

STATE LEVEL BANKERS' COMMITTEE : KARNATAKA
Convenor – SYNDICATE BANK : CORPORATE OFFICE : BENGALURU

MINUTES OF THE 131st MEETING OF SLBC HELD ON 27.06.2015

The 131st SLBC Meeting was held on 27th June 2015 at the Conference Hall, Vidhana Soudha, Bengaluru under the Chairmanship of Sri Arun Shrivastava, Managing Director & Chief Executive Officer, SyndicateBank.

The Chairman-SLBC extended warm and hearty welcome to Sri Kaushik Mukherjee, Chief Secretary : GoK; Smt Latha Krishna Rao, Additional Chief Secretary and Dev. Commissioner : GoK; Sri M.I. Ganagi, Chief General Manager : NABARD and Sri Vivek Deep, General Manager : RBI. He also extended cordial welcome to Principal Secretaries, Secretaries to Govt of Karnataka, Senior Executives from Reserve Bank of India and NABARD, Senior Officers from the State Govt, representing various Line Departments, Corporations and Boards, Senior Executives from Commercial Banks, Co-operative Banks, Chairmen of RRBs, other Financial Institutions, UIDAI, LIC of India & General Insurance Companies, NGOs, Media personnel & other participants present in the meeting.

He informed that he was very much pleased to be associated with SLBC of Karnataka, a prestigious developmental forum, on taking charge as MD & CEO of Syndicate Bank on 15th May 2015, which plays a vital role in the economic development of the State. He solicited the continued cooperation from all the stakeholders.

In his key note address, he touched upon briefly on some of the important issues.

PERFORMANCE UNDER ANNUAL CREDIT PLAN 2014-15

He was glad to inform the House that the Banks have disbursed ₹ 100283 cr. upto the fiscal end March 2015 against the annual target of ₹ 89821 cr. recording an achievement level of 111.65% under Priority Sector Credit.

Annual Credit Plan for 2015-16:

He was pleased to inform the House that the Bankers in the State have finalised the Annual Credit Plan for the financial year 2015-16. A total projection of ₹ 112460 cr., has been arrived under Priority Sector Credit, which is above the projections made by NABARD in their State Focus Paper ₹ 108000 cr.

He appealed to all the Bankers to put all out efforts not only for achieving the targets but also surpass the same with a big margin, providing need based credit to the farming community, industries and other developmental sector / agencies.

PRADHAN MANTRI JAN DHAN YOJANA PLAN

He expressed his gratitude to Govt of Karnataka for its active support and guidance due to which Banks have been able to implement the scheme successfully. So far, the Banks have opened 72.25 lakh BSBD accounts. Of which, 36.97 lakh accounts are with balance of ₹ 650.69 cr and the remaining 35.28 lakh accounts are with 'zero' balance. The total number of accounts with Aadhaar seeding is 43.07 lacs. The number of accounts in rural areas is 42.55 lakh and in urban areas is 29.70 lakh. The Banks have so far issued 64.38 lakh Rupay cards. He requested all the stakeholders to concentrate on creating awareness through financial literacy centres and other modes so that more number of beneficiaries can take the benefit of the schemes of the Govt.

He requested the Banks and the Govt departments to stick to the guidelines of Govt of India on “**One Beneficiary-One Account for all Government benefits**” and not to insist for opening of Bank a/cs for each schemes of Govt.

LAUNCH OF SOCIAL SECURITY SCHEMES BY GOVT OF INDIA

The Chairman-SLBC informed the House that the Hon'ble Prime Minister launched the Social Security Schemes, i.e., Pradhan Mantri Suraksha Bima Yojana (PMSBY), Pradhan Mantri Jivan Jyothi Bima Yojana (PMJJBY) & Atal Pension Yojana (APY) on 9th May 2015 at Kolkata at the national level and simultaneously launched in the State by Sri Siddaramaiah, Hon'ble Chief Minister of Karnataka in the august presence of Sri Ananth Kumar, Hon'ble Union Minister for Chemicals & Fertilizers, Gol. He thanked the Govt of Karnataka for their unstinted support extended for launch of the schemes and requested for continued cooperation in implementation of these schemes in the State.

He further said that so far, the Banks have been able to enroll 70.47 lakhs applications under all the schemes. He requested the Banks & Insurance Companies to put their best efforts to enroll the remaining eligible applicants under the scheme, within the stipulated timeline prescribed by Govt of India. He requested the print and electronic media to create awareness among all the eligible people of Karnataka to enroll themselves in the above schemes and also supplement the efforts of Banks & Insurance Companies.

Continuing his address, he said that the Govt of India has given thrust for financing projects for generation of solar power. In tune with the Govt of India guidelines, Govt of Karnataka has come out with Solar Policy 2014-2021 in which provision has been made to allot solar projects to land owners / farmers under 1 to 3 MW Land Owners category. He appealed to Bankers to accord top most priority for financing solar projects.

He expressed his concern on static trend of CD Ratio of the State continuously since the last few years ranging between 73% to 76%. He requested the Bankers to take immediate steps to step up lending so as to boost the CD Ratio. He also urged the State Government to create necessary infrastructure to facilitate capital formation in agriculture, MSME sectors.

He informed that recoveries of loans play a vital role in recycling of funds and there is an urgent need to reduce the level of overdues and NPAs. He expressed his concern on increasing overdues and NPAs under Govt sponsored schemes. He requested the Govt to advise the line departments to extend assistance to the Banks in recovery of such loans.

Before concluding his address, the Chairperson once again expressed his sincere gratitude to all the participants for attending the meeting.

Thereafter, regular Agenda was taken up for deliberations by Sri K. Preetam Lal, the Convenor & General Manager, Syndicate Bank, after due permission from the Chair.

AGENDA 1.0 CONFIRMATION OF THE MINUTES OF 130th SLBC MEETING

The Minutes of 130th SLBC Meeting held on 03.03.2015 were circulated vide letter No. 162/2015/2944/SLBC/101-130 dated Mar. 19, 2015. The Minutes were approved as no suggestions for amendments were received.

AGENDA 2.0: IMPLEMENTATION OF PRADHAN MANTRI JAN DHAN YOJANA (PMJDY)

The Convenor informed that the PMJDY programme aims to provide banking services to people in rural and urban areas particularly in the vulnerable groups such as weaker sections and low income groups. The purpose is to ensure that one bank account for each household is opened all over the country.

Progress in opening of BSBD A/cs & Issue of Rupay Cards

Since the launch of the programme and so far the Banks have opened 72.25 lakh BSBD accounts. Of which, 36.97 lakh accounts are with balance of ₹ 650.69 crore and the remaining 35.28 lakh accounts with 'zero' balance. The total number of accounts with Aadhaar seeding is 43.07 lacs. The number of a/cs in rural areas is 42.55 lakh and in urban areas is 29.70 lakh. The Banks have so far issued 64.38 lakh Rupay cards. The Bank-wise / District-wise details upto 30.5.2015 were presented to the House.

Initiating the discussion, the Chief Secretary, GoK sought clarification on the purpose of opening of BSBD a/cs though most of the customers had already a Bank a/c. Responding to this, Convenor informed that the purpose of opening of BSBD a/cs was to bring each and every household into the mainstream of inclusive growth and to provide various benefits of Government, like wage payment under MGNREGA, Social Security Pensions, LPG Subsidy, etc., and also facilities provided by Banks, like overdraft of ₹ 5,000/-, various loan products. With regard to multiplicity of accounts, he clarified that linking the accounts through Aadhaar will avoid duplication of accounts and avoid mis-use of Govt funds through the a/cs.

In this regard, Chief Secretary advised SLBC to prepare 'White Paper' on the purpose of opening of a/cs and other issues under PMJDY. The Convenor-SLBC agreed to present a 'White Paper' in the ensuing SLBC meeting.

Issues related to BCs / Bank Mitras

Out of 7,627 SSAs allotted, 5,309 are covered under fixed BC locations, 2,309 covered through Branches, 5 covered through Mobile Vans and 4 SSAs are yet to be covered. The Bank-wise / District-wise details were presented to the House.

Providing Banking Outlets in all villages with population above 2000

All the identified **3395 unbanked villages** have been provided with banking outlets by the banks, thereby achieving **cent percent coverage**. It comprises BCAs-2855 (including BCAs in 1527 USBs), Brick & Mortar (B & M) Branches-513 and Mobile Vans-27, aggregating to 3395 as on March 2015.

In tune with the directions of the RBI, the Banks in Karnataka are required to ensure that 15% of these villages covered with B & M Branches. Presently, B & M Branches have been opened constituting around 15.11%, thus achieving the stipulated target.

The Mission PMJDY envisages that villages with population more than 2000 which were covered by BCAs under Swabhimaan campaign will be considered for conversion into full fledged **Brick & Mortar Branches** with the staff strength of 1+1 / 1+2. Further, it is informed that there are around 74000 such villages in the country and 3395 in Karnataka. In the State, 513 B&M Branches have been opened so far. Banks were requested to initiate immediate steps to comply with DFS directions in opening of **B&M Branches** in their remaining allotted villages/SSAs.

The bank wise number of villages covered & progress made were presented to the House.
Roadmap for Providing Banking Services in villages with population below 2000

In terms of guidelines of RBI Cir. RPCD. CO. LBS. No. 86/02.01.001/ 2011-12 dated 19.6.2012, SLBC had informed all the Banks and LDMS to finalise Roadmap with details of allocated villages (district-wise) as per the formats prescribed by RBI.

In terms of RBI guidelines, Banks have been allocated the villages having population less than 2000 based on Gram Panchayat model in their respective districts. There are **23126** villages identified with < 2000 population. A total of **22929 villages** are covered upto Mar. **2015 as against cumulative target of 22345** villages upto March 2015. As per RBI Cir.FIDD.CO.LBS.No.10146/02.20.005/2014-15 dated 21.5.2015, the Banks are required to complete the process of provision of banking services by August 2015. A roadmap has been prepared with the provision of opening B & M Branches and submitted to RBI. Further, RBI has advised that at-least 5% of the villages allotted under this category shall be provided with banking outlets in the form of B & M branches. Accordingly, **289** villages are covered by B & M branches upto Mar. 2015. All the Banks were requested to inform the details of the new B & M Branches opened to LDMs / SLBC.

The details were presented to the House.

FINANCIAL LITERACY CENTRES (FLCs):

RBI had communicated the guidelines on opening of Financial Literacy Centres (FLCs). SLBC had informed all Banks who sponsored FLCs and other Banks to abide by the guidelines of RBI and submit a quarterly report as per the modified format of RBI Cir. RPCD.FLC.No.218-348/12.01.018/2014-15 dated 7.7.2014 and communicated by SLBC.

In terms of decision taken at the State Level Monitoring Committee on FLCs, Banks were requested to open FLCs at taluka level as per the allocation made at DCC. LDMs were advised to follow up the matter in the DCC/DLRC, revisit allocation already made wherever required and pursue with the Banks/ Trust to open the FLCs at taluka level. There are 126 FLCs opened so far. Some Banks are yet to initiate action in this regard. Some Banks have closed the FLCs opened and attached with their nearest Branch, which is contrary to the directions of RBI. RBI vide their letter RPCD(BG)No.1851/02.03.052/2014-15 dt 24.4.2015 clarified that the guidelines issued earlier vide letter RPCDFLC No.12452/12.01.018/2011-12 dated 6.6.2012 in this regard stand unaltered. In view of the above, all the Banks were requested to take note of the above clarification and continue to open FLCs as an exclusive unit.

As per the allocations made by DCCs all the Banks were requested to open the FLCs in the Blocks allotted to them within the time frame. The Banks were requested to inform the progress achieved in opening of FLCs to SLBC.

A list of FLCs opened was presented to the House.

