



STATE LEVEL BANKERS' COMMITTEE: KARNATAKA
CONVENOR: CANARA BANK

STATE LEVEL BANKERS' COMMITTEE KARNATAKA

PROCEEDINGS OF THE 163rd SLBC MEETING HELD ON 02.12.2023

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

(Through VC)

CONVENOR



HEAD OFFICE: ANNEXE, BENGALURU



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**MINUTES OF THE 163rd SLBC MEETING AND BANKING STATISTICS AS ON 30th
SEPTEMBER 2023 HELD ON 02.12.2023**

The 163rd SLBC meeting of the state of Karnataka was held on 02.12.2023 at 5.00 PM at Conference Hall, #313, Vidhana Soudha, Bengaluru under the Chairmanship of **Shri. Rajneesh Goel**, Chief Secretary, GoK, **Dr. Shalini Rajneesh**, Additional Chief Secretary and Development Commissioner, GoK, and attended by **Smt. Sonali Sen Gupta**, Regional Director, Reserve Bank of India, **Shri T Ramesh**, Chief General Manager NABARD, **Ms. Sunanda Batra**, General Manager, Reserve Bank of India, **Shri M Bhaskara Chakravarthy**, Convenor SLBC Karnataka and General Manager, Canara Bank, Other Principal Secretaries, Secretaries, Commissioners & Directors from Govt. departments / corporations and Senior executives from RBI, NABARD and different banks attended through video conference

Shri. M Bhaskara Chakravarthy, Convenor SLBC Karnataka welcomed **Sri. Rajneesh Goel**, Chief Secretary, GoK, **Dr. Shalini Rajneesh**, ACS and DC, GoK, **Sonali Sen Gupta**, Regional Director, RBI, **Shri T Ramesh**, Chief General Manager NABARD, **Ms. Sunanda Batra**, General Manager RBI.

Discussion on Agenda Items

Shri M Bhaskara Chakravarthy, Convenor, SLBC Karnataka informed the House that agenda papers have been placed before the participants and the point-wise agenda issues are being taken up for deliberations. The proceedings of the meeting placed hereunder for record and further necessary action by stakeholders.

AGENDA ITEM NO. - 1

Confirmation of the minutes of 162nd SLBC meeting held on 11.08.2023 :

The minutes of 162nd SLBC meeting held on 11.08.2023 were circulated among all the member banks and Govt. Departments. As no suggestions received, the house may kindly confirm the minutes.

AGENDA ITEM NO. - 2

Follow- Up Action on the Decisions Taken During The Previous SLBC Meeting:

Convenor informed the house that **HDFC Bank, IndusInd Bank, DCB Bank and Apex Bank** are delayed in uploading the data in SLBC revamped portal. It is advised by the chairperson all banks to upload the data within the time frame.

Agenda 2.1: Progress under Social Security Schemes:

Convenor informed the House that the Under Jansuraksha Campaign for PMJJBY and PMSBY Karnataka state have enrolled **65.50** and **162.08**.



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Convenor informed that DFS, GoI vide their letter reference F NO. 6(45)2023 – (Mission Office) has launched jansuraksha campaign at Gram Panchayat Level in all the Districts from **01.10.2023 to 31.12.2023 to saturate and cover all uncovered eligible accounts. It is noted that overall total reduction observed in the state of Karnataka in PMJJBY is due to reduction in data by SBI. SBI informed that presently previously it was wrongly reported, now the data is rectified.**

Agenda 2.2 Conducting Ghar Ghar KCC Abhiyan (GGKA):-

Convenor informed that Ghar Ghar KCC Abhiyan to be conducted from 01/10/2023 to 31/12/2023 in order to extend KCC to uncover farmers with more focus on PM KISAN beneficiaries.

Convenor informed that there are 4,11,910 uncovered PM KISAN beneficiary in Karnataka State which are to be saturated. Banks have covered 1,23,612 PM KISAN beneficiaries under KCC and remaining 2,11,003 beneficiaries are yet cover under KCC.

(Action: All member Banks)

AGENDA 2.3: Review of Restructuring of Loans in Natural Calamity Affected Districts in The State

Convenor informed that a Special SLBC meeting was conducted on 07.10.2023 under the chairmanship of Additional Chief Secretary and Development Commissioner, GoK and it was instructed that all drought affected eligible farmers has to be benefitted.

The ACS & DC informed that Banks have to take consent from farmers through digitally. However, GM, RBI informed that as per RBI master direction consent letter should be obtained. KGB Chairman informed that they have sent SMS to all eligible famers and they have taken consent from 102164 farmers.

The Regional Director, RBI informed that the Banks have to conduct the campaign at block level for creating awareness among the farmers.

(Action: all member Banks)

AGENDA ITEM NO. - 3

PMSVANidhi scheme:

Convenor informed that Karnataka State ranks 5th position in sanction of PMSVANidhi loans. He also informed that under PMSVANidhi scheme Karnataka State sanctioned 4,13,223 applications and total disbursement is 3,91,707.

