IN KARNATAKA STATE DURING 2022-23 (As on 30.06.2022)									
(Projects and Employment in Nos.& M M in Lakhs)									
STATE	TARGET			ACHIVEMENT			ACHIVEMENT IN %		
	PRO	M M	EMP	PRO	M M	EMP	PRO	M M	EMP
KARNATAKA	3973	12527.48	31784	1319	3638.60	10552	33	29	33

The percentage of NPA under PMEGP is 24.38%.

NOTE: The Percentage of Margin Money Utilization is 29 %

TARGET AND ACHIVEMENT UNDER PMEGP FOR 2nd LOAN IN KARNATAKA STATE DURING 2022-23						
(Projects and Employment in Nos. & M M in Lakhs)						
Status as on	TARGET			ACHIVEMENT		
	PRO	M M	EMP	PRO	M M	EMP
30-06-2022	52	506.43	416	0	0.00	0

NOTE: The Percentage of Margin Money Utilization is 0 %.

Bank wise and District wise progress and applications pending at bank under PMEGP scheme is provided in Annexure 27 (page No.107-109.).

19.3: CREDIT FLOW TO MINORITY COMMUNITIES

19.3.1: Progress under finance to Minority Communities in the state

Amounts Rs. In Crore

O/s as at 31.03.2022			O/s as at 30.06.2022		
No. of A/cs	Amount	% to total PSA	No. of A/cs	Amount	% to total PSA
2037154	36254	10.32	2112283	35328	9.85

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

Bank wise balance outstanding to Minority Communities as on June 2022 provided in Annexure 28 (page No.110-111)

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

The outstanding level of credit to minority communities in the identified Districts as at June 2022 is as follows:

Name of the District	(Amount in Crs)					
	Bidar		Kalburgi		Dakshina Kannada	
	Mar-22	Jun-22	Mar-22	Jun-22	Mar-22	Jun-22
O/s advances under Priority Sector Credit	5076.78	5543.50	6490.40	8485.00	13865.00	20451.00
Lending to Minority Community	786.78	842.27	1006.24	1067.24	6338.84	6229.39
% of Minority Community Lending to PSA	15.50%	15.19%	15.50%	12.57%	45.71%	30.46%

- Sufficient care is taken to ensure that minority communities also receive an equitable portion of the credit.
- SBI is the Lead Bank in Bidar and Kalburgi districts and Canara Bank is the Lead Bank in Dakshina Kannada District.

19.4: Grant of Education Loans:

During the sanctioning review period (01.04.2022 to 30.06.2022) of the FY 2022-23, various Banks in the state of Karnataka have disbursed Education loans to the tune of Rs 421.91 Crores to 16133 accounts under both priority and non-priority segments.

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

Progress under SELFHELP GROUPS:

Agency	As at June 2022					
	Credit Linkage for Jun 22 quarter of FY 2022-23		Cumulative during FY 2022-23		Average finance per group (Rs. in lakh)	
	No. of SHGs	Amount (Rs. in Cr)	No. of SHGs	Amount (Rs. in Cr)	For (Apr 22 – June 22) period	For (Apr 22 – June 22) period (cumulative)
PSBs+PVTs	8535	159.69	8535	159.69	1.87	1.87
RRBs, Cooperatives & Other Banks	13552	435.46	13552	435.46	3.21	3.21
Total	22087	595.15	22087	595.15	2.69	2.69

Bank wise progress under SHGs is provided in Annexure 29 (page no.112).

Progress under JOINT LIABILITY GROUPS:

Agency	Balance O/S as on June 2022		Average finance per JLG Member (in lakhs)
	No. of JLGs	Amount (Rs. in Crore)	
PSBs+PVTs	1438384	5896.88	0.41
RRBs, Cooperatives and Small Finance Banks	1291966	3914.02	0.30
Total	2730350	9810.90	0.36

Bank wise progress under JLG-Bank linkage program as at June 2022 is given in Annexure 30 (page No.113).