LAUNCH OF SOCIAL SECURITY SCHEMES BY GOVT OF INDIA

- (1) PRADHAN MANTRI JEEVAN JYOTI BIMA YOJANA (PMJJBY),**
- (2) PRADHAN MANTRI SURAKSHA BIMA YOJANA (PMSBY) &**
- (3) ATAL PENSION YOJANA (APY)**

The Convenor-SLBC informed that the Hon'ble Prime Minister launched the captioned schemes on 9th May 2015 at Kolkata at the national level. The State Level simultaneous Launching Programme was organized at Banquet Hall, Vidhana Soudha, Bengaluru on 9th May 2015 in association with Govt of Karnataka, Member Banks and Insurance Companies. Sri Siddaramaiah, Hon'ble Chief Minister : GoK; Sri Ananth Kumar, Hon'ble Union Minister for Chemicals & Fertilizers : GoI; Sri V. Srinivasa Prasad, Hon'ble Revenue Minister : GoK; Sri Ramalinga Reddy, Hon'ble Minister for Transport : GoK; Sri P.C. Mohan, Hon'ble MP of Bengaluru Central; Sri Shivkumar Udasi, Hon'ble MP of Haveri; Sri Suresh Kumar, MLA; Sri B.N. Vijaya Kumar, MLA; Smt Latha Krishna Rao, Addl. Chief Secretary & Dev. Commissioner : GoK; Sri Umashankar, Secretary, Finance Dept. : GoK; Smt Arundhati Bhattacharya, Chairman : State Bank of India; Sri Eugene E Karthak, Regional Director : RBI; Sri Sharad Sharma, MD : State Bank of Mysore; Sri T.K. Srivastava, ED :

Syndicate Bank; Sri R.S. Pandey, ED : Syndicate Bank; Sri K.R. Shenoy, ED : Vijaya Bank; Smt Asha Nair, Director & General Manager : United India Insurance Co., participated in the programme. He informed that around 1200 persons participated in the programme consisting of Bank / Insurance Co., Executives, Govt. officials & beneficiaries.

The salient features of the scheme were presented to the House, which are as follows.

a) PRADHAN MANTRI SURAKSHA BIMA YOJANA (PMSBY) :

The scheme provides accidental death insurance to the Savings Bank account holders in the age group of 18-70 years with insurance cover of ₹ 2.00 lacs for accidental death and ₹ 1.00 lac for partially disabled due to accident. The premium amount will be ₹ 12/- per annum, through auto debit mode from the Bank a/c of the subscriber. The subscriber can join the scheme before 31st August 2015 by giving standing instructions for auto debit every year.

b) PRADHAN MANTRI JEEVAN JYOTI BIMA YOJANA (PMJJBY):

The scheme provides life insurance cover to the Savings Bank account holders in the age group of 18-50 years with risk coverage of ₹ 2.00 lacs in case of death due to any reason. The premium amount will be ₹ 330/- per annum, through auto debit mode from the Bank a/c of the subscriber. The subscriber can join the scheme before 31st August 2015 by giving standing instructions for auto debit every year.

c) ATAL PENSION YOJANA (APY) :

The scheme is an improved version of Swavalamban Scheme under National Pension System (NPS) administered by PFRDA, which covers unorganized sector. All the Savings Bank a/c holders are eligible under the scheme with age limit 18-40 years.

Funding help by Govt.

- The scheme provides for fixed pension guarantee for subscribers.
- Contribution of 50% of subscriber contribution or ₹ 1,000/-, whichever is less to eligible subscribers.
- Reimburse promotional and development activities including incentives to contribution collection agencies.

The pension receivable after 60 years of age

₹ 1,000/- to ₹ 5,000/- per month in multiples of ₹ 1,000/- depending on their contributions and age of joining the scheme.

The enrolment agencies

All service providers and aggregators under Swavalamban scheme through NPS.

In pursuance of the directions from DFS: MoF: Gol, SLBC has taken steps for implementation of the schemes, viz.,

- Conducted several rounds of meeting of Banks/Insurance Companies to work out strategy for smooth launch of the programme in the State.
- The guidelines of the schemes along with application forms were translated into Kannada and circulated to all the Banks with an advice to make available the forms at all their Branches / BC Points before 30th April 2015.
- All the Banks were advised to take up enrolment of applications by organising camps at all their Branches commencing from 1st May 2015.
- Workshop for Bankers on Atal Pension Yojana (APY) was organized at Syndicate Bank Training Centre, Bengaluru in coordination with PFRDA by SLBC .

- A Call Centre is in place to attend enquiries / address the grievances of the customers with Toll Free No.1800 4259 7777.

All the Banks / Insurance Agencies were requested to take note of the above scheme guidelines and put their efforts for enrolling all the eligible beneficiaries under the scheme.

The Convenor expressed his happiness over excellent response from the public for the 3 Social Security Schemes, namely Pradhan Mantri Jeevan Jyothi Bima Yojana (PMJJBY), Pradhan Mantri Suraksha Bima Yojana (PMSBY) & Atal Pension Yojana (APY), launched recently in the State. He further said that the enrollment period for PMJJBY & PMSBY has been extended upto 31st August 2015, while for APY is extended upto 31st December 2015.

The Progress in enrolment of applications and the Bank-wise status as on 31.5.2015 of the 3 schemes were presented to the House.

(Action : Banks / Insurance Cos)

ONE BENEFICIARY ONE ACCOUNT FOR ALL GOVT BENEFITS

The Pr. Secretary, Finance Dept., GoK vide his letter No.FD.06.CAM.2013(P) dated 19.3.2015 has informed that the PMJDY launched in August 2014, sought to enable all households, urban and rural to gain easy and universal access to financial services. With the active involvement of the State Govt, Banks in Karnataka have covered 98.37% of total households with one bank account per household. In addition, the PMJDY aims to make the transfer of various government benefits more efficient by focusing on opening of accounts of individual beneficiaries so that the payment of benefits occurs through Bank accounts. The Gol is also encouraging transfer of benefits through PMJDY bank accounts so that these recently opened accounts remains active.

In this context, Gol guidelines of **“One Beneficiary-One Account for all Government benefits”** may be recalled under which it was stated that one single account is sufficient for transfer of benefits / subsidy under various schemes of Central / State Govt.

In this regard, recently a communication has been received by the Chief Secretary, GoK from the Secretary, DFS: MoF: Gol emphasizing this point and requesting to issue necessary directions to all departments to route all benefits to the existing accounts of the beneficiaries **without insisting on opening of a separate account for each scheme**.

All the stakeholders were requested to take note of the guidelines of Gol / GoK and act accordingly.

(Action : Line Depts / Banks)

AGENDA 2.1 : ROLL OUT OF PRADHAN MANTRI MUDRA YOJANA (PMMY)

The Micro Units & Development Agency Ltd. (MUDRA) was launched by the Hon'ble Prime Minister on April 8, 2015, as a new financial entity, for developing and refinancing last mile financial intermediaries like Banks, NBFCs, MFIs, etc., who are in the business of lending to smaller of the micro enterprises in manufacturing, trading and service sector. As per NSSO estimate, about 5.77 crore such units exists in the country and a great majority of them are outside the formal banking fold and are unable to sustain or grow due to lack of finance or relying on informal channels, which are very expensive or unreliable. On the same day, Pradhan Mantri MUDRA Yojana was launched to **'fund the unfunded'** by bringing such enterprises to the formal financial system and extending affordable credit to them.

The banking sector consisting of Commercial Banks, RRBs and Cooperative Banks can play an important role in extending credit to this sector. It is felt that there is a need to give a special boost to bank finance to this segment on a mission mode, considering the enormous task in reaching to the large number of such units, currently excluded from the formal banking system.

This segment mainly consists of non-farm enterprises in manufacturing, trading and services whose credit needs are below ₹ 10.00 lakh. It has been now decided that the loans to be given to this segment for income generation will be known as MUDRA loans under the Pradhan Mantri MUDRA Yojana (PMMY) and branded accordingly. The overdraft amount of ₹ 5,000 sanctioned under PMJDY may also be classified as MUDRA loans under PMMY and in turn all need to be classified as Priority Sector Advances.

He requested that all advances granted on or after 8th April 2015 falling under this category be classified as MUDRA loans under the PMMY. All such loans can be covered under refinance and/or credit enhancement products of MUDRA. The application forms for such loans shall also carry the name "Pradhan Mantri MUDRA Yojana". Further, MUDRA will work on creating a common charter applicable to PMMY loans which is to be adopted by all the Banks. The charter will apply to all eligible loans, irrespective of the fact whether or not the bank concerned obtains / receives support from MUDRA for such loans.

The Convenor-SLBC requested the Bankers to communicate the targets at the earliest to SLBC which they proposes for the current financial year under PMMY. The monthly progress report on such advances shall be submitted to SLBC, MUDRA and DFS: CP/RRB : Ministry of Finance, GoI on regular basis.

The eligibility criteria for MUDRA Refinance / Loan were presented to the House.

He further requested all the Banks to implement the scheme on priority.

(Action : Banks)

AGENDA 2.2 : SCALING UP OF AADHAR ENROLMENT KITS BY NON-STATE REGISTRARS

The Convenor-SLBC informed the House that a meeting was convened to review the progress under Aadhaar enrolment on 25.4.2015 under the chairmanship of ACS & DC, GoK. While reviewing the progress, the chairperson observed that Aadhaar enrolment kits deployed by non-state registrars, i.e., Banks are very meager when compared to other enrolment agencies, due to which the enrolment process has suffered. Hence, it was advised to the Banks (who are enrolled for the purpose) and their enrolment agencies to scale up the operations. To achieve the desired targets, Banks were advised to deploy a minimum 1000 kits in total at the earliest.

Further, it was also decided in the meeting that Lead Banks of the District to undertake the Aadhaar enrolment in their Districts and they will be responsible for Aadhaar enrolment in their Districts in consultation with respective Dy. Commissioners.

In view of the above, the Banks enrolled as Non-State Registrars to take up deployment of required Aadhaar enrolment kits in consultation with Dy. Commissioners at the earliest. The other Banks having lead bank responsibilities and not enrolled as Non-State Registrars, shall enroll themselves as Non-State Registrars and make all arrangements for deployment of Aadhaar enrolment kits and take up enrolment in their respective lead districts in consultation with respective Dy. Commissioners.

The Convenor stressed upon seeding of accounts with Aadhaar to avoid duplication and ensure transfer of benefits to the right beneficiary. The Project Director, e-Governance, GoK assured their cooperation for Aadhaar seeding by deploying Aadhaar kits to Banks. He also informed that some of the Banks are already making use of Aadhaar kits. The ACS&DC, GoK advised other Banks to make use of kits for seeding of accounts with Aadhaar.

(Action : Lead Banks / Line Departments)

AGENDA 3.0 : LAUNCHING ANNUAL CREDIT PLAN 2015-16

The Sector-wise ACP projections and achievements for 2012-13, 2013-14 & 2014-15 were presented to the House.

The Convenor-SLBC informed that the Banks could achieve 101.06% under Primary Sector, 181.38% under Secondary Sector, 74.94% under Tertiary Sector and 98.10% under Crop Loans, thereby achieving overall 111.65% of the PSA target. While participating in the discussion on achievements during 2014-15, the ACS & DC, GoK said that though the Banks have surpassed the targets, the quantum of loans extended to agriculture is not defined. Moreover, credit extended to SHG is also covered under Primary Sector and wanted to know the quantum of loans extended to agriculture keeping apart SHG loans. Responding to this, the Convenor informed that the Crop Loan is extended based on the scale of finance determined by District Level Technical Committees. The CGM: NABARD informed that Term Loans are disbursed by the Banks as per the unit cost finalised by NABARD taking all the factors into consideration. Further, he informed that the average lending in agriculture is ₹ 38,000/- per hectare in the State. Intervening in the discussion, the Chief Secretary, GoK expressed his concern over the recent suicidal deaths of the farmers in the State. The very reason of the suicidal deaths is not related to family issues but it is due to rural indebtedness. He further observed that there is a big gap in earnings by taking up agriculture activities in a piece of land compared to its value in the market leading to rural indebtedness. He hence requested SLBC in association with NABARD to present a White Paper on the indebtedness of the farmers and throw light on reducing the gap in earnings on the piece of land and its value by adopting high-tech agriculture on par with industry level.

The ACS, Cooperation Dept., GoK sought the increased assistance of NABARD refinance to Coop. Banks as their deposit base is very less compared to Commercial Banks and are dependent on NABARD refinance for lending activities. Recently, NABARD has reduced the refinance rate from 50% to 40%. In view of less deposit base and to strengthen cooperative sector, he insisted for increasing refinance rate to 70%. In response to this, the CGM: NABARD informed that the refinance rate is likely to be further reduced from 40% in the ensuing year and NABARDs refinance is based on the funds support from the Gol.

(Action : SLBC / NABARD)

State Credit Seminar - 2015-16

NABARD, RO, Bangalore had convened the State Credit Seminar for 2015-16 on 27.1.2015. It has projected ₹ 1,08,000 Crore under Priority Sector Credit (26% growth over previous year) for the year 2015-16.