The Secretary, Finance Department GoK advised all the member Bank to clear all the pending applications in respect of both sanction and disbursement.

(Action: NULM, GoK and all Member Banks & LDMS)



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AGENDA ITEM NO. - 4

Review of credit disbursement by banks:

Agenda 4.1. Achievement under ACP and Priority Sector Lending:

Convenor presented a comparative analysis of disbursement as on Sept 2023 quarter of FY 2023-24.

- The banks have disbursed Rs. **53842.00** crore under **Short Term agriculture** loans registering 54.94% achievement of the Annual target as on 30.09.2023.
- The banks have disbursed Rs. **39065.00** crore as on June 2023 under **Agricultural Term loans** registering 49.15 % achievement of the annual target.
- **Total agriculture** registering **52.35%** achievement as on 30.09.2023 of the annual target.
- The banks have disbursed Rs. **91379** crore under **MSME** as on 30.09.2023 registering **69.16%** achievement of the annual target.
- The banks have disbursed Rs. **193885** crore under **total PSA** as on 30.09.2023 registering only 52.95 % achievement of the annual target.

The Chief Secretary , GoK advised all banks to focus more on improving Housing loan and Education Loan so that ACP targets under these segments will be achieved.

(Action: All member banks)

Agenda 4.2 Major Bank wise performance/Achievement of ACP as on September 2023:

The house took note of the performance of all the banks under ACP as on 30.09.2023. The Chief Secretary advised poor performing banks to achieve the ACP target on quarterly basis by conducting more number of credit outreach camps.

The ACS & DC, GoK instructed to conduct meeting with banks those are unable to achieve the PSA target.

(Action: SBI, BOM, UCO bank, IOB and PNB)

AGENDA ITEM NO. - 5

Agenda 5: ACP performance district wise:

Convenor informed the house that **Dharwad (72.91)**, **Dakshina Kannada (67.66)** , **Haveri (103.75)**, **Kodagu (75.47)** and **Chikmagalur (62.12)** are top five Districts, who achieved ACP target for Sept quarter of FY 2023-24 .



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Further Convenor informed that **Bidar (29.56), Gadag (39.56), Kalburgi (40.63), Vijayapura (37.35) and Hassan (46.23)** are bottom five Districts in terms of ACP achievement for FY 2023-24.

AGENDA ITEM NO. - 6

Agenda 6.1 PMAY-U (HOUSING FOR ALL 2022)

Convenor SLBC informed the house about the progress achieved in bank linkages under AHP vertical of PMAY(U). Major banks expressed their issues while sanctioning and disbursement of loan as under.

1. Registration process to be started for disbursement of loan.
2. Unit Cost of the individual units not shared by departments.
3. Beneficiaries are unable to submit require documents for sanctioning the loan.

(Action: All member Banks, LDMs and RGHCL KSDB)

Agenda 6.2 DBT Failure cases of Gruha Lakshmi Scheme: -

The ACS & DC, GoK informed that all banks have to take initiative for signing MoU for Gruha Lakshmi scheme as it is innovative projects of Govt of Karnataka .

Convenor SLBC informed that there are 92,108 beneficiaries payment has failed due to Aadhar Number not linked to account, E- KYC failed, Death case and pending in CDPO login. All these cases should be NPCI linked on priority basis.

(Action: All member Banks)

AGENDA ITEM NO. - 7

Review of Districts having CD Ratio less than 60% and Working of Special Sub-Committees of DCC (SCC):

Agenda 7.1 Districts with CD Ratio of less than 60% as on September 2023:

Convenor informed that the CD Ratio of the State as on 30.09.2023 was 78.21%. **Uttara Kannada** and **Udupi** Districts are slightly increased by 0.37 and 0.10 points respectively over June 2023 quarter.

The General Manager, RBI instructed to invite the RBI for each subcommittee meeting and proceedings of the meetings should have sent invariably.

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

AGENDA ITEM NO. - 8



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Issues - Reimbursement of pending BPL claims of training expenditures:

SLBC Convenor requested the department to clear the pending claims of **Rs. 25.50 crores** as early as possible. The Mission Director, NRLM Dept assured to clear the same as soon as the funds are received from Government of India.

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

AGENDA ITEM NO. - 9

Review of Financial Inclusion Initiatives, Expansion of Banking Network and Financial Literacy

The ACS & DC, GoK informed that Canara Bank and State Bank of India has to open the brick and mortar branch at Koppa (Karwar) and Punajur State Forest (Chamarajanagr) villages invariably.

Further she also informed that there are 122 villages without brick and Mortar branches which should be covered with banking facilities. Indian Postal Payment Banks informed that they have IPPB centres in all the locations and they will active all these locations.