19.6: Progress in Stand Up India scheme as on 30.06.2022

Member banks have sanctioned 187 SUI loans amounting to Rs. 40.21 Cr from 01.04.2022 to 30.06.2022.

(Nos. in actuals and Amount in crores)

Scheme	Sanctioned as on Mar 2022		Sanctioned as on Jun 2022	
	No. of A/Cs	Sanction Amt.	No. of A/Cs	Sanction Amt.
SC	290	55.95	43	10.39
ST	76	12.56	13	3.21
Women	917	184.29	131	26.62
Total	1283	252.80	187	40.21

Bank-wise details of sanctions and disbursements under SUI as on June 2022 is provided in Annexure 31 (page No.114). Further member banks are requested to share the outstanding as at end of each quarter, henceforth.

19.7: Progress in Sanctions under MUDRA scheme:

Member banks have sanctioned 841227 MUDRA loans amounting to 5172.76 Cr from 01.04.2022 to 30.06.2022

Amount in Crores

Scheme	March 2022		June 2022	
	No. of a/cs	Amount sanctioned	No. of a/cs	Amount sanctioned
Shishu	3244866	9504.51	623297	1688.70
Kishore	870711	12714.48	205415	2471.12
Tarun	87900	6093.40	12515	1012.94
Total	4203477	28312.39	841227	5172.76

Bank-wise, District, State wise sanctions and disbursements under MUDRA is given in Annexure 32 (page no 115-116).

Karnataka state has secured number 5th 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 1st position by end of the fourth quarter of the current financial year.

19.8 Progress under PMFME scheme:

Progress under PMFME scheme in the state of Karnataka as on 30.06.2022

Details	No. of Accounts
Target for the State	3871
Total applications submitted to Banks	1183
Total No. of Sanctions	445
Loan under process	350
Total Rejection	388

Karnataka state has secured 2nd Place in PAN India.

District wise, bank wise and state wise progress under PMFME scheme is provided in annexure 33 (Page No.117-121).

AGENDA 20: Position of sector wise NPAs:

20.1: Non-Performing assets position as on 30.06.2022:

(Amount in Crore)

Sl.	Sector	As at 30.06.2022			
		Acs - No.	NPA Amt.	Total Loan O/s Amt.	% of NPA
1	Agriculture	1095557	20621.12	173489.41	11.89
2	MSME	373558	12534.74	132095.76	9.49
3	Housing	17153	899.91	35634.44	2.53
4	Education	24424	539.98	5580.68	9.68
5	Other Priority sector adv	138663	801.78	11804.46	6.79
6	Non priority sector NPA	343967	29349.34	554557.50	5.29
7	TOTAL NPAs	1993342	64746.87	913162.25	7.09

Bank wise and segment wise NPA position is provided in Annexure 34 (Page no 122-131).

SLBC requests GOK to provide required assistance in recovery of the bad loans.

20.2: Recovery of bank dues under PMEGP:

The summary of scheme-wise NPA position as at **June 2022** is furnished here under:

(Amount in Crore)

Balance O/S	NPA Level	% of NPA
887.50	216.36	24.38

Bank-wise NPA level under the PMEGP schemes is furnished in Annexure 35 (Page no.132).

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

(Amount in lakhs)

FY 2021-22 (for the quarter ending June 2022)	RCs pending as on previous quarter		RCs filed during the quarter		RCs disposed during the quarter		RCs pending as at the end of the quarter		RCs pending for more than 1 year.
	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs	Amt	A/cs
June 2022	48665	103118	1610	2147	3925	7540	46350	97726	19598

SLBC requests 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.

The bank wise data is provided in Annexure 36 (Page no.133).

20.4 Recovery of bank dues under SARFAESI Act, DRT Act & LOK ADALATS:

(Amount in Lakh)

Particulars	Cumulative from 01.04.2022 to 30.06.2022		
	No. of Notices sent	Amount involved	Amount Recovered
SARFAESI	6275	368600	40600
DRT	4049	408296	25154
LOK Adalat	80890	52818	13066
Total	91214	829714	78820

The Bank wise data is provided in Annexure 37 (Page No.134). Member banks are requested to share district wise pendency under DRT Act, SARFAESI and Lok Adalats, henceforth.