Ground Level Credit Targets for Agriculture-2015-16:

NABARD vide their letter No. NB.CPD.124.54-B/2015-16 dated 16.4.2015 had informed that in view of the all India target of ₹ 8,50,000 crore announced by Gol for Agriculture Credit which is 6.25% higher than previous year, the total agriculture credit target indicated for the State of Karnataka is ₹ 53400 crore with the crop loan target of ₹ 34400 crore and Term Loan target of ₹ 19000 crore. The agency-wise / broad sector-wise allocation of target to Karnataka State as per Gol for the year 2015-16 is as under:

(₹ in Crore)

Commercial Banks			RRBs			Co-op Banks			Total		
CL	TL	Total	CL	TL	Total	CL	TL	Total	CL	TL	Total
22000	15500	37500	5900	2500	8400	6500	1000	7500	34400	19000	53400

Allocation made is not an upper ceiling for credit disbursement to agriculture sector in Karnataka and wherever the agriculture credit target based on Annual Credit Plans (ACPs) is higher than the above allocation, the higher target shall be retained sector-wise and agency-wise for implementation and monitoring. The Co-op. Banks and RRBs may take suitable steps to provide more term loans to farmers for facilitating capital formation.

Aggregation of District Credit Plans:

SLBC has collected District-wise Annual Credit Plan projections for the year 2015-16 from all the 30 Districts. The total Priority Sector Credit works out to ₹ 112460 cr. The share of Commercial Banks, RRBs & Coop. Banks/others comes to ₹ 81850 cr., ₹ 15086 cr., & ₹ 15524 cr., respectively. The Sector-wise & Agency-wise projections were presented to the House.

While arriving at the Annual Credit Plan 2015-16, the Banks have taken into account the disbursement during 2014-15. A total projection of ₹ 112460 cr., has been arrived under Priority Sector Credit, which is above the projections made by NABARD in their State Focus Paper ₹ 108000 crore. The share of Agriculture Credit works out to ₹ 62620 crore, constituting 55.68% of total Priority Sector Credit. Out of which, the share of Crop Production Credit is ₹ 41600 crore forming 66.43% of Agriculture Credit. The share of MSE is ₹ 18105 crore, Education Loan is ₹ 2989 cr, Housing Loan is ₹ 14459 crore, & towards Other sectors ₹ 14287, constituting 16.10%, 2.66%, 12.86%, 12.70%, of total Priority sector, respectively. The overall growth rate comes to 25.20% over the previous year's target of ₹ 89821 cr under Priority Sector Credit.

The Bank-wise / District-wise ACP targets and District-wise Disbursement Targets under Crop Loans for 2015-16 were presented to the House. The House deliberated and approved the AAP for the fiscal 2015-16.

(Action : Banks)

Agenda 4.0 : Implementation of Bhoomi-Bank Integration:

The Banks have carried out 2,48,999 online transactions under Bhoomi Project as on 16.05.2015 since inception. The Revenue Dept, GoK., has informed that noting of lien in ROR and EC simultaneously is not possible due to limitation of technology under Bhoomi-Bank Project. However, it is informed that they have taken up improved version of Bhoomi Project "NAMMA BHOOMI" where the above request for noting of lien simultaneously in ROR & EC would be considered by merging 'Kaveri' project with 'Bhoomi' project. Revenue Department has already selected Software Developer to integrate "Bhoomi" with "Kaveri" and role of each stakeholder defined.

The Convenor-SLBC informed the House that there is a provision for lending to agriculture upto ₹ 1 lakh by mere creation of charge without going for mortgage of the land. However, he opined that it will be beneficial to the farmers if the limit is raised to ₹ 2 lakhs, which will save time, energy and cost to the borrowers. Further, he requested the stakeholders to hasten up the process of integration of "Bhoomi" with "Kaveri" to help the farming community.

Bank wise transaction details were furnished to the House.

(Action : Revenue Dept.)

AGENDA 5.0 : INTEREST SUBSIDY SCHEME ON CROP LOANS TO FARMERS UPTO ₹ 100000/- THROUGH PSBs/RRB

It was informed to the House that the Interest subsidy claims in respect of 92,275 farmers to the tune of ₹ 4.13 crore has been submitted to Dept of Agriculture upto 23.05.2015. The amount settled during the FY is ₹ 5.16 crore involving 102028 farmers. The claims to the extent of ₹ 3.49 crore involving 89,102 farmers are pending with the Dept. All the Banks were requested to lodge claims under the scheme to SLBC for doing the needful. The Dept of Agriculture, GoK was requested to dispose of the pending claims of Banks.

(Action : Banks / Agri Dept.)

AGENDA 6.0 : Weavers Credit Card under the Comprehensive Financial Package:

As per Gol instructions Banks are required to issue Weavers Credit Card (WCC) to the eligible farmers who are availing working capital limit. Ministry of Textiles, Gol has allocated State-wise targets of WCC for the financial year 2014-15, and the target for WCCs for Govt. of Karnataka is 10000. The Dept of Textiles & Handlooms, GoK has allocated the District-wise targets and communicated to all the Districts.

As the progress is being reviewed by the Ministry of Textiles, NABARD is required to submit the progress in issue of WCC, amount sanctioned and amount disbursed to Gol. The Banks were requested to submit the progress report by 5th of the following month and take effective steps to issue weavers' credit cards and achieve the target by the year end.

As against the target of 10000 cards, the Banks have issued 1364 Cards with a limit of ₹ 607.95 lakhs as on 31.3.2015, leaving a big gap. The District-wise achievement were presented to the House.

(Action : Banks)

AGENDA 7.0 : SETTING UP OF KARNATAKA FARMERS' RESOURCE CENTRE [KFRC] AT BAGALKOT

Karnataka Farmers' Resource Centre [KFRC] is set up at Bagalkot through SLBC with the support of Govt. of Karnataka, NABARD, 10 Banks [Viz., Syndicate Bank, Canara Bank, Corporation Bank, Vijaya Bank, State Bank of India, State Bank of Mysore, State Bank of Hyderabad, Karnataka Vikas Grameena Bank, Karnataka Bank Ltd and Pragathi Krishna Grameena Bank] and B.V.V. Sangha, Bagalkot. KFRC is an Apex State Level Institute constituted under Charitable Trust. Any institution/individual making donations/contributions to KFRC, is eligible to claim Income Tax exemptions under section 80G of IT Act.

The KFRC has conducted 115 training programmes involving 6162 participants during the current fiscal 2014-2015. The cumulative position works out to 183 programmes and 29401 participants since inception.

Problems faced by KFRC in construction of new Campus Building

The KFRC has been allotted 8 Acres of land by Bagalkot Town Development Authority (BTDA) for development of the campus of the Institute. The Institute proposes to construct building to facilitate its activities on the allotted land. For the purpose, it has obtained the necessary permission / approval from the competent authorities including BTDA. The Institute has entered into an Agreement with the builders which stipulates timeline for completion of the building and also penalty for not adhering to the time schedule. Accordingly, the construction work has commenced and was in full swing. In the meanwhile, BTDA has issued a notice to KFRC to stop construction work until further orders to enable

them to reassess the allotment of land to the Institute based on their requirement. Due to this act of BTDA, it is not only causing the delay in construction work but also to incur the penalty as per the agreed terms with the builders. In this regard, the ACS, RDPR, GoK has also taken up the matter with the BTDA and also District Administration, Bagalkot for resolving the issue. However, BTDA in their Board meeting dated 22.4.2015 passed the following resolution in respect of land allotted / construction of campus building as below:

“KFRC has been allotted with eight acres of land in unit-2 of Bagalkot as on 4.12.2010. After four years, KFRC has obtained permission for construction in 20 guntas of land, and it appears that the Institute has been allotted with excess land than it requires. Hence, leaving 2 acres of land, Institute shall give undertaking letter to surrender remaining 6 acres of land and for demolition of parapet constructed over and above 2 acres of land. After obtaining the acceptance letter from the Institute, permission will be granted for construction of building. Officer, Rehabilitation & Chief Engineer, Bagalkot are authorised to take action in this regard”. The ED, KFRC brought to the notice of the House that the entire 8 Acres of land is necessary for the Institute as it was earlier allotted for the purpose of activities of KFRC.

Intervening in the deliberations, the Chief Secretary, GoK assured to resolve the issue.

(Action : RDPR Dept./KFRC)

AGENDA 8.0 : REPORT OF THE HIGH LEVEL COMMITTEE TO REVIEW LEAD BANK SCHEME – IMPLEMENTATION OF THE RECOMMENDATIONS

RBI had advised SLBC to implement the recommendations of the High Level Committee on Lead Bank Scheme. In compliance, 1) SLBC, Karnataka has launched its website. SLBC has hosted in their website the salient features of various Govt. sponsored schemes, both Central and State which are in operation in Karnataka.

- 2) SLBC has advised Lead banks/Commercial Banks and LDMs to take appropriate steps for implementing the recommendations pertaining to them.
- 3) Formation of Sub-Committees: SLBC has constituted 12 Sub-Committees for effective implementation & close monitoring of Lead Bank scheme.
- 4) The Minutes of the following Sub-Committee Meetings have been circulated. (a) Flow of Credit to Agriculture-28.2.2015 (b) SHG-Bank Linkage-23.12.2014 & 4.3.2015 (c) Credit Flow to SC/STs, Minority Communities & Weaker Sections-6.1.2015 & 18.3.2015 (d) Govt. Sponsored Schemes-4.3.2015 (e) Investment Credit-12.2.2015.
- 5) SLBC has conducted the Meeting of Steering Committee on R-SETIs on 4.3.2015. The minutes have been circulated.

Amalgamation of Sub-Committees

The Convenor-SLBC informed that SLBC had constituted the following 11 Sub-committees to have focussed attention on particular sector / areas. In the 130th SLBC Meeting, the representatives from major Banks & NABARD had expressed that the number of Sub-committees are too high and the agendas are overlapping, which is amounting to duplication. Hence, they suggested to reorganize Sub-committees by avoiding overlapping of issues.

1. Sub-Committee on **Annual Credit Plan**
2. Sub-Committee on Flow of **Credit to Agriculture**
3. Sub-Committee on **Credit Deposit Ratio**
4. Sub-Committee on **SHG-Bank Linkage**
5. Sub-Committee on **Credit flow to SC/STs, Minority Communities and Weaker Section**
6. Sub-Committee on **Education Loans**
7. Sub-Committee on **Housing Loans**
8. Sub-Committee on **Recovery, Rehabilitation and other measures**
9. Sub-Committee on **MSME**
10. Sub-Committee on **Govt. Sponsored Schemes**
11. Sub-committee on **Investment Credit**

The House had concurred with the view expressed by the representatives of major Banks & NABARD and advised SLBC to work out on the issue and place the proposal about the reorganized SLBC Sub-Committees. In response to seeking suggestions in the 131st SLBC Agenda notes, the Pr. Secretary, RDPR, GoK vide their letter dated 26.6.2015 suggested to constitute separate 'SLBC Sub-Committee on SHG-Bank Linkage & R-SETIs' under the chairmanship of Pr. Secretary to Govt., RDPR, GoK with Syndicate Bank as Convenor. Accordingly, SLBC after thorough study and taking into consideration the suggestions given by the Banks, NABARD, recommended the following reorganized Sub-committees.

1. Sub-Committee on Agriculture & Allied activities

(Focus area - Annual Credit Plan, Flow of Credit to Agriculture, CD Ratio & Investment Credit)

1	Principal Secretary, Agriculture Dept., GOK	Chairman
2	Secretary, Planning Dept., GoK	Member
3	Secretary, Cooperation Dept., GoK	Member
4	GM, FIDD, Reserve Bank of India	Member
5	CGM, NABARD	Member
6	Director of Agriculture, GoK	Member
7	Director of Horticulture, GoK	Member
8	Director of Animal Husbandry, GoK	Member
9	Director of Fisheries, GoK	Member
10	General Manager, PSCD, Syndicate Bank	Member
11	General Manager, State Bank of India	Member
12	General Manager, State Bank of Mysore	Member
13	General Manager, Corporation Bank	Member
14	General Manager, Vijaya Bank	Member
15	General Manager, State Bank of Hyderabad	Member
16	MD, Karnataka State Apex Bank	Member
17	Convenor, Canara Bank	Convenor

2. Sub-Committee on MSME

(Focus area- MSME, Solar Financing, Bio-fuel financing, MSME Cluster Finance, Skill upgradation training programme by R-SETIs, Issue of Gold Cards to Exporters, etc.)