(Action: IPPB, SBI and Canara Bank)

AGENDA ITEM NO. - 10

Financial Inclusion Initiatives:

Agenda 10.1: Functioning of Business Correspondents (Review of Operations of Business Correspondents – hurdles/issues involved):

Convenor informed that, there were 10625 inactive BCs as on 30.09.2023 and out of which 90% of inactive BCs were from Fino Payment Bank and YES Bank. Convenor requested respective Banks to activate all inactive BCs as early as possible.

The Regional Director, RBI informed that all the BC points should be activated by respective Banks they have to rendered their basic service.

(Action: All member Banks)

Agenda 10.2: Financial literacy initiatives by banks.

As on 30.09.2023 there were 30 non-functional FLCs. Convenor requested SBI, UBI & BOI Banks to appoint FL counsellors (22,7 & 1 FL Counsellors respectively) immediately and make these FLCs functional.

(Action: SBI, UBI, and BOI)

AGENDA ITEM NO. - 11

**Draft minutes of 163rd SLBC Meeting
Put up for perusal and approval please**



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Minutes of 163rd SLBC Meeting - Inputs from Reserve Bank of India

1. Declaration of drought in 216 taluks in Karnataka

The Regional Director (RD), RBI expressed concern about negligible pace of restructuring of eligible accounts post drought declaration by State government. As time left was about 10 days only, all banks were advised to create awareness about restructuring of loans among drought affected farmers.

(Action: All Banks)

2. Conducting Ghar Ghar KCC Abhiyan:

On inability of Karnataka Bank to respond, RD advised the bank to come prepared for SLBC meetings.

(Action: Karnataka Bank)

3. Conducting a study on MSME Sector

RBI, GM, FIDD Informed that FIDD Central Office was conducting a study on MSME sector through FIDD, Regional Offices to assess the current state of formal credit linkage and the challenges faced by MSMEs in accessing finance. The study involved a nationwide survey of 10000 representative MSME samples. She thanked the banking sector, Lead District offices, District Industries Centres and State Government officials for their support to the survey. Further, as the survey is to be completed by December 15, 2023, she requested all the stakeholders to continue their support.

(Action: All banks, Lead District offices, DIC)

4. IWG Report to review Agriculture credit

In terms of para 5.1.iii of the recommendations of the Internal Working Group (IWG) to review agriculture credit, the State Government was requested to reform their legal framework based Model Land Leasing Act proposed by NITI Aayog / Land Licensed Cultivators' Act 2011 of the State of Andhra Pradesh so that formal lending to tenant farmers can improve.

Revenue Department (Lands reforms), GoK, was requested to send an early update on this recommendation vide RBI letter FIDD (BG) No. S- / 02.03.041/ dated September 13, 2023. State government was requested to update in this regard.



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(Action: Revenue Dept.)

5. Clarification regarding opening of specialized MSME branches in each district

RBI, GM informed that as per extant instructions, Public Sector Banks (PSBs) have been advised to open at least one specialized MSME branch in each district.

However, RBI CO had clarified that the opening of specialized MSME branches may not be insisted upon provided the banks put in place alternative arrangements to meet the MSME credit requirements in each district. All the banks were advised to ensure smooth flow of credit to the MSMEs irrespective of availability of specialized MSME branches.

SLBC was advised to bring it to the notice of all SLBC member banks.

(Action: All Banks and SLBC)

6. Priority Sector Lending Reporting — Definition of "disbursement"

RBI, GM advised all SLBC members to follow the definition of "disbursement", while reporting Priority Sector Lending as per RBI circular RPCD.CO.Plan.BC 15/04.09.01/2013-14 dated July 24, 2013. SLBC Karnataka was advised to quickly complete the task of seeking confirmation from the remaining member banks on the adherence to the above circular.

(Action: SLBC)

7. Delay in data submission by Banks in SLBC Revamped Portal

SLBC revamp portal data was not submitted by five banks within timeline namely IndusInd Bank, DCB Bank, HDFC Bank, Apex bank and Bank of India

(Action: IndusInd Bank, DCB Bank, HDFC Bank, Apex Bank and Bank of India)

II. Lead Bank Scheme

1. DCC/ DLRC meetings:



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It was observed that both District Consultative Committee (DCC) and District Level Review Committee (DLRC) meeting of Bidar and Mysuru districts had not been conducted for June quarter.

(Action: SBI, LDM Bidar and Mysuru)

Further, it was also observed that both DCC and DLRC meetings in Kolar, Koppal, Hassan, Ramnagara, Tumkaru and Uttara Kannada were held beyond the prescribed timeline of 90 days from the end of concerned quarter. All LDMs were advised to forward meeting notices at least 3 working days in advance. Controlling Heads of the lead banks were advised to issue instructions to LDMs to avoid such delays in future.

(All LDMs, Controlling offices of Canara Bank, SBI, UBI and BOB)

2. Meetings of SLBC Sub-Committees

It was observed that State Bank of India had not conducted SLBC Sub-Committee meeting on Expanding and Deepening of Digital Payment, and Currency – State Level Security Committee for June 2023, as on date.