AGENDA 21: REVIEW OF RESTRUCTURING OF LOANS IN NATURAL CALAMITY AFFECTED DISTRICTS IN THE STATE, IF ANY

Government of Karnataka has 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.

AGENDA 22: 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 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.

AGENDA 23: Integration of FRUITS (Farmer Registration & Unified Beneficiary Information System) with Banks

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 24: ISSUES REMAINING UNRESOLVED AT DCC/DLRC MEETING

SLBC has not received any unresolved issues from the LDMs.

AGENDA 25: SUB COMMITTEE MEETINGS HELD DURING THE REVIEW PERIOD:

The details of SLBC Sub-committee meetings conducted during the review period are as under:

Sl.	Name of the sub Committee	Chairman	Convenor Bank	Date of meeting	Minutes (Annexure No.)
1	MSME	Principal Secretary – Industries and Commerce., GoK	Union Bank of India		
2	SHG-Linkage	Addl. Chief Secretary, Skill Development, Entrepreneurship & Livelihood Dept., GoK	Canara Bank	08.08.2022	
3	Recovery & Rehabilitation and Govt. Sponsored Schemes	ACS & DC., GoK	State Bank of India	20.07.2022 [for March]	
4	Agri & Allied activities	ACS-Agriculture Dept., GOK	Canara Bank	02.06.2022 [for March]	-
5	Retail Loans	Principal Secretary, Housing Dept., GoK	Bank of Baroda		-
6	Review of functioning of RSETI & RUDSETI	Addl. Chief Secretary, Skill Development, Entrepreneurship & Livelihood Dept, GoK	State Director for RESETIs, Karnataka	06.05.2022 [for March]	-
7	Financial Inclusion	Convenor, SLBC Karnataka	Union Bank of India	05.08.2022	-
8	Deepening of Digital Payments	State Bank of India	State Bank of India	11.05.2022 [for March]	

AGENDA 26: Atma Nirbhar Bharat Abhiyan

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

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 318875 accounts with amount of Rs 27785 crores under ECLGS scheme against total eligible amount of Rs 40284 crore as on 30.06.2022.

Summary on ECLGS Progress in Karnataka State as on 30.06.2022 is provided in annexure 38 (page No. 135)

26.2: PMSVANidhi scheme:

Lending under the PMSVANidhi scheme is extended till December, 2024. Credit Guarantee and Interest Subsidy claims on all loans will be paid till March 2028.

It has been decided to keep a minimum repayment period of six months for 2nd loans to be eligible for the next cycle of loan with an enhanced limit.

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

Progress under PMSVANidhi scheme in Karnataka state as on 11.07.2022

Particulars	Total loan applied (Excluding Rejections)	Sanction	Disbursement	Pendency for sanction against loan applied	Pendency for disbursement against sanctioned	% of disbursement over total loan applied
1 st Trench	238359	161910	143058	76449	18852	60.02
2 nd Trench	64550	28534	21400	36016	7134	33.15
3 rd Trench	71	42	14	29	28	19.72
Total	302980	190486	164472	112494	26014	54.28

Bank wise & district wise sanction/disbursements/pendency/rejection of applications under the scheme is furnished in Annexure 39 (page no 136-143)

AGENDA 27 : Other Issues

27.1 . Implementation of Kannada language by Banks.

All member banks and LDMs are requested to ensure:

1) Availability of account opening forms, loan applications, challans etc., in Kannada language in 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 said aspects in DLRC, DCC and BLBC meetings with district coordinators of banks and bank branch Managers.

The state controlling office of banks has 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.

SLBC request member banks to ensure imparting Kannada language training to non-Kannada employees. Further, banks are requested to inform the number of training so conducted to SLBC on quarterly basis.

27.2: 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 PMJJBY, PMSBY. 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 (Annexure 40, Page No. 144-145) 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.