1	Principal Secretary – Industries and Commerce	Chairman
2	Director, KVIB	Director
3	Director, KVIC	Member
4	Director, MSME Development Institute	Member
5	General Manager, RBI	Member
6	General Manager, NABARD	Member
7	General Manager, RBD, Syndicate Bank	Member
8	General Manager, State Bank of India	Member
9	General Manager, State Bank of Mysore	Member
10	General Manager, Canara Bank	Member
11	General Manager, Vijaya Bank	Member
12	General Manager, State Bank of Hyderabad	Member
13	General Manager, Corporation Bank	Convenor

3. Sub-Committee on Retail Loans

(Focus area – Education Loans including State schemes, Housing Loans)

1	Pr. Secretary, Higher Education Dept, GoK	Chairman
2	Secretary, Housing Dept., GoK	Member
3	Representative from National Housing Bank	Member
4	Representative from HUDCO	Member
5	Representative from RGRHCL	Member
6	General Manager, RBD, Syndicate Bank	Member
7	General Manager, State Bank of India	Member
8	General Manager, Canara Bank	Member
9	General Manager, Corporation Bank	Member
10	General Manager, State Bank of Mysore	Member
11	General Manager, State Bank of Hyderabad	Member
12	General Manager, Vijaya Bank	Convenor

4. Sub-Committee on Weaker Section Advances

(Focus area - Govt sponsored schemes, Credit flow to SC/STs, Minority Communities)

1	Principal Secretary, Social Welfare, GOK	Chairman
2	Secretary, Women & Child Dev. Dept., GoK	Member
3	Secretary, Minority Dev. Dept., GoK	Member
4	Director, KVIC	Member
5	MD, Devraj Urs Backward Class Dev. Corpn	Member
6	MD, Dr. Ambedkar Dev. Corpn.	Member
7	Director, Municipal Administration	Member
8	Chief General Manager, NABARD	Member
9	General Manager, PSCD, Syndicate Bank	Member
10	General Manager, State Bank of India	Member
11	General Manager, Canara Bank	Member
12	General Manager, Corporation Bank	Member
13	General Manager, Vijaya Bank	Member
14	General Manager, State Bank of Hyderabad	Member
15	MD, Karnataka State Apex Bank	Member
16	General Manager, State Bank of Mysore	Convenor

5. Sub-Committee on **Recovery, Rehabilitation and other measures** :

(Focus area – Strategy for recovery of Loans under Govt Sponsored Schemes, Revenue Recovery Act, Rehabilitation & other measures)

1	Principal Secretary, Revenue Dept., GoK	Chairman
2	Secretary, RDPR Department, GoK	Member
3	GM, FIDD, Reserve Bank of India	Member
4	CGM, NABARD	Member
5	Registrar of Co-Operative Societies	Member
6	General Manager, PSCD, Syndicate Bank	Member
7	General Manager, Vijaya Bank	Member
8	General Manager, Canara Bank	Member
9	General Manager, Corporation Bank	Member
10	General Manager, State Bank of Mysore	Member
11	General Manager, State Bank of Hyderabad	Member
12	General Manager, State Bank of India	Convenor

6. Sub-Committee on **SHG-Bank Linkage & R-SETIs**

(Focus area – Formation and Linkage of SHGs, JLGs and related issues, functioning and monitoring of R-SETIs and related issues)

1	Principal Secretary, RDPR, GoK	Chairman
2	Mission Director, NRLM, GoK	Member
3	The Director, Dept of Muncipal Administration, GoK	Member
4	The Director, Women & Child Development Dept, GoK	Member
5	Additional Director (Vishwa), DIC	Member
6	GM, Reserve Bank of India	Member
7	General Manager, NABARD	Member
8	General Manager, Canara Bank	Member
9	General Manager, State Bank of India	Member
10	General Manager, Vijaya Bank	Member
11	General Manager, State Bank of Mysore	Member
12	General Manager, Corporation Bank	Member
13	General Manager, State Bank of Hyderabad	Member
14	Vice President, Kotak Mahindra Bank	Member
15	General Manager, Karnataka Bank	Member
16	MD, Karnataka State Co Op. Apex Bank	Member
17	State Project Coordinator-R-SETs/ RUDSETI	Member
18	General Manager, Syndicate Bank, CO : PSCD	Convenor

The House deliberated in detail on the subject and accorded approval for reorganization of the above 6 Sub-committees. The House also resolved that all SLBC Sub-committee meetings are required to be convened once in a quarter and the frequency may be increased depending upon the need. The first of the reconstituted Sub-committee meeting may be convened preferably before 10th August 2015 and subsequently at quarterly intervals. With this reconstitution process, the earlier Sub-committees stand merged with reorganized SLBC Sub-committees.

(Action : All Chairpersons / Convenor Banks / Members of Sub-Committees)

Agenda 9.0: SCHEME FOR IMPROVING PRODUCTIVITY AND FARM INCOME OF ARECANUT BASED FARMING SYSTEM IN KARNATAKA

Ministry of Finance, Department of Financial Services, Government of India had vide their letter GoKF.10/ 03/ 2010-AC dated 13th January 2012 advised NABARD to implement the relief measures to be given to the Areca growers as per the recommendations of Dr. Gorak Singh Committee Report with certain modifications. As such, the scheme is being implemented by all the Banks.

As per the information gathered as on 31.3.2015, 67962 term loans were rescheduled involving ₹ 382.77 cr. The amount of penal interest waived was ₹ 11.43 cr. As many as 9263 crop loan accounts with an aggregate amount of ₹ 84.86 cr were converted into term loans. 5862 fresh loans were issued involving an amount of ₹ 73.57 cr. The House reviewed the progress in extending relief measures to arecanut growers by Banks.

Banks were requested to furnish the data on relief measures provided to areca growers as per the above scheme.

Special Package for Pomegranate & Grape Growers

The ACS & DC, GoK sought to know about waiving of penal and compound interest on the loans of growers of Pomegranate & Grape, as per the decision taken in the previous SLBC meeting. In response, the Convenor-SLBC informed that some Banks like Syndicate Bank, Canara Bank, State Bank of Mysore have taken decision to waive the compound and penal interest provided the remaining portion of the loans are cleared by the farmers. Further, he informed that as per the feedback received from Banks, no borrower has come forward to settle their dues under the scheme inspite of offer of waiver of penal and compound interest by the Banks nor under OTS schemes offered by individual Banks, which offers better benefits than under the present offer.

AGENDA 9.1 : SUSTAINED ADVERTISEMENT AND PUBLIC AWARENESS CAMPAIGN AGAINST UNAUTHORISED ACCEPTANCE OF DEPOSITS BY UNINCORPORATED BODIES

It was informed by RBI vide their letter DO.DNBS(BG)/1979/06.01.012/2014-15 dated 16.4.2014 that in the meeting of the State Level Coordination Committee (SLCC) held under the chairmanship of the Chief Secretary, GoK, it was decided to run a sustained public awareness campaign to educate the public against unauthorized deposit acceptance by the unincorporated bodies. Towards this end, two advertisements in English & Kannada were issued jointly by the RBI and the Govt of Karnataka under the aegis of SLCC, Karnataka.

To take this process forward in a more focussed and sustained manner and to reach out to the people in the districts and far flung areas, it was decided by the SLCC, to create catchy awareness materials (bill boards, posters, flyers, etc.) and place them strategically on BMTC & KSRTC buses, at Post Offices and also distribute these materials through Banks, which have wide rural and semi-urban branch network. The GoK has already taken the initiative by speaking to postal and transport authorities who have agreed to collaborate in the awareness campaign. It is also felt that commercial banks, with their extensive branch network in semi-urban and rural areas can be key collaborators in this campaign. In this regard, GoK would be supplying the awareness campaign materials which all the member banks can post/display on the branch premises at the rural and semi-urban areas. This would create good awareness amongst the public and prevent them falling prey to unscrupulous entities collecting deposits. Besides, in the long run, it could also benefit the banks in garnering small deposits.

The Convenor-SLBC informed that RBI has already communicated to all the Banks to have publicity on creating awareness against acceptance of deposits by unincorporated bodies. The GM-RBI also advised the Bankers to create awareness at Branch level.

The Addl. Sec. : Finance Department, GoK suggested for common publicity by Banks at strategic locations at public places like Gram Panchayats, Health Centres, Govt Offices, etc.

(Action : Banks)

AGENDA 9.2 : IMPLEMENTATION OF RECOMMENDATIONS OF KANNADA ABHIVRUDDHI PRADHIKARA

Dr. L. Hanumanthaiah, Chairman, Kannada Abhivruddhi Pradhikara, Govt of Karnataka visited the Corporate Office, Syndicate Bank on 29th April 2015 and reviewed the implementation of Kannada in the banking system in the State. During the review, he said that though there are guidelines for using the vernacular language in the day to day business of Central Govt offices, Public Sector Banks, Public Sector Undertakings, Private Institutions, there is negligence in the usage of Kannada in Karnataka in these Institutions and leading to inconvenience to farmers, rural labourers and illiterate population in dealing with these Institutions and thereby depriving the benefits available from the Banks. Hence, he advised all the Banks to mandatorily use trilingual policy and provide the challans, cheque books, pass books, loan applications and other banking related forms. Further, he suggested the Banks to develop website in Kannada, which can provide all the information about Banks and their facilities available to the public. In the similar lines of implementation of Hindi in the Banks, he suggested to establish a Kannada cell in all the Banks and initiate steps for teaching Kannada to non-Kannadiga employees in the Bank. He urged the Banks to deal with their clientele primarily in Kannada language. With regard to appointment of employees in the category of A, B, C & D groups, he said that as per the recommendations of Dr. Sarojini Mahishi Report, the Banks are required to follow the guidelines of the Committee and provide information in this regard to Kannada Development Authority.

All the Banks were requested to take note of the above directions and implement the same in letter and spirit.

(Action : Banks)

AGENDA 9.3 : REVISION OF STAMP DUTY UNDER KARNATAKA STAMP ACT, 1957

The GoK has issued Gazettee Notification dated 31.3.2015 amending the Karnataka Stamp Act, 1957, wherein apart from other amendments, the amendment with regard to deposit of title deeds or instruments constituting or being evidence of the title to any property whatever (other than a marketable security), where such deposit has been made by way of security for the repayment of money advanced or to be advanced by way of loan or an existing or future debt, in case where the loan or debt amount exceeds ₹ 10 lakhs, the stamp duty payable is 0.2 percent on the loan or debt amount subject to a maximum of ₹ 10 lakhs.

In this regard, we have received feedback from Banks / borrowers that the upper limit of ₹ 10 lakhs fixed by the Govt is on higher side and coming in the way of availing high value loans by the borrowers. Thus, it has adverse effect on credit expansion by Banks in the State. Hence, it is requested that the Govt may revisit its decision to facilitate increase in credit growth in the State.

Intervening in the discussion, the Chief Secretary-GoK assured to look into the matter.

(Action : Revenue Department)

AGENDA 9.4 : DEVELOPING APMC OF GADAG DISTRICT AS MODEL MARKET

A meeting was convened on 14.5.2015 under the chairmanship of ACS & DC, GoK in order to discuss and workout strategy for developing APMC of Gadag District as Model Market. The Chairperson informed that in order to take up marketing reforms the role of Banks is very imperative and there is good scope for Banks to expand their business by way of extending credit facilities to the traders as well as farmers by way of pledge loan and agriculture produce loans. In this direction, the chairperson suggested that the Banks having lead bank responsibilities in the District may take lead role in providing banking facilities to traders at APMCs. Further, it was informed that all the cooperation will be extended by APMCs to the Banks in providing infrastructure / list of traders, etc. As a first step, all the APMCs in Gadag District shall be taken up for reforms including online payment to farmers. It was advised to Bankers to take lead roles and involve themselves in successful implementation of reforms in APMCs in the state.

As per the information given by the ACS, Coop. Dept., GoK that Private Sector Banks response is good and they are extending all support for traders for online payments. He called upon the Public Sector Banks to extend their support in the similar lines as there is lot of scope for extending credit facilities to the traders by way of OD/CC limits as well as to farmers by way of pledge loans / produce loans. ACS & DC, GoK informed that there are 52 APMCs in the State and all of them are to be brought under online payment and hence there is large scope of business to Bankers. Hence, she called upon Public Sector Banks to encash the opportunity for improving the business and requested the stakeholders to extend the facility to all Districts one by one.

(Action : Banks)

AGENDA 9.5 : PASHU BHAGYA SCHEME OF GOVT OF KARNATAKA

It is informed by the Secretary to Govt., Animal Husbandry & Fisheries Department vide their letter D.O.No.AHF/143/Secy 2015 dated 20.4.2015 that the Govt of Karnataka has announced "Pashu Bhagya" Scheme for the year 2015-16. The scheme provides the following:

- a) 33% backend subsidy to SC/ST, and 25% to others, for purchase of animal units like cows/buffaloes/sheep/goats/poultry etc., for a unit cost of maximum ₹ 1.20 lakhs.
- b) The Pashu Bhagya scheme also includes component for subsidy towards milch cattle insurance and compensation on accidental death for sheep/goats.
- c) Loan at 0% rate of interest for maintenance/input costs, on the lines of short term crop loan, i.e., upto a maximum amount of ₹ 50,000/- through Co-op. Banks.
- d) The back-end subsidy under component (a) above would be transferred directly to the respective bank after sanction of loan and release of the first instalment. This is as per the guidelines under NLM for non dairy animals and DEDS for dairy animals.
- e) The unit costs for farm sector investments 2014-15 fixed by NABARD would have to be followed by the banks while sanctioning the loans to the beneficiaries. There is an SLSMC (State Level Sanctioning and Monitoring Committee) constituted under the chairmanship of the Secretary, Animal Husbandry of the State for the purpose of reviewing the unit costs as per the field conditions.
- f) Most importantly, the Pashu Bhagya scheme is being conceptualized as a demand based scheme rather than a target based scheme. Accordingly, necessary coordination needs to be established with various banks.