(Action: SBI)

3. Sub-committee on CD Ratio- Udupi and Uttara Kannada

RBI informed that Uttara Kannada had sent the proceedings for the Subcommittee on CD Ratio however, they had not sent the meeting intimation for the Sub-committee.

Further LDM Uttara Kannada was advised to send intimation/ Invitation of sub-committee meetings to RBI, at least three working days in advance to enable the officials to attend the meetings.

LDM Udupi did not furnish any update to RBI on formation of sub-committee on low CD ratio. LDMs were advised to form the subcommittee on priority.

(Action: Udupi and Karwar)

4. Expanding and Deepening of Digital Payment Eco System (EDDPE)

SLBC was requested by RBI, FIDD, Central Office vide email dated September 07, 2023 to take up the districts on priority for making them 100% digitally enabled by leveraging the



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setup of DBUs since digital infrastructure in the form of DBU is already available in these districts. Out of five such districts viz, Bengaluru Urban, Bengaluru Rural, Dakshina Kannada, Mysuru and Raichur, Raichur has already achieved 100% digitisation during August 2021. SLBC was requested to take up the remaining districts on priority.

RBI advised SLBC to complete the digital deepening of 14 districts including the above four districts (Dharwad, Bengaluru Urban, Bengaluru Rural, Mysuru, Dakshina Kannada, Davanagere, Belgaum, Koppal, Kolar, Kodagu, Ballari, Gadag, Bagalkote and Chikkaballapura) by December 31, 2023 and remaining 13 districts by January 31, 2024.

(Action: ALL LDMs and SLBC)

5. Clarification on CD Ratio computation

Drawing a reference to para 6.4 of Master Directions on PSL and glossary on RBI website, the banks were clarified that gross advances should include balance in interest suspense account, DICGC/ECGC claims received and held pending adjustment, part payment received and kept in suspense account and total provisions held while prudential write-off may not be taken. All the member banks were advised to adopt the above definition while calculating CD ratio.

(Action: All Banks & SLBC)

6. Special Camps and Target-Specific camps

Four districts, namely, Bengaluru Urban, Hassan, Kodagu and Vijayapura have shortfall in 3194 Camps in September 2023 quarter. LDOs have pointed out in their reports in last three months that several rural branches did not conduct the above camps. (list of branch names attached)

Further, during Sept 2023 quarter, there was a shortfall of 18 special FL camps by 8 active FLCs under 5 banks. Target specific camps conducted by 9 FLCs of banks were short by 71 camps.

(Action: Banks and LDMs of Bengaluru Urban, Hassan, Kodagu and Vijayapura)

11. Inactive Fixed Point Business Correspondent (BC) Outlets (FBC)



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RBI Regional Director highlighted increasing relevance of Business Correspondent (BC) model in delivering financial services to the last mile. She pointed out that it was imperative to assure delivery of good quality financial services at the BC outlets. Inactive fixed BCs were the key hindering factor in delivery of these services.

She informed that Fixed Point BCs inactivity had increased from Mar 23 to Jun 23 for the following banks:

Airtel Payment Bank, BOB, BOI, Canara Bank, CBI, Fino Payments Bank, HDFC Bank, IDFC First, IPPB, Indian Bank, KVGB, Karur Vysya Bank, Kotak Mahindra Bank, PNB, SBI and UCO Bank.

These banks were advised to ascertain the reasons for inactivity and work towards addressing the same.

(Action: Airtel Payment Bank, BOB, BOI, Canara Bank, CBI, Fino Payments Bank, HDFC Bank, IDFC First, IPPB, Indian Bank, KVGB, Karur Vysya Bank, Kotak Mahindra Bank, PNB, SBI and UCO Bank)

12. "100 Days 100 Pays" Campaign

The Reserve Bank had run a focused campaign under the caption "100 Days 100 Pays", from June 01, 2023 to September 08, 2023 and 14 banks have settled 4051 accounts involving to Rs 82.59 crores.

It was highlighted that various government entities and government departments had 72 unclaimed deposit accounts with aggregate balance of Rs.44.88crore (list enclosed)

(Action: State Government)

13. Market Intelligence Issues

i. Karz Mukti Abhiyan



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The Regional Director, RBI expressed concern about “Karz Mukti Abhiyan”, spreading on digital media. All SLBC stakeholders were requested to disseminate this information to uphold credit discipline.

(Action: SLBC stakeholders)

ii. Complaints received through SACHET portal

RBI, GM, FIDD informed that RBI has received complaints on SACHET portal against 10 online digital lending apps, namely Hugo Loan, Pat Money, Ok Rupee, Good Rupee, Loan Front, Cash Credit, Paysense, Tru Balance, Speed Rupee.