Agenda 27.3: Activities under Azadi ka Amrit Mahotsav (AKAM) in Karnataka state

GOI, India is celebrating 75 years of independence “Azadi ka Amrit mahotsav (AKAM)” which commenced on 12th March 2021 marked a 75-week countdown to the 75th Anniversary of our Independence on 15th August 2022 and will 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.

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 insurance 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.

27.4: 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

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

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

Letter from Dept. of Telecommunications and Letter from SLBC KARNATAKA dated 06.07.2022 is annexed as Annexure 46 (Page No. 158-160).

27.5: Performance by Banks under Annual Atal Pension Yojana (APY) Targets during FY 2022-23: (from 01.04.2022 to 30.06.2022)

Karnataka has achieved 22% of APY target set by PFRDA during FY 2022-23 upto 30.06.2022.

Bank Category	No. of branches as on 01.04.2022	Target by PFRDA branch	by per	Total Target	Performance by Banks	Achievement %
Major Banks	6486		80	518880	78193	15%
PVT Banks	1328		30	39840	5826	15%
RRB	1774		80	141920	68455	48%
Total	9588			700640	152474	22%

* Major Banks (ALL PSBs and 4 Private banks i.e. **ICICI Bank, AXIS Bank, HDFC Bank, IDBI Bank**). Bank wise and District wise performance report provided by PFRDA is placed as Annexure 41 Page no.146-151)

27.6: Status of Aadhar Enrolment Centers in banks in the State:

UIDAI, Bangalore has informed that as on 30.06.2022, 814 kits are active with 271193 Enrolments / updates in the last 30 days against 889 active kits with 206607 enrolments/updates in the last 30 days as on 31.03.2022.

SLBC requests all Banks to improve the enrolments and carry out maximum enrolments/updates. SLBC also requests all Member Banks to give more focus for enrolments/updates in Raichur & Yadgir districts.

Bank wise status of enrolment centers as per UIDAI in Karnataka is provided in Annexure 42 (page No.152)

AGENDA 28: Skill development:

28.1: RUDSETI / RSETIs

There are RUDSETI (7) / RSETI (24)s Total 31 functioning in the state of Karnataka.

28.2: Status of RSETIs / RUDSETIs as on 30.06.2022 reported by sponsor Banks is as under:

(Quarterly)

Name of the Sponsoring Institution	No. of RSETIs	Target for 2022-23		Achievements (as at 30.06.2022)		
		No. of Programmes	No of person needs to train	No of Programmes	No of person Trained	% Ach
RUDSETI	7	191	5516	41	1009	18
Canara Bank	11	305	8576	73	1815	21
State Bank of India	7	192	5358	38	883	16
Union Bank of India	2	57	1576	6	147	9
Bank of Baroda	2	52	1580	18	389	25
Kotak Mahindra Bank	1	28	800	6	173	22
DCC Bank	1	30	900	5	142	16
Total	31	855	24306	187	4558	19

28.3: Functioning and performance of RUDSETI (7) / RSETI (24)s in Karnataka state

SI No.	Particulars	As on 30.06.2022 (Cum since inception)	During FY 2022-23
1	No. of training programs conducted	11848	187
2	No. of persons trained	335463	4558
3	No. of persons secured employment / self-employment	242437	118
4	No. of trained persons credit linked	149460	1595

The progress achieved by RSETIs during the year is provided in the Annexure 43 (page No 153.)

All member banks are requested to arrange for credit linkage to all RUDSET/RSET trained candidates to foster self-employment.

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

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

The District administration of Ballari District had allotted the land of 1.11 acres in TS No.1084/2b, near Bandihatti village, Ballari in the name of "The CEO, ZO, Ballari" instead of "The Director, CB RSETI, Ballari". 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.-At present the same is under court dispute.

During the last DLRAC meeting, district administration assured the institute for alternate land allotment for RSETI building construction. Subsequently RSETI Ballari requested to The CEO, ZP, Ballari vide its letter dated 28.07.2022 to allot the land of at DIC compound only as DIC is not utilizing the land.