In view of the operational problems observed in implementation of Krishi Bhagya scheme, all stakeholders were requested to strictly go by SSA approach to facilitate implementation of the scheme successfully.

All the Banks were requested to extend credit facilities under the scheme, especially at rural and semi-urban areas as lot of subsidy is available to the beneficiaries.

(Action : Banks)

AGENDA 9.6 : ISSUE OF GOLD CARD BY BANKS TO EXPORTERS FOR EASY EXPORT CREDIT AS ENVISAGED IN THE INDUSTRIAL POLICY 2014-19 OF GOVT OF KARNATAKA

Reserve Bank of India envisages for providing Gold Card Facility for export credit to all the exporters irrespective of their turnover (Small, Medium, Large) whose track record is good for 3 continuous years. They should have realized their export proceeds continuously for 3 years to become eligible to avail this facility.

In this connection, a meeting on issue of Gold Card by Banks to exporters for easy and less cost export credit as envisaged in the Industrial Policy of GoK 2014-19 was convened under the Chairmanship of Commissioner for Industrial Development and Director of Industries & Commerce and Export Commissioner on 21.5.2015. In the meeting, Banks were requested to issue Gold Cards to all the eligible exporters on priority.

The benefits of the scheme are as under:

- a) Assessment norms are simplified for exporters whose turnover is upto ₹ 100 cr and norms are simplified for MSME sectors.
- b) The sanctions are time bound and new sanctions will be issued within 25 days.
- c) Limit valued upto 3 years and renewals will be within 15 days.
- d) Further relaxation for automatic renewal after 3 years for those with excellent track record.
- e) 20% standard limit will be sanctioned to all gold card export holders over and above the sanctioned limit to meet the credit demand arising out of receipt of surge in orders.
- f) Concession rate of interest will be charged for Gold card holders.
- g) Banks would consider waiver of collaterals and exemption from ECGC guarantee schemes on the basis of card holder's credit worthiness and track record.
- h) International credit / debit cards and internet banking facilities shall be extended to all gold card holders.

The State Govt has announced Industrial Policy 2014-19 vide CI.58.SPI.2013 dated 1.10.2014. The policy envisages incentives and concessions for the development and growth of exporters in the State. One of the key initiatives proposed in the policy is to issue Gold Card to the creditworthy exporters with good track record and to have easy access export credit from Banks on best terms. Gold card shall be issued to the exporters as per the criteria to be laid down by individual Banks.

The Banks were requested to implement the scheme on priority so that all exporters are benefitted. The seminars / workshops may be organized by Bankers with the help of State Depts for the benefit of exporters.

(Action : Line Depts / Banks)

AGENDA 9.7 : UNSEASONAL RAINS & HAILSTORMS IN SEVERAL PARTS OF THE COUNTRY CAUSING DISTRESS TO FARMERS AND ADVERSELY AFFECTING AGRICULTURAL PRODUCTIN

The DFS: MoF: GoI vide their communication bearing F.No.3/65/2012-AC dated 20.3.2015 informed that the recently unseasonal rains and hailstorms in several parts of the country have caused severe distress to farmers adversely affecting agricultural crops and hence have advised the Banks to initiate steps to provide relief measures in the areas affected by natural calamities following the extant guidelines issued by RBI.

Besides, the GoI has introduced a provision in the Interest Subvention Scheme 2014-15 that in order to provide relief to the farmers on occurrence of natural calamity, the interest subvention of 2% may continue to be available to Banks for the first year on the restructured amount and such restructured loans may attract normal rate of interest from the second year onwards as per policy laid down by RBI.

All the Lead District Managers / Banks have already been advised to ensure to extend all necessary relief measures as per the above guidelines issued by RBI / GoI so as to mitigate the hardship of farmers on account of unseasonal rains / hailstorms vide SLBC Cir. No.173 dated 25.3.2015.

During the discussion, the ACS & DC, GoK informed that the recent hailstorms and unseasonal rains affected the paddy crops in Raichur, Koppal & Ballari Districts and a memorandum has been submitted by the Govt to GoI and a team from Central visited and made a survey. Similarly, the mango and banana crops have been affected in Kolar & Chickballapur Districts. She requested the Bankers to be more sympathetic and extend maximum financial assistance to the farmers in the calamity affected Districts.

Some of the LDMs / Bankers requested for declaration of Annewari to extend relief measures to the affected farmers. In response to this, the GM, RBI informed that as per the new RBI guidelines, Annewari is not mandatory to extend relief measures. Based on the decision taken in DCC, the Bankers can extend relief measure.

LDMs of Ballari & Raichur informed the House that the Branches in their District have been advised to extend relief measures to the affected farmers. Accordingly, Bankers are extending the relief measures and extending additional financial assistance in their districts.

(Action : Banks / LDMs)

AGENDA 9.8 – SCALING UP OF BIO-FUEL PROGRAMMES IN THE STATE

The National Bio-fuel Policy mandates 20% blending of ethanol and bio diesel in petrol and diesel respectively by 2017 and several programmes have been initiated by Govt of India and various other States. The State of Karnataka has been pioneer in the field of bio fuels and has taken several initiatives in the last couple of decades and the time has come to scale it up in the State. Karnataka has been the first State in the country to set up a Task force on Bio fuels, adapt a Biofuel policy and also to have constituted a full fledged Bio fuel Development Board. While MNRE has the task of scaling up the programme at the National level, the Banks and other agencies can play an important role in this regard.

The Karnataka State Biofuel Development Board (KSDBD) has taken initiatives to promote biofuel development programmes in the State. The de-centralised, multi species and community driven approach of the State has generated a lot of interest not only in the country, but also in the United Nations' Organisation, such as ICRAF / IFAD which have evinced keen interest in replicating the Karnataka model in other States of India and other developing countries. Hence, there is a strong necessity to scale up the biofuel programme to the next level (at present it is in the demonstration level) with the involvement of financial institutions. The sector has tremendous potential for contributing to rural development.

In this regard, 3 Working Groups has been constituted comprising representatives from Karnataka State Bio Fuel Development Board, NABARD, SLBC, Banks, Forest Dept., IRD to take up study regarding Bio-mass Production, Bio-mass Aggregation & Developing and funding suitable organisations / institutions and recommend for further course of action.

The Working groups have already had many sittings and expected to submit their reports shortly.

(Action : KSDBD)

AGENDA 9.9 FOLLOW-UP ACTION ON THE DECISIONS TAKEN DURING THE PREVIOUS SLBC MEETING

Agenda No. 9.9.1 : RECOVERY UNDER COFFEE LOANS

The Convenor-SLBC in the previous meeting had brought to the notice of the House the problems faced by the Bankers in recovery of coffee loans. Loans sanctioned and disbursed prior to 2002 are still outstanding, even after repeated restructuring in the line of package advised by the Coffee Board. KCC loans sanctioned / disbursed after 2002 are not renewed by planters for several years. Term Loan instalments are not paid, even as per restructured repayment schedule. Some planters are reluctant to sign Letter of Revival. He solicited the intervention of Coffee Board / Govt in resolving the issues of mounting Overdues / NPAs. The Chief Secretary, GoK had advised to write a DO letter under his signature to the Chairman, Coffee Board for assisting Bankers in recovery of coffee loans. Accordingly, a DO letter dt 12.1.2015 was addressed to the Chairman, Coffee Board advising to provide necessary assistance to Bankers for recovery of the loans by driving an action plan in the matter.

In the previous meeting, the representative from Coffee Board had requested the Bankers to furnish the list of defaulters to them to initiate recovery steps from their end. Further, SLBC had also requested all the Bankers to furnish the list of defaulters at the earliest so that consolidated list will be submitted to Coffee Board to take further action.

As of now, only a few Banks have submitted the defaulters list and the remaining Banks are requested to submit the same immediately to enable SLBC to submit a consolidated list to Coffee Board for further action at their end.

The overdues are mounting under the coffee loans and hence it is imperative for the Bankers to furnish the defaulters list to Coffee Board and put all efforts for reducing overdues.

The Convenor-SLBC requested the Banks which have not so far furnished the overdue list to Coffee Board to submit the same immediately.

(Action : Banks)

AGENDA 10.0 : REVIEW OF BANKING STATISTICS AS OF MARCH 2015

The Bank-wise position as of March 2015 was presented to the House in respect of Branch Net Work, Deposits and for Advances and CD ratio.

Branch Network:

As at the end of March 2015, the total number of bank branches in the State were **10074**, out of which, Commercial Banks-**7440**, RRBs-**1671**, KASCARD-**201**, DCC Bank-**692**, Karnataka Industrial Coop Bank-**38** and KSFC- **32** Branches.

ATMs : There are **13512** ATMs in the State, out of which, **2231** are in rural, **2485** are in S. Urban, **3247** are in Urban and **5549** are in Metro areas.

Deposits:

The aggregate deposits of Banks was ₹ **612697 crore** as at the end of March 2015, when compared to the level of ₹ **525425 crore** as on March 2014, registering an increase of ₹ **87272 crore** showing a growth rate of **16.61%**.

Advances:

The total outstanding Advances of Banks was ₹ **458037 crore** as at the end of March 2015 as compared to the level of ₹ **395328 crore** as at March 2014, registering an increase of ₹ **62,709 crore** showing a growth rate of **15.86%**.

Credit-Deposit Ratio:

The Credit Deposit Ratio as of March 2015 was **74.76%** vis-à-vis **75.24%** as of March 2014 showing a marginal decline of 0.48%. The CD ratio was at 103% in Rural areas, 88% in Semi-Urban, 71% in Urban and 70% in Metro areas.

Further analysis indicates that some banks with good presence are having CD Ratio below the bench mark level of 60%. [Central Bank of India – 53%, Karnataka Bank - 46%]. Banks which are having CD Ratio below 60% need to take necessary steps immediately to increase flow of credit to productive sectors of the economy.

Banks were requested to improve their CD Ratio by accelerating lending to various sectors, having good potential for credit deployment in the State and contribute towards overall economic development.

Priority Sector Advances:

The outstanding level of **total priority sector advances** of Banks stood at ₹ **184503 crore** as of March 2015 as against ₹ **158455 crore** as at March 2014 showing an increase of ₹ **26048 crore** recording a **growth of 16.44%**. The percentage of priority sector advances of Banks works out to **40.28%**, above the Benchmark level of **40%** stipulated by RBI.

The total **agricultural advances** as at March 2015 were to the tune of ₹ **87860 crore** constituting **19.18%** of the total advances of Banks against mandatory level of 18%. Out of which, direct advances to agriculture stood at ₹ **80223 crore** forming 17.51% of total advances as against the bench mark level of **13.50%**.

The outstanding **Advances to Weaker Sections** by Banks was ₹ **67765 crore** constituting **14.79%** of the total Advances with an increase of ₹ **9887 crore** over the corresponding previous year level. The outstanding advances to Small & Marginal farmers was to the tune of ₹ **44733 crore** covering about **50.40 lakh** accounts, constituting **50.91%** of the total Agriculture credit and **55.76%** of direct agriculture credit. The outstanding advances to SCs/STs were ₹ **12480 crore** constituting **2.72%** of the total advances.

The position of Priority Sector and Weaker Section Advances as at March 2015 was presented to the House.

HOUSING LOANS AND REVERSE MORTGAGE LOAN SCHEME:

The Banks have been financing construction of houses under different schemes to encourage housing sector and to increase the availability of residential houses to the needy people. The outstanding level of advances under Housing as at March 2015 stood at ₹ **34678 crore** covering **466324** accounts. During 2014-15, the Banks have disbursed ₹ **7090 crore** involving **100267** accounts.

Public Sector Banks have formulated Reverse Mortgage Loan Scheme for the benefit of the Senior Citizens. The Banks assisted **823** persons with a loan amount of ₹ **261.75 crore** as at March 2015. Bank-wise position of Housing Loans and Reverse Mortgage loans was presented to the House.

Under Golden Jubilee Rural Housing Scheme (GJRHS), Banks have sanctioned 6296 loans with credit limit of ₹ 415.08 crore upto Mar. 2015. The outstanding level was ₹ 1195.47 crore spread over 30581 a/cs.