The nature of complaints was as follows:

- a) Charging exorbitant processing fee/interest rate.
- b) Disbursement of loan without consent. (Complainant checks for the eligibility by installing, the app loan was sanctioned though not applied for)

Harassment by calling persons in the contact list and verbal abuse.

(Action: All Banks)

AGENDA ITEM NO. - 12

Agenda 12.1 Ghar Ghar KCC Abhiyan- PM KISAN KCC Saturation Campaign:-

NABARD CGM informed that Government of India has launched the KCC Saturation drive i.e. Ghar Ghar KCC Abhiyan” with special focus to saturate PM Kisan beneficiaries during the period from 1st Oct 2023 to 31st Dec 2023.

Further he informed that Districts of Belagavi, Hassan, Mandya, Tumakuru, Uttara Kannada and Banks comprising Canara Bank, SBI, KaGB, KVGB and Bank of Baroda constitutes 50% of KCC saturation pendency. These banks are requested to link all the pending PM KISAN beneficiaries.

Agenda 12.2 Entry of loan details for 2021-22 and 2022-23 in the KCC ISS portal (fasalrin.gov.in)

NABARD CGM informed the house that GOI has developed an integrated portal for KCC-Interest Subvention Scheme in order to have a complete access to the granular data of farmers/borrowers of KCC including information about loans sanctioned and eligible interest subvention claims of the banks and to review and monitor the scheme progress & its utilization.



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All banks are to ensure submission of all the short term loans processed in 2021-22 and 2022-23 on the ISS portal / DBT platform on priority basis.

Agenda 12.3: Resumption of nationwide fisheries and AH KCC campaign.

Department of Fisheries, Ministry of Fisheries, Animal Husbandry and Dairying has informed that the Nationwide Fishery KCC Campaign has resumed from 1st May 2023 and will continue till 31st March 2024 for providing Kisan Credit Card facility to all eligible Fishery and Animal Husbandry Farmers.

Agenda 12.4: Submission of Utilization Certificate under Govt Subsidy Schemes(GSS)

All banks are advised to submit the UCs immediately upon receipt of final subsidy to NABARD, in case of AMI and ACABC, as the same is to be reported to Gol for final closure of each subsidy case.

Under Agriculture Marketing Infrastructure (AMI), 41 utilization certificates are yet to be received from 14 banks and under Agri Clinic and Agri Business Centre (ACABC) 267 utilization certificates are pending receipt from 16 banks)

(Actions: All Banks)

Agenda 12.5: Support to Government of Karnataka under RIDF

NABARD has been supporting GoK in creating rural infrastructure covering Agriculture 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. For 43896 projects Rs.19431.50 crore loan has been sanctioned and Rs. 15538.75 crore disbursed.

(Action: SBI)

Agenda 12.6. Financial Inclusion Fund

1. Grant support is available for various schemes under Financial Inclusion Fund (FIF) from NABARD. The various schemes supported under FIF for which Banks can claim grant support are as under:
 - a. Conduct of Financial and Digital Literacy Campos by rural branches of Banks.
 - b. Reimbursement of Examination fee of BC/ BF
 - c. Deployment of micro ATM by SCBs in schools and colleges in Special Focus Districts and in milk societies in all districts
 - d. Deployment of PoS / mPoS terminals in Tier 3 to Tier 6 centres
 - e. VSAT deployment in sub-service area (SSA) of the Bank for new branches opened and for kiosk/fixed CSP
 - f. Mobile signal booster deployment in SSA of Bank for new branches opened and for kiosk/fixed CSP
 - g. Installation of solar power unit/ UPS deployment in SSA of Bank for new branches opened and for kiosk / fixed CSP
 - h. On boarding to Positive Pay System (PPS) (Applicable for RCBs only)



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

2. The grant support for SFDs is 90% of the eligible expenditure incurred by the implementing bank. For other districts and for projects applicable to SFD and other districts alike, grant support is 60%, 80% and 90% of eligible expenditure for SCBs, (including SFBs and PBs), RRBs and RCBs respectively subject to scheme-wise ceiling as per NABARD Circular No.11451-11899 dated 31.01.2023.

AGENDA ITEM NO. - 13

Expanding and Deepening of the Digital Payments Ecosystem

The Regional Director, RBI informed that by December 2023 100% Digitization should be complete by all member Banks. The name of the 14 Districts are Dharwad, Bengaluru Urban, Bengaluru Rural, Mysuru, Dakshina Kannada, Davanagere, Belgaum, Koppal, Kolar, Kodagu, Ballari, Gadag, Bagalkote and Chikkaballapura and remaining 13 districts by January 2024.

(Action: All banks and LDMs)

AGENDA ITEM NO. - 14

Pradhan Mantri Fasal Bima Yojana (PMFBY):

Agenda 14.1 Bank wise pending insurance claims status under PMFBY:

Agriculture Department, GoK informed that there are 694 proposal amounting to 1.67 crores are pending due to mismatch in Aadhar with ICICI bank. SLBC requests Agriculture Department, GoK to advise Insurance Companies to settle the pending claims at the earliest.