Copy of RSETI request letter is attached in annexure 44 (Page No.154-156)

Canara bank had requested the house to solve the issue. SLBC once again requests the State Government authorities to resolve the issue.

28.5 Providing add-on services through Toll Free Desk for addressing Public

The toll free call center is being managed by outside agency M/s. Conneqt Business Solutions Limited, Hyderabad. The contract expired on 07.12.2021. The same is extended on the existing terms and conditions upto 31.08.2022. The charges are paid at the rate of Rs.44925/- per person per month and applicable GST charges. Now the vendor has requested for extension of the contract for a further period of 3 years and sought an enhancement of Rs.1000/- per person per month effective from 01.12.2022. There shall be increase of Rs.1000/- per month, per person every year thereof. Since the work is being executed satisfactorily SLBC requests house to consider renewal of the above contract for a further period of three years from 01.09.2022 till 31.08.2025.

The total no. of calls received at the Helpdesk from April 2022 to June 2022 is 2285.

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

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

As on 30.06.2022, about Rs35.09 crore is pending to be released by SRLM to various RSETIs in Karnataka and the pendency is continuing for many years. RSETI wise details are provided in Annexure 45 page No 157.

28.7: Request for enrollment to SLBC Karnataka.

Utkarsh Small Finance Bank: M/s.Utkarsh Small Finance bank has requested SLBC to enroll them as one of the members of SLBC. The SFB has 5 branches in Karnataka and 686 branches all over the country. The bank has a total Deposits of Rs.10074 crores and advances of Rs.10228 crores.

Agenda: 28.8 :SVAMITVA Scheme

IBA has addressed a letter dated 20.07.2022 to all public sector banks regarding reluctance in providing loans against property cards issued under the subject scheme. It has also advised SLBCs to discuss the same in SLBC forum.

The above matter was also discussed in 156th SLBC meeting and the discussion points are as under.

"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 already placed an agenda in 155th SLBC meeting and advised banks and concern department for necessary action.

The demarcation of abadi areas would be done using drone Surveying technology, with the collaborative efforts of the Ministry of Panchayati Raj, State Panchaythi 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.*

Further, we request concern State Government Department (Viz., Revenue Department, Department of rural development and Panchayat Raj, SS & LR), Banks and house to deliberate the issue regarding SVAMITVA about followings:

- 1. Recognition of property cards by Banks, as authentic legal documents.*
- 2. To examine all issues related to use of SVAMITVA Property Cards for mortgage purpose for facilitation of additional loan facilities.*

Banks views on SVAMITVA Property Cards:

The PR Cards alone cannot be considered as a Title Document for a property unless necessary Legislative changes are brought in, stipulating that PR Cards issued SVAMITVA Scheme shall confer absolute ownership rights to the holders with unconditional rights of transfer.

In light of the above, we may request concerned state government departments to issue necessary legislative changes stipulating property cards issued under SVAMITVA Scheme shall confer absolute ownership rights to the holders with unconditional right of transfer.

The individual Banks views are provided in Annexure 25C page no 430-434. "

SLBC request to deliberate on the issue once again.