RAJIV RINN YOJANA (RRY)

The DMA has informed that they have identified 23737 beneficiaries; applications received was 10668, applications forwarded to Banks were 8899 and applications sanctioned were 1832 as on 15th May 2015 under the scheme.

The Ministry of Housing & Urban Poverty Alleviation, Govt of India vide their reference No.14013/2014-H/FTS-11839 dated 16.4.2015 has clarified that the scheme of Rajiv Rinn Yojana (RRY), which has been in effect from 3.9.2013 has come to an end now. In this regard, it is informed that the Ministry is in the process of launching a comprehensive mission for “**Housing for all**” with a component of interest subvention. Further, it is informed that the fresh proposals may be taken up under the new interest subvention scheme on the launch of the New Mission “**Housing for All**”. All the stakeholders were requested take note of the same.

Under RRY, the outstanding was 1277 a/cs involving ₹ 12.00 crore. Under EWS and LIG categories, 1115 and 2529 loans with loan amount of ₹ 7.48 crore & ₹ 82.81 crore have been sanctioned, respectively and the outstanding amount was ₹ 82.48 crore (25663 a/cs) & ₹ 1238.83 crore (58082 a/cs), respectively.

The Dept was advised to furnish Bank-wise data of pendency of applications in future to have a fruitful discussion. The Dept was also requested to submit District-wise pendency to respective Lead District Managers for effective review at DCC/BLBC level.

(Action : DMA)

EDUCATION LOANS:

With an objective of providing financial support to deserving and meritorious students to pursue higher studies, Banks have formulated Education Loan scheme as per IBA guidelines. As at March 2015, the outstanding level of education loans stood at ₹ **5261.41** cr covering **234169** a/cs. Banks have disbursed loans to 74715 students amounting to ₹ **881.04** cr up to the end of March 2015. Consolidated position under Education loan was presented to the House.

Credit Flow to Micro, Small & Medium Enterprises [MSME] – March 2015

As per the guidelines issued by Gol/RBI, the Banks have taken steps for increasing the flow of credit to Micro, Small & Medium Enterprises. The outstanding level of credit to Micro Enterprises stood at ₹ **25253.17 crore**. The advances to Small Enterprises were at the order of ₹ **30599.94 crore**. The advances to Medium Enterprises stood at ₹ **11071.47 crore** as at March 2015. The percentage of advances to Micro & Small Enterprises [₹ **55853.11 crore**] was at the order of **83.46%** out of the total advances to MSME Sector [₹ **66924.58 crore**].

The Bank-wise / Sector-wise advances to MSME were furnished to the House.

The Reserve Bank of India is regularly conducting the meeting of the Empowered Committee on MSME and Meeting of State Level Inter Institutional Committee (SLIIC) for Karnataka, every quarter to review the implementation of the recommendations of the working group on rehabilitation of sick MSMEs, flow of credit to MSE sector, collateral free loans to MSEs, flow of credit to MSME clusters and conducting awareness programmes and entrepreneurial camps-CGTMSE etc. RBI is calling for the information on the above issues.

Banks were requested to submit the compliance report to them every quarter before 15th of succeeding month from end of the quarter.

As per the instruction of Central Office, RBI, RO, Bengaluru has constituted a High Level Committee under the ambit of Empowered Committee on MSME to give focused attention on the progress made by Banks in the region on restructuring / rehabilitation of sick units in the MSE sector. All the Banks were requested to submit the data on sick units to SLBC to enable SLBC to submit to RBI.

(Action : Banks)

MAKE IN INDIA

Make in India is an initiative program of the Government of India to encourage companies to manufacture their products in India. It was launched by the Hon'ble Prime Minister on 25.9.2014.

The major objective behind the initiative is to focus on 25 sectors of the economy for job creation and skill enhancement. Some of these sectors are, automobiles, chemicals, IT, Pharmaceuticals, Textiles, Ports, Aviation, Leather, Tourism and Hospitality, Wellness, Railways, Auto components, Design manufacturing, Renewable energy, Mining, Bio-technology and Electronics. The initiative hopes to increase GDP growth and tax revenue. The initiative also aims at high quality standards and minimising the impact on the environment. The initiative hopes to attract capital and technological investment in India.

Make in India is designed to facilitate investment, foster innovation. It enhances skill development, protect intellectual property and build best-in-class manufacturing infrastructure. In view of 'Make in India' campaign initiated by Govt of India, all the Banks were requested to strive for improving entrepreneurial sensitivity amongst the Branch officials for giving intended thrust to the MSME sector.

(Action : Banks)

AGENDA 10.1 : COVERAGE UNDER CREDIT GUARANTEE SCHEME OF CREDIT GUARANTEE FUND TRUST FOR MICRO & SMALL ENTERPRISES [CGTMSE] –

Under guarantee scheme of CGTMSE, Banks have covered 11155 units with an approved amount of ₹ **650.89 crore** during the QE Mar. 2015 and the cumulative progress was **154229** units amounting to ₹ **7921.89** crore [Source: Credit Guarantee Fund Trust for Micro & Small Enterprises].

AGENDA 11. 0 : IMPLEMENTATION OF ANNUAL CREDIT PLAN (2014-15)

The progress in disbursement under Annual Credit Plan for the quarter ended March 2015 with bank wise position was presented to the House. Consolidated Sector-wise targets and achievements are as follows:

Banks have disbursed ₹ **100283** cr. upto the year ended Mar. 2015 against the annual target of ₹ 89821 cr. recording an achievement level of **111.65%** under Priority Sector Credit. The disbursement under Agriculture sector was ₹ **57853** cr. vis-à-vis the annual target of ₹ **57247** cr., registering 101.06 % achievement. Banks have disbursed ₹ **38506** cr. under Crop Loans against the annual target of ₹ **39252** cr., thereby recording **98.10%** achievement.

AGENDA 12.0 : CENTRAL AND STATE SPONSORED SCHEMES

12.1: RAJIV GANDHI LOAN SCHOLARSHIP SCHEME

Rajiv Gandhi Loan Scholarship Scheme is a Govt. of Karnataka Scheme to provide full interest subsidy and moratorium for the study period of the UG/PG course on education loans availed by students in the State Universities, Govt. Colleges, and aided Colleges studying in aided courses at Undergraduate or Postgraduate levels. Students can avail interest free loans upto ₹ 60,000/- p.a. for each year till the completion of the study period of the course. The eligibility for availing the Loan is for any student who :

- a) is an Indian National
- b) has secured 50% or more marks in 10+2 or Degree Course
- c) has secured admission to a graduate or post-graduate degree course in any Karnataka State University under Higher Education Department or Govt. College or an aided College (aided courses only)
- d) has a family income of less than ₹ 2.5 lakhs per annum
- e) has taken a loan or applied for a loan

SLBC has circulated the Govt. Order No.ED:128:Mahiti:2014 dated 5.2.2014, to all the Banks for implementation vide letter No.266 dated 16.5.2014 and again vide letter No.454 dated 11.8.2014. The proceedings of the meeting held on 13.11.2014 under the chairmanship of the Pr. Secretary, Higher Education Dept., GoK giving the detailed clarifications on the scheme were approved in the 129th SLBC Meeting held on 01-12-2014 and the were circulated all the concerned.

During the discussion, the Principal Secretary, Higher Education Dept., GoK said that under Rajiv Gandhi Loan Scholarship Scheme, 4037 applications have been received and only 134 applications have been sanctioned by the Banks. He called upon the Banks to expedite sanction of remaining applications. He further informed that Govt is coming out with new scheme to help students who are studying in final year to commence the enterprise of their own instead of searching for jobs. The govt will be supporting the entrepreneur by way of subsidy. The Govt has already entered MoU with National Skill Development agency to impart entrepreneurship training to the final year students. The student after graduation will receive training certificate along with degree certificate. He informed that the Govt will come out with clear cut guidelines on the scheme and he requested the Bankers to extend their support through their Corporate Social Responsibility scheme.

(Action : Banks)

12.2: KARNATAKA SELF EMPLOYMENT SCHEME

The Secretary to Govt., Commerce & Industries Dept. (MSME, Mines & Textiles), GoK vide their letter CI/73/CSC/2014 dated 13.10.2014 has informed that the Dept. of Industries & Commerce is implementing Karnataka Self Employment Scheme. The objective of the scheme is to provide all necessary assistance and facilitation for setting up of Micro Enterprises by first generation entrepreneurs, groom them on the essential of conceiving new ideas, planning, building project proposal, getting them loans / subsidies under the various loan schemes from Banks in rural areas.

Further, it is informed that the Dept. proposes to extend the benefit for 1000 unemployed youth during 2014-15. The composite loan requirement will be ₹ 9000 lakhs during 2014-15.

The Govt. Order bearing No.CI:73:CSC:2014 dated 20.9.2014 containing the detailed guidelines of the scheme and also the District-wise targets are already circulated.

The Addl. Director (Vishwa), Dept of Industries & Commerce, GoK informed that the scheme is continued for the year 2015-16 under the new name "Chief Minister Employment Generation Programme". Subsidy provided to the scheme is back-ended. Under the scheme, out of 707 applications amounting to ₹ 37 cr received, only 177 applications amounting to ₹ 7.5 cr have been sanctioned so far. He requested all the bankers to sanction the remaining applications and utilize the back-end subsidy available with the department.

(Action : Banks)

12.3: PRIME MINISTER EMPLOYMENT GENERATION PROGRAMME [PMEGP]

The progress under PMEGP for the year 2014-15 (as on **30.04.2015**) presented to the House.

During the year 2014-15, sanctions under the scheme are more than the target fixed and the applications are pending for release of balance subsidy for completion of their projects. Majority of the cases are sponsored by DIC. Hence, DIC requested KVIC to release the subsidy. Further, Bank-wise details were not furnished. The ACS & DC, GoK suggested the Dept to furnish the Bank-wise details for taking decision in the matter.

(Action : Banks)

12.4: NATIONAL RURAL LIVELIHOOD MISSION (NRLM):

The Govt. of India has approved restructuring of SGSY as National Rural Livelihood Mission (NRLM) and accordingly Karnataka has remodeled the Scheme under the banner 'Sanjeevini'.

RBI: CO: Mumbai vide their Cir. RPCD. GSSD. CO. BC. No. 57/09.01.03/2013-14 dated 19.11.2013 has informed the details of guidelines for operationalisation of Interest Subvention Scheme for SHG for Public Sector Banks. Banks were requested to follow the guidelines scrupulously.

The RDPR Dept., GoK has forwarded modified guidelines on implementation of Rajeev Gandhi Chaitanya Scheme vide their letter dated 17.5.2014 and the same was conveyed to the Banks by SLBC. All the Banks were requested to scrupulously follow the revised guidelines.

The Mission Director, NRLM informed the House that the number of SHGs in the State as reported by Banks are 6.84 lacs and it appears that there are discrepancies in number of SHGs. Hence, they are finding it difficult for finalisation of targets. Hence, he requested the Banks to furnish SHGs with Bank account numbers to arrive at correct picture. The average lending norms per SHG shall be ₹ 2.75 lacs as per NABARD stipulations. Whereas, the average lending per SHG in the State is only ₹ 1.77 lacs. He requested the Banks to bring the average lending per SHG as per NABARD stipulations. Hitherto, Banks were arranging Term Loans for SHGs and now have switched over to Cash Credit. In practical sense, neither a member of SHG nor the agencies from the department side are not fully aware of the procedures for operating cash credit accounts. Hence, he suggested for educating the concerned. In response to this, the Convenor-SLBC informed that SHGs can be financed by way of cash credit as well as Term Loans. As regard to the discrepancies in number of SHGs, he informed that the Banks are in the process of digitalizing the data on SHGs, and the accurate data will be available soon after the completion of the process.

(Action : Banks)

12.5 : NATIONAL URBAN LIVELIHOOD MISSION (NULM) & STATE URBAN LIVELIHOOD MISSION (SULM)

The National Urban Livelihood Mission (NULM) & State Urban Livelihood Mission (SULM) are the new schemes which are implemented in the Karnataka State from the current financial year 2014-15.

a) NULM is revamped and restructured scheme of Swarna Jayanthi Shahari Rojgar Yojana (SJSRY) with effect from the financial year 2014-15. In the 12th Five Year Plan NULM will be implemented in all District Headquarters and all other cities with a population of 1,00,000 or more as per 2011 census.

At the initial stage, 35 cities with population of 1 lakh and above and the District Headquarters cities having less than 1 lakh population as per 2011 census considered for implementation of the scheme.