(Actions: ICICI bank & All Member Bank)

AGENDA ITEM NO. - 15

Agenda15.1 KCC Loans – Disbursements & Outstanding:

SLBC-Convenor informed the house that the achievement in the total KCC outstanding as on Sept 2023 is Rs. 61520.54 crores. Convenor-SLBC requested all the member Banks to sanction KCC loans to all the eligible farmers for agriculture and allied activities and to move in the direction to achieve the set targets for the FY 2023-24.

(Actions: All Member Banks)

Agenda15.2 KCC-Dairy and other animal husbandry activities:

SLBC Convener informed the house that banks have sanctioned **167468** KCC AH loans amounting to Rs. **755.41** Cr

SLBC Convener informed the house that banks have sanctioned **19114** KCC fishery loans amounting to Rs.**282.4** Cr



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

Agenda15.4. 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 NABSankrasha Trustee Pvt Ltd, a wholly owned subsidiary of NABARD

Convenor requested all the member banks to give more impetus to these schemes.

(Actions: NABARD, all Member Banks)

Agenda15.5: Agriculture Infrastructure Fund (AIF) :

Convenor informed that during FY 2023-24 banks sanctioned **346 accounts** amounting 395 Crores.

Further he instructed to all member banks to sanction and disburse all eligible applications as per banks.

(Actions: All Member Banks)

AGENDA ITEM NO. - 16

Banking statistics as on 30th September 2023 :

Convenor presented the Banking Statistics on Deposits, Advances, CD Ratio, total PSA, Advances to MSE/ Agriculture/ Weaker Section in the State of Karnataka as on June 2023

There is a Y-o-Y growth of 15.59 % in Deposits and 24.35 % in Advances. CD ratio of the State as on 30.06.2023 is 78.21 %.

The level of PSA in the State has increased from Rs. **367325 crores** as of Sept 2022 to **Rs. 417526 crores** as of Sept 2023 showing an absolute growth of **Rs. 50201 crores** and percentage growth of **13.67 %** on Y-O-Y basis.

Agricultural advances have increased from Rs. **177458 crores** as of Sept 2022 to Rs. **203317 Crores** as of Sept 2023, showing an increase of Rs. **25859 crores (14.57%)** on Y-O-Y basis.

The outstanding level under MSME has increased from Rs. **130507 Crores** as on Sept 2022 to Rs. **155706 Crores** as Sept 2023 an absolute growth of Rs **25199 crores** i.e, growth of 19.31 % on Y-o-Y basis.

The Convenor requested member Banks and 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 & all LDMS)

Agenda16.2: Branch Network :



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Convenor informed the house that the number of bank branches has increased from 12003 as on 30.06.2023 to 12047 as on 30.09.2023 this showing an increase of 44 branches on Q-o-Q basis.

Agenda 16.3 Status of Rural Bank Branch closure/merger/relocation:

SLBC not received any request from LDMs.

Agenda 16.4: ATM Network:

Convenor informed the house that total number of ATMs as on 30.06.2023 is 17500 against 17475 as at 30.09.2023, thus showing an increase of 25 ATMs.

Agenda 16.5: Progress under Aadhar seeding of operative CASA a/cs:

Convenor informed that percentage of Aadhaar seeding was 89.10 as on 30.06.2023 . Further Convenor requested all member banks & LDMs to sensitize the branches and also arrange for further improving Aadhaar seeding to facilitate more and more Aadhaar based online DBT credits and popularize digital banking.

(Action: All Member Banks & LDMs)

AGENDA ITEM NO. - 17

Government sponsored schemes

Agenda 17.1. Performance under Govt. Sponsored Schemes for the FY 2023-24:

Additional Chief Secretary and Development Commissioner informed the house that all state government has to submit the data of Government sponsored schemes for fruitful discussions in SLBC meetings, as some of the departments are providing data for the review purpose.

(Action: State Government)

Agenda 17.2: PMEGP:

Convenor requested member banks to clear the pending applications which helps in generating more job opportunities.

(Action: All Member banks)

Agenda 17.3 CREDIT FLOW TO MINORITY COMMUNITIES:

Agenda 17.3.1: Progress under finance to Minority Communities in the state:

Convenor informed the house that outstanding loans to minority communities was Rs. 43047.41 Crores as on 30.09.2023 which is 10.31 % of total PSA.

SLBC requested all Banks to achieve mandatory requirements under PSA lending to weaker sections in their ACP targets during FY 2023-24 by sanctioning maximum loans to minority community in Karnataka state.



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

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

Agenda 17.3.2: Progress under finance to Minority Communities in the identified districts of state:

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 2023-24.

Convenor requested LDM Bidar to submit the correct data of Minority community within time line.