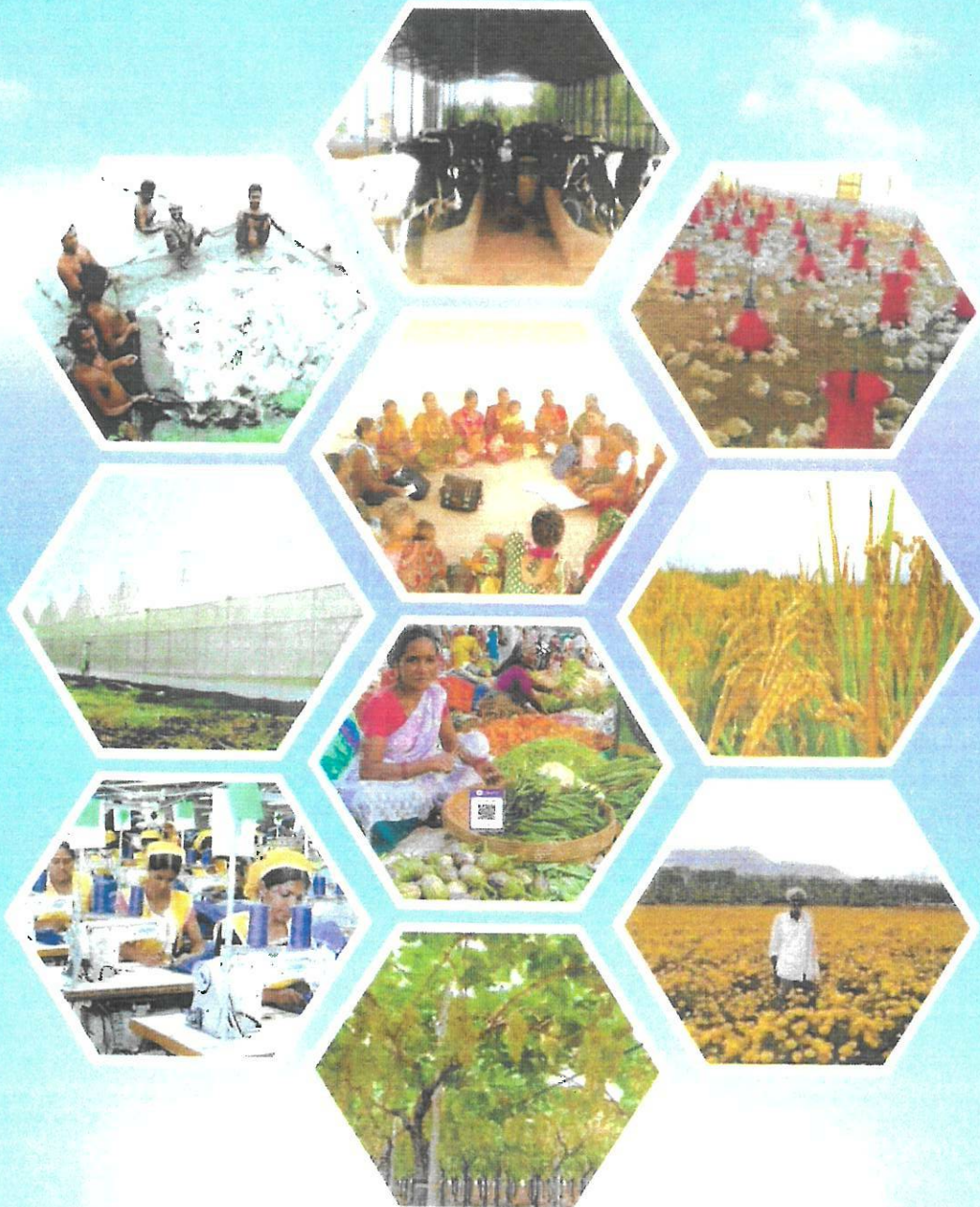






ಕರ್ನಾಟಕ ರಾಜ್ಯ ಮಟ್ಟದ ಬ್ಯಾಂಕರುಗಳ ಸಮಿತಿ
कर्नाटक राज्य स्तरीय बैंकर्स समिति

STATE LEVEL BANKERS' COMMITTEE,
KARNATAKA



ಸಂಯೋಜಕರು ಸಂಯೋಜಕ CONVENOR

ಕೆನರಾ ಬ್ಯಾಂಕ್ ಕೆನರಾ ಬೆಂಕ Canara Bank

ಕರ್ನಾಟಕ ರಾಜ್ಯ ಸರ್ಕಾರದ ಅಂಗ

भारत सरकार का उद्योग

A Government of India Undertaking

ಕರ್ನಾಟಕ ಬ್ಯಾಂಕರ್ಸ್ ಸಿಂಡಿಕೇಟ್