DMA has been nominated as State Level Nodal Agency for the implementation of NULM in the State. Under SEP (I&G), 14571 individual beneficiaries and 107 groups are the state annual target for the sanctioning of loan notified by the ministry and the same bifurcated upto District / ULB level. Accordingly scheme guidelines and targets have been communicated to Lead District Managers for implementation of the new scheme.

b) SULM is a replica of the Central Sponsored scheme NULM of the financial year 2014-15. The scheme will be implemented in other than NULM selected cities in all TMC & TP (179 cities) in Karnataka with the assistance of State Govt.

DMA is the State Level Nodal Agency for the implementation of State SULM. Under SEP (I&G), 6252 individual beneficiaries DMA and 179 groups are the state annual target for the sanctioning of loan and the same bifurcated upto District / ULB level. Accordingly, scheme guidelines and targets have been communicated to Lead District Managers for implementation of the new scheme.

During the discussion, the DMA has informed that 14,268 applications were forwarded to the Banks against the revised target of 15,149 under SEP (I&G). Out of which, only 4,500 applications have been sanctioned by the Banks. Under Groups, 117 applications were forwarded to the Banks against the target of 107. Out of which, only 59 applications have been sanctioned by Banks. The Dept of Housing & Urban Poverty Alleviation, Gol has expressed concern over the delay in sanction of loans and tardy progress in implementation of the scheme. As such, the Banks were requested to consider the balance applications under NULM & SULM for sanction on merit immediately and not to insist for collateral and margin more than the stipulation.

The Dept is requested to pursue with the respective Lead District Chief Managers through their department representatives for implementation of the scheme at DCC for effective implementation of the scheme rather than conducting review at the State level.

(Action : Banks / Depts)

12.6: SCHEMES OF Dr. B. R. AMBEDKAR DEVELOPMENT CORPORATION LTD

The Corporation has submitted the progress report as of March 2015 under the Self Employment Programme (SEP & ISB schemes). The details of which were presented to the House.

LDM, Yadgir informed that the Department is forwarding the applications at the fag end of the financial year, which is coming in the way of achieving the targets for that particular year. The Dept was advised to sponsor applications spread over on quarterly basis as per the norms to facilitate accomplishing the targets.

12.7: SCHEME OF KARNATAKA MAHARSHI VALMIKI SCHEDULED TRIBES DEVELOPMENT CORPORATION LTD.

The Corporation is implementing 2 schemes, viz, Self-Employment Scheme and ISB Scheme for the benefit of persons belonging to Scheduled Tribes.

The progress for March 2015 was presented to the House and reviewed.

12.8 : SCHEME OF KARNATAKA MINORITIES DEVELOPMENT CORPORATION

The Corporation is implementing the Swavalambana scheme. Progress as at March 2015 was presented to the House and reviewed.

12.9: SCHEME OF D. DEVARAJ URS BACKWARD CLASSES DEV. CORPN. LTD.

D Devaraj Urs Backward Classes Development Corporation Ltd. is implementing **CHAITANYA** Subsidy cum Soft Loan Scheme.

District-wise target for 2014-15 as provided by the Corporation has been communicated to LDMs for distribution among Banks. As requested by the Corporation to carry forward pending 9000 applications of FY 2013-14, to the FY 2014-15, approval has been accorded. LDMs / Banks were requested to implement the same.

As against the physical target of 4000 for 2014-15, Banks have sanctioned 4210 loans involving the loan component of ₹ 2656.63 lakhs, margin money of ₹ 799.75 lakhs and subsidy component of ₹ 356.97 lakhs, as on March 2015.

The District-wise performance as on March 2015 was presented to the House and reviewed.

AGENDA 13.0 :SPECIAL FOCUS PROGRAMMES

13.1 CREDIT FLOW TO MINORITY COMMUNITIES

The Banks have disbursed loans to **315982** beneficiaries amounting to ₹ **4441 crore** during the financial year. The outstanding level of advances to Minority Communities as at the end of Mar. 2015 was ₹ **19801 crore spread over 940876 accounts**, constituting **10.73%** of PSA. The Bank wise details of credit disbursement upto Mar. 2015 & outstanding balance as at Mar. 2015 were presented to the House and reviewed.

FLOW OF CREDIT TO MINORITY COMMUNITIES IN IDENTIFIED DISTRICTS

The outstanding level of credit to minority communities in the identified districts as at Mar. 2015 were presented to the House and reviewed. The flow of credit to minority communities in all the three districts has increased and surpassed the stipulated target of 15% of priority sector advances in the respective districts.

13.2 : CREDIT FLOW TO WOMEN

Banks have disbursed ₹ **10153 cr.** to 965497 Women Beneficiaries upto **Mar. 2015** during the financial year. The outstanding level of Advances to Women Beneficiaries was ₹ **33206 cr.** as of Mar.2015 constituting 7.25% of total of advances vis-a -vis stipulated target of 5%.

The Bank wise details were presented to the House and reviewed.

13.3 : KISAN CREDIT CARD

The Banks have issued **11,98,810 KCCs** upto Mar. 2015 with credit limit of ₹ **14651.09 cr.**

Bank-wise/Agency-wise number of Cards issued were presented to the House and reviewed.

AGENDA 14.0 SELF HELP GROUPS/ JOINT LIABILITY GROUPS

Progress under SHG Bank Linkage as at March 2015 was presented to the House and reviewed.

Commercial Banks have directly credit linked 157373 SHGs with an amount of ₹ 2346.90 crore and indirectly 9803 groups with a limit of ₹ 160.12 crore; RRBs could credit link 36396 groups with an amount of ₹ 717.31 crore and Co-op. Banks have credit linked 37304 groups with a limit of ₹ 647.92 crore upto Mar. 2015.

A target for credit linkage of 20,000 JLGs has been fixed for the State for 2014-15. As per the information gathered, the Banks have credit linked 38,514 JLGs with a credit limit of ₹ 406.42 crore upto Mar. 2015.

Consolidated progress by Banks under SHG bank linkage program as at Mar. 2015 were presented to the House and reviewed.

The LDMs were requested to submit Bank-wise SHG-BLP & JLG data on quarterly basis for compilation.

(Action : Banks / LDMs)

District-wise SHG / JLG Targets for 2015-16

It is informed by the NABARD vide their letter No. NB.KA.KRO.MCID/494/ Target SHG-JLG/2015-16 dt 13th May 2015, that during the year 2015-2016, the All India Target fixed for promotion and savings linkage of SHGs is 6.25 lakh, 17 lakhs for credit linkage of SHGs and 5 lakhs for financing JLGs. The Target set for Karnataka is credit linkage of 1.562 lakhs SHGs and 0.25 lakh for JLGs. Keeping in view last year's Achievements and potentials across various Districts, Agency wise and District wise Targets finalised by NABARD was presented to the House, which was approved for implementation.

SLBC has already conveyed the District-wise targets to all LDMs vide ref : 289/2015/2944/SLBC/F-537/269 dated May 15, 2015 with an advice to allocate the target of their District amongst Bank Branches in their District in consultation with DDMs of NABARD and inform to the same to SLBC. LDMs / Banks were requested to take note of their targets and put their best efforts for accomplishing the targets.

(Action : Banks / LDMs)

AGENDA 15.0 : LENDING THROUGH MFIs:

Association of Karnataka Micro-Finance Institutions (AKMI) is overseeing the working of various (22) MFIs. It has informed that the loan outstanding given by various MFIs in Karnataka as on March 2015 was ₹ 7760.24 crore covering 63.37 lakh a/cs. Out of which, overdue is only ₹ 45.94 crore spread over 47,757 a/cs. The District-wise outstanding and Overdues as on March 2015 was presented to the House and reviewed.

AGENDA 16.0 : STREE SHAKTI PROGRAMME

The Women & Child Welfare Development, GoK has communicated the targets for linkage of Stree Shakti Groups for the year 2014-15 is as under:

No. of Stree Shakti Groups formed	:	140000
No. of Groups credit linked	:	128283
Target for credit linkage for 2014-15	:	13779

The District-wise progress under Stree Shakti Programme as of March 2015 was presented to the House and reviewed.

AGENDA 17.0 : UDYOGINI SCHEME OF KARNATAKA STATE WOMEN'S DEVELOPMENT CORPORATION [KSWDC]

Karnataka State Women's Development Corporation, the Nodal agency for Udyogini scheme vide their letter dated 25.05.2015 has communicated the District-wise progress under the scheme. The details are as under:

Target		Achievement	
Physical	Financial	Physical	Financial
11598	₹ 1030.05 lakh	11994	1030.06

The District-wise / Category-wise targets and achievements were presented to the House and reviewed.

AGENDA 18.0: IMPLEMENTATION OF SPECIAL SCHEMES

A] Agri-Clinics / Agri-Business

As per the information received from Banks, the outstanding under Agri-clinics/Agri-Business as of Mar. 2015 was for 928 Clinics [₹ 67.59 cr] & 193 Agri-Business units (₹ 11.52 crore). During the QE Mar. 2015 Banks have financed 18 Agri-Business Centres (₹ 2.00 crore) and 35 Agri Clinics (₹ 3.48 cr). Banks were requested to monitor the implementation of the scheme at the ground level and ensure sanction of the proposals received on merits and submit subsidy claims to NABARD in respect of eligible proposals. Banks have to take advantage of Capital Subsidy available to the above schemes.

(Action : Banks)

B] Rural Godowns

The Banks have financed 187 Rural Godowns with credit limit of ₹ 64.26 crore up to Mar. 2015. The outstanding amount was ₹ 480.58 crore comprising 2709 accounts.

The Govt of Karnataka has also issued order and certain modifications to provide interest subsidy during the first five years for the loans sanctioned after 1.4.2013 and the same has been communicated to all the Banks.

The CGM : NABARD informed that release of subsidy to Rural Godowns is kept in abeyance at present and cases sanctioned upto 5.8.2014 will only be considered for release of subsidy. Govt is yet to issue instructions for continuation of the scheme.

C] Implementation of National Horticulture Board [NHB] Subsidy Scheme

During the year 2014-15, NHB has released subsidy in respect of 116 proposals under the scheme amounting to ₹ 946.25 lakhs.

NHB has informed that they have revised operational guidelines of the scheme vide their Cir.No.NHB/CC/Project Appraisal Agency/2014-15 dated 22.5.2014. The details are available on the website: www.nhb.gov.in.

AGENDA 19.0 : RECOVERY

19.1 : RECOVERY OF BANK DUES UNDER GOVERNMENT SPONSORED SCHEMES

The summary of scheme-wise & Bank-wise NPA position as at Mar. 2015 was presented to the House and reviewed.

Nodal agencies [DIC, RDPRD/Zilla Panchayat, KVIC/ KVIB & ULB (municipalities)] were requested to extend assistance to banks for recovery of overdues in co-ordination with Banks.

(Action : Line Depts)

19.2 : NON-PERFORMING ASSETS POSITION :

There were **687641** NPA a/cs involving an amount of ₹ **16803.12 crore** as of Mar. 2015, accounting for **3.67%** of total advances. The Farm sector accounts for **296601** a/cs, with a balance of ₹ **3966.70 crore** constituting **4.52%** of advances to agriculture. NPA under MSE and OPSA works out to 5.40 and 2.45%, respectively.

Bank wise details were presented to the House and reviewed.

19.3 : RECOVERY UNDER SARFAESI / DRT / LOKADALAT

Banks have recovered ₹ **712.26** crore against amount involved ₹ **1801.86** crore under **SARFAESI Act**, ₹ **79.49** crores against amount involved ₹ **1737.97** crore under **DRT** and ₹ **284.63** crore against amount involved ₹ **986.44** crore through **Lok Adalat** up to Mar. 2015.

19.4: RECOVERY UNDER KPMR & KACOMP ACTS

As of Mar. 2015, **26727** cases filed by Banks under RR Act were pending before Revenue Authorities involving an amount of ₹ **295.10 crore**. The Banks have filed **1148** applications during Mar. 2015 quarter involving loan amount of ₹ **19.34 crore**. There are **4267** cases pending for more than 3 years for recovery under RR Acts.

Bank wise details were presented to the House and reviewed.

AGENDA 20.0 : Lead Bank Scheme- Strengthening & Monitoring Information System (LBS-MIS)

RBI vide their Cir No. RBI/ 2012-13/ 450 RPCD. CO. LBS. BC. No. 68/ 02.01.001/ 2012-13 dated March 19, 2013 has modified the statement for ACP target as LBS-MIS-I, statement for disbursement and outstanding- LBS-MIS-II, III. Similarly, statement for Financial Inclusion Plan (FIP) renamed as LBS-MIS-IV and LBS-MIS-V. These statements are to be submitted on quarterly basis commencing from June 2013.

SLBC had advised all Banks to submit the above statements as per the periodicity of submission. The consolidated statements of LBS-MIS-I, II,III, IV, V for the State as a whole, as on March 2015 were presented to the House and reviewed.