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

Agenda 17.4: Progress under SHG-Bank linkage/ Joint Liability Groups:

Agenda 17.4.1.: SELF HELP GROUPS:

Convenor informed the house that, Credit Linkage to SHGs FY 2023-24 is **Rs. 8506.30 crores**.

The house requested to member banks for credit linkage of all eligible SHG accounts.

(Action: All Member Banks)

Agenda 17.4.2: JOINT LIABILITY GROUPS:

Convenor informed the house that, total outstanding under JLGs as on 30.09.2023 was Rs. **14346.63 crores** and also requested member banks to focus on SHG/JLGs and achieve allocated targets.

(Action: LDM & All Member Banks)

Agenda 17.5: Progress in Stand Up India (SUI) scheme as on 30.09.2023

Convenor brought to the notice of the house that, as on Sept 2023 banks have sanctioned an amount of **Rs.179.55 crore** under SUI.

Convenor requested to MSME department, SC/ ST corporation, KVIC and DICC to source maximum number of applications and submit to respective bank branches.

(Action: All Member Banks & LDMs)

Agenda 17.6: Progress in Sanctions under MUDRA scheme:

Convenor informed the house that member banks have sanctioned 2556094 MUDRA loan accounts amounting to Rs. 19522.42 Cr from 01.04.2023 to 30.09.2023

Convenor informed that Karnataka state has secured **3rd 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.

(Action: All member Banks)

Agenda 17.7 Progress under PMFME scheme:

Convenor informed the house that banks have sanctioned 4035 number of applications as on 30.09.2023 in respect of target of 6850 .



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

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

AGENDA ITEM NO. - 18

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

Agenda 18.1: Non-Performing assets position as 30.09.2023:

Convenor has informed the house that total non-Performing assets position as on 30.09.2023 was 52324.08 crore.

(Action: Member Banks)

Agenda 18.2: Recovery of bank dues under PMEGP:

Convenor informed the house that under PMEGP share of NPA was 17.36% and requested the concerned depts. to extend necessary support to banks for recovery.

The Additional Chief Secretary & Development Commissioner, GoK advised the member banks to share complete details of NPA under PMEGP with KVIC which can help the member banks in recovering NPA accounts under PMEGP as NPA percentage is very high in this scheme.

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

AGENDA ITEM NO. - 19

Issues remaining unresolved at DCC/DLRC meeting :

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

(Action: LDMs & LDM State controlling office of Banks)

AGENDA ITEM NO. - 20

Sub Committee meetings held during the review period:

Convenor informed the house sub-committees on **Retail loans** for September, December, March and June were not conducted.

Convenor requested the member convenor bank to conduct above meetings immediately and share the minutes.

(Action: BOB)

AGENDA ITEM NO. - 21



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

Other issues

Agenda 21.1. Implementation of Kannada language by Banks.

Convenor requested to all member banks and LDMs 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.

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.

(Action: All Member Banks, LDMs)

Agenda 21.2: Performance by Banks under Annual Atal Pension Yojana (APY) Targets during FY 2023-24: (from 01.04.2023 to 30.06.2023)

Convenor informed the house that, Karnataka has achieved 41% of APY target set by PFRDA during FY 2023-24 up to 30.09.2023 and performance of the banks are not up to the mark.

(Action: All Member Banks and LDMs)

Agenda 21.3: Progress under Aadhar seeding in PMJDY a/cs:

Convenor informed the house that 79.79 % of accounts are Aadhar seeded as on 30.09.2023.

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

Agenda 21.4: Status of Aadhaar Enrolment Centers in banks in the State:

Convenor informed the house that, UIDAI Bangalore has informed that as on 30.06.2023, 716 kits were active with 390986 enrolments/updates in the last 30 days against 583 active kits with 183589 enrolments/updates in the last 30 days as on 30.09.2023.

Convenor informed that, all Banks should improve the enrolments and carryout maximum enrolments/updates.

(Action: ALL member Banks)

AGENDA ITEM NO. - 22

Skill development:

Agenda 22.1: RUDSETI / RSETIs



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

Convenor informed that there are 7 RUDSETIs and 24 RSETIS are functioning in Karnataka state as on 30.09.2023.

Agenda 22.2: Status of RSETIs / RUDSETIs as on 30.09.2023 reported by sponsor Banks is as under:

Convenor informed the house that total number of training programmes conducted are 1284 against the target of 849 as on 30.09.2023.

Agenda 22.3 Functioning and performance of RUDSETI (7) / RSETI (26) in Karnataka state :

Convenor informed to house that number of trained persons were 13420 and number credit linked out of said training were 873 during financial year 2023-24 .

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)

Agenda 22.4. CB RSETI Ballari - Allotment of 1.11-acre land to The Director, CBRSETI, Ballari on 33 years lease basis:

Convenor informed the house that there were 2 lands allotted to our RSETI prior April 2022 but both are under litigation at High Court Benches Kalburgi and Dharwad.

Now, the proposed land for allotment of our RSETI was earlier allotted to Gorakshana Sangha Ballari. Further, as per the latest RTC it is evident that Gorakshana Sangha had purchased the proposed land many years ago.

It is also to be noted that in Column 12 of RTC, Name of the Farmer Sri Basappa who is cultivating paddy at the land is also evident.

(Action: Skill Development Department GoK)

Agenda 22.5 Providing add-on services through Toll Free Desk for addressing Public

The total no. of calls received at the Helpdesk from April 2023 to Sept 2023 are 4743.

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

(Action: All Member Banks and LDMs)

AGENDA ITEM NO. - 23

Agenda 23.1 Issues arising while registering the equitable mortgage on multiple properties for a single loan



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

Convenor informed that we have received communication from Karnataka Bank and it is informed that while registering the equitable mortgage on multiple properties for a single loan, borrower was required to pay the stamp duty based on the limit. However, with the upgradation of KAVERI portal, the registration procedure has been changed. Accordingly, documents need to be uploaded in the portal with loan details. While doing so loan amount needs to be mentioned separately against each property and borrower is required to pay the stamp duty separately for each property even though it is a single loan. Borrower has to pay the stamp duty on multiple times for a single loan.

SLBC request State Government department to issue necessary legislative changes.

Table Agenda: -

1. Major Banks performance under Agriculture and Priority Sector advances: -

Convenor SLBC informed that SLBC has received the communication from Finance Department, GoK regarding performance of some major banks against mandatory targets and sub targets under agriculture and priority Sector Advances in the state.

He informed that HDFC Bank (3.10%), SBI (11.61%), ICICI Bank (4.79%), Axis Bank (7.29%) and other banks like Bank of Baroda, Indian Bank and Punjab National Bank also reporting less than mandatory 18 % of agriculture advances.

Further he informed that HDFC Bank (16.35%), SBI (27.55%), ICICI Bank (18.44%), and other banks like Bank of Baroda, Indian Bank and Punjab National Bank also reported less than 40% of mandatory target of priority advances.

Secretary Finance Department, GoK advised that each bank has to achieve the mandatory targets of Agriculture (18%) and Priority Advances (40%) without fail.



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

**SLBC – KARNATAKA
LIST OF PARTICIPANTS
163rd SLBC Meeting held on 02.12.2023**

Sl. No.	Name Shriyuths -	Designation	Organization
1	Mr. Rajneesh Goel	Chief Secretary	Govt of Karnataka
2	Dr. Shalini Rajneesh	Additional Chief Secretary & Development commissioner	Govt of Karnataka
3	Dr. Vishal R	Secretary	Finance Department GoK
4	Smt. Sonali Sen Gupta	Regional Director	RBI Bengaluru
5	MS Sunanda Batra	General Manager	Reserve Bank of India
6	Sri. T Ramesh	Chief General Manager	NABARD
7	Dr. K S Mahesh	General Manager	NABARD
8	Sri M Bhaskar Chakravarthy	Convenor-SLBC Karnataka	Canara Bank
9	Sri B Parshwanath	DGM SLBC	Canara Bank
10	Sri Murali Mohan Pathak	AGM FIDD	RBI Bengaluru
11	Sri Dinesh Kaller	Director	Fishery Dept GoK
CONVENOR – Canara BANK			
12	Preveen M P	Assistant General Manager	Canara Bank
13	Pradeep Kumar H	Divisional Manager	Canara Bank



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

14	Amol R Akolkar	Manager - SLBC	Canara Bank
15	Chethan K S	Manager – SLBC	Canara Bank
16	Manoj Kumar Sinha	Manager- SLBC	Canara Bank
17	Harsha H R	Manager - SLBC	Canara Bank
MEMBER BANKS AND STATE GOVT DEPARTMENTS			
18	Pramod Saraf	Deputy General Manager	Canara Bank
19	Rahesh Gupta	Deputy General Manager	State Bank of India
20	Pankaj Kumar Kapsime	Deputy General Manager	Union Bank of India
21	Manas M Mishra	Deputy General Manager	Bank of Baroda
22	S P Nagaraj	Deputy General Manager	ICICI Bank
23	Ashok Kumar Singh	Assistant General Manager	Punjab National Bank
24	Dr V R Salkute	Assistant General Manager	NSFDC
25	Ganesh	Regional Head	HDFC Bank
26	C N Devraj	Managing Director	Apex Bank
27	S Prashanth	Chief Manager	Union Bank of India
28	Manisha Uniyal	Chief Manager	Punjab National Bank
29	Shashi Kumar H N	Senior Manager	Canara Bank
30	Venkatesh H T	Senior Manager	Bank of Baroda
31	Manku Bhattacharya	State coordinator	ICICI Bank
32	Varadraju J	State Coordinator	Axis Bank
33	Venkat Anil	State Coordinator	HDFC Bank
34	All member banks , all state Govt departments & LDMs		Through VC



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





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