AGENDA 21. 0 : NABARD AGENDA NOTES:

The CGM : NABARD took up the review and informed that :

1. Credit Linked Subsidy Schemes of Gol:

The following credit linked subsidy schemes of Gol are continued for the year 2015-16.

- (a) Dairy Entrepreneurship Development Scheme (DEDS)
- (b) Agri-clinics and Agribusiness Centres (ACABC) Scheme
- (c) Scheme of Ministry of New and Renewable Energy, Gol for promoting solar photovoltaic water pumping systems for irrigation purpose.
- (d) Commercial Production Units of Organic Inputs under National Project on Organic Farming

He requested the Banks to take advantage of the schemes for enhancing credit flow and capital formation. However, as far as Dairy Entrepreneurship Development Scheme (DEDS) is concerned, banks may focus on covering **only SC beneficiaries**.

(e) Submission of Applications under Rural Godown Subsidy Scheme:

As per Agricultural Marketing Infrastructure (AMI) Scheme, the time limit for submission of advance subsidy application/s by Financial Institutions is 90 days from the date of disbursement of first instalment of loan. Applications received after the time limit are to be placed before the SLBC by NABARD every quarter. Details of the applications received from banks after 90 days from the date of release of I instalment are as indicated below.

Name of Beneficiary	Category of Farmer	Name of Bank	Name of Branch	Date of release of first instalment by bank	Date of receipt of adv. application at NABARD
P Suresh, S/o Pakkirappa Neralagi	SC	Karnataka Bank Ltd.	Anavatti, Shimoga dist.	07.11.2014	04.04.2015
H P Narasingh Naik S/o Peerya Naik	SC	Corporation Bank	Shikaripura, Shimoga Dist.	30.06.2014	29.04.2015
Nagaraja Naik, S/o Hunya Naik	SC	Corporation Bank	Shikaripura, Shimoga Dist.	08.12.2014	29.04.2015

The House accorded approval for considering the above applications.

The CGM : NABARD requested the Banks to ensure that delay do not recur and the proposals are received by NABARD within the stipulated time. He further told that NABARD or Gol will not be responsible for rejection of applications received beyond due date.

2. Short-Term Finance:

a) Issue of Weavers Credit Card under the Comprehensive Financial Package

He requested the Banks to submit the data on a monthly basis latest by 5th of the following month to enable SLBC to consolidate information on Weaver Credit Cards (WCC), sanction of Margin Money assistance and claims submitted for Interest Subsidy by banks and report the same to NABARD latest by 10th of every month for onward transmission to Ministry of Textiles, Gol on a monthly basis. SLBC was requested to accord top priority for transmission of information to NABARD.

b) KCC - Data on ATM enabled electronic KCC Cards

Progress of Kisan Credit Card Scheme in Karnataka as on 30.4.2015 was presented to the House. He informed that as per Gol instructions, all KCC holders should have got ATM enabled cards by 30 June 2013. Even after 20 months from the due date, coverage is very poor. Banks may deliberate the constraints faced by them for issue of Rupay Cards and the steps that they are taking to improve the coverage. He requested the Banks to indicate specific time frame and action plan to ensure 100% coverage.

c) Interest Subvention on Crop Loan

As per NABARD's Circular No. 61/DoR-16 dated 16.04.2015 addressed to the RRBs, and Circular No.60/ DoR-15 dated 16.04.2015 addressed to the Cooperative Banks, Interest Subvention Scheme-2014-15 would continue **till 30 June 2015** on the same terms and conditions.

3. Preparation of Banking Plans for Watershed Development Projects:

NABARD has been supporting implementation of watershed development projects in Karnataka for more than a decade and successfully implemented 217 projects covering an area of 2.73 lakh ha. The implementation of these projects have facilitated conservation of soil and water in a scientific manner and increased agriculture productivity in rainfed areas. However, the optimum benefits to the watershed community in general and farmers in particular could be achieved only if Banks are actively involved in watershed areas through providing necessary credit support for post watershed activities. Needless to mention, development of watershed areas also provides business opportunities for the banks. In this regard, banking plans have been prepared for 33 watershed project areas covering a total financial outlay of ₹ 105.09 crore. These plans have been prepared by DDMs of NABARD in association with the concerned branch managers / controlling offices of banks in watershed areas. The district-wise details of the Banking plans prepared by NABARD were presented to the House. To ensure that these Plans result in actual credit flow LDMs of the concerned districts need to take a lead role and ensure monitoring of the Plans in BLBC/DCC meetings and include the deliberation and the outcome in the proceedings.

4. Rural Infrastructure:

There are 3006 irrigation projects got completed with RIDF assistance in Karnataka State, creating an irrigation potential of approximately 2,81,635 ha of agricultural land. These projects are spread in 29 districts of the state. District-wise details of the completed projects were presented to the House. He requested the Banks to take steps for assessing the additional credit requirements of farmers in the command area of these projects and to provide the same.

7. ISSUE OF SWAROJGAR CREDIT CARD:

The target for issue of Swarojgar Credit Card for the year 2015-16 in respect of Karnataka State is 40,000. The Agency-wise target for Commercial Banks is 20,000, Cooperative Banks is 12,000 & RRBs is 8,000.

The targets set for the agencies may be disaggregated amongst the branches and progress monitored closely in DCC/DLCRC meetings. SLBC was requested to monitor the Bank-wise achievements at state level and also ensure that data reporting by banks under this head is accurate and prompt.

(Action : Banks)

AGENDA 22 : SUBMISSION OF ACTION PLAN / TARGETS OF THEIR SCHEMES BY GOVT DEPARTMENTS

As per the norms in vogue, all the concerned Line Departments / Corporations who are implementing their department schemes are required to furnish their Action Plan before the commencement of every financial year to enable accomplish their targets well in time. The Departments / Corporations who are yet to submit their action plan / targets for 2015-16 to SLBC to do so at the earliest.

SUPPLEMENTARY AGENDA

Agenda No. 1 : Karnataka Renewal Energy Development Ltd (KREDL) – Financing the Solar Projects of 1 to 3 MW Land Owners category

The Convenor-SLBC informed that the Govt of Karnataka in its Solar Policy 2014-2021 has made provision to allot solar projects to land owners / farmers under segment-1, category-1 of Solar Policy.

The development of 1 MW of Solar PV project require about 5 acres of land and capital requirement of about ₹ 6-7 crore/MW based on location of land and nature of land. Each MW of Solar PV project would generate about 16-17 lakhs units of energy per annum based on radiation resource available at particular site, quality of material, quality of engineering and evacuation infrastructure.

The allottee will be facilitated with power purchase agreement with electricity supply company (ESCOM) at the tariff as decided by KERC. At present, the tariff is ₹ 8.40. There are no wheeling charges and duties, since the consumer is ESCOM.

The allottees are land owners / farmers and the equity portion consists of their land and allotment. Financial closure is an important aspect in execution of the project. The financial institutions are required to support development of solar energy project considering the advantage of reduction of green gas emission and sustainability. Unless the financial institutions support this programme, it would be difficult to achieve the aspirations of the Govt to promote the development of solar energy. Govt may provide necessary provision in the draft PPA document to facilitate the lenders to get the rights of the revenue generated by sale of energy to ESCOMs. Hence, financial institutions are required to consider funding of the project.

The KREDL has reported that they have selected / sanctioned 200 applicants under 1-3 MW Land Owners category.

In this regard, the KREDL, Dept of Energy, Govt of Karnataka had convened a meeting of all stakeholders on 15.4.2015 at Bengaluru under the chairmanship of Sri D K Shivakumar, Hon'ble Minister for Energy, Govt of Karnataka to deliberate on financing selected applicants for Solar Projects of 1 to 3 MW Land Owners category. In the meeting, all the Bankers were requested to take up financing these projects on priority.

KREDL was requested to provide one copy of the Project Report to SLBC, to enable SLBC to circulate it among Banks.

Bankers were requested to implement the scheme and promote the Solar Projects as envisaged.

(Action : KREDL / Banks)

Agenda No. 2 : Providing relief measure by RRBs in case of Natural Calamities as per RBI guidelines – Declaration of Annewari by District Administration

In the areas affected by natural calamities, Banks are required to extend relief measures following the guidelines of RBI. As per the RBI guidelines, the Banks are required to extend relief measures following the decision of the DCC / Declaration of Annewari by the District Administration. However, declaration of Annewari is necessary for RRBs to avail refinance from NABARD after extending relief measures.

In the Meeting of Empowered Committee on RRBs under the chairmanship of RD : RBI held on 16th June 2015, the Chairmen of RRBs expressed their concern that the District Administrations are not declaring Annewari in all the cases when natural calamity occurs and hence RRBs are unable to draw refinance from NABARD, which is affecting their funds position. As such, they have requested to impress upon the State Govt to advise the District Administration to declare Annewari as and when the districts faces natural calamities to facilitate Banks, specially, RRBs to extend relief measures and draw refinance from NABARD.

The GM, Canara Bank requested to declare Annewari during natural calamity for enabling RRBs to claim refinance from NABARD as the RRBs are facing finance crunch. CGM: NABARD stated that for claiming refinance by RRBs from NABARD, declaration of Annewari is mandatory as per the guidelines. In response, the ACS & DC, GoK informed that concept of declaring Annewari is not necessary, as the Govt is declaring the Taluks/Centres as affected by natural calamity by way of Govt Order and requested CGM: NABARD to have a relook in to the issue and relax the requirement of declaration of Annewari for refinance. CGM: NABARD replied that he has already taken the issue with their Central Office for decision.

Agenda No. 3 : Credit Enhancement Guarantee Scheme for Scheduled Castes

The Convenor-SLBC informed that the IFCI Ltd., New Delhi vide their letter No.CEGSSC/HO/2015-150522047 dated 21.5.2015 has communicate that, in a bid to promote entrepreneurship among the Scheduled Castes, the Ministry of Social Justice & Empowerment, Govt of India has launched Credit Enhancement Guarantee Scheme for Scheduled Caste on 6th May 2015 for providing credit enhancement guarantee to banks extending financial assistance to entrepreneurs, belonging to Scheduled Castes, who aspire to be part of neo middle class category.

Under the Scheme, IFCI Ltd., a Govt of India Undertaking shall provide guarantee to public sector banks which shall be providing financial assistance to SC entrepreneurs. The guarantee cover under the Scheme shall be ranging from ₹ 15 lakh to ₹ 5 crore.

IFCI is the Nodal Agency for the Scheme and has been entrusted with the responsibility of managing the Scheme. The pan-India initiative shall promote entrepreneurship among the Scheduled Caste who are oriented towards innovation and growth technologies.

Banks were requested to expeditiously implement the scheme, so as to benefit SC entrepreneurs and also to enhance direct and indirect employment generation among SCs. They are also requested to actively participate in this Govt of India initiative, which is a noble objective of financial inclusion of SC community.

Agenda No. 4 : Chief Minister's Employment Generation Programme (CMEGP)

It is informed by Directorate of Industries & Commerce, Govt of Karnataka that the Karnataka Self-Employment Scheme launched by the State Govt during the last year is renamed as '**Chief Minister's Employment Generation Programme (CMEGP)**' with a few modifications in the guidelines from the year 2015-16 as per the announcement in the Budget Speech 2015-16 and the scheme will be jointly implemented by DIC and KVIB. The scheme is being approved by the Govt and will be communicated to all concerned shortly. The target for 2015-16 is 2000 projects, 1250 from DIC and 750 from KVIB. The progress under the scheme is discussed in Agenda No.12.2.

All the Banks were requested to take note of the above and accord priority for implementation of the scheme.

Agenda No. 5 : Prime Minister's Employment Generation Programme (PMEGP) - Release of Margin Money funds to financing branches from Nodal Branches

It is informed by Directorate of Industries & Commerce, Govt of Karnataka that the Nodal Banks are delaying in release of Margin Money to their financing Branches, which is having direct bearing on implementation of PMEGP scheme. The Nodal Banks starts the process of scrutinizing the applications on receipt of margin money and delay the utilization of funds stating that the claims received by the Branches are not in order. This is being repeated almost every year and is a major hindrance for effective implementation of the scheme.

During the year 2014-15, the DICs all over the State have obtained loan sanctions for which margin money required is amounting to ₹ 5121.73 lakhs against the target of ₹ 2118.17 lakhs. The said claims have to be settled during the current year. As the target has been exceeded, proposal for additional margin money can be sent to Gol, only after the early utilization of the margin money funds.

Issuing the instructions to all the nodal banks to keep the DIC claims ready for release of margin money after scrutinizing the claims received by them from the financing Branches and also instructions to utilize the funds within a week from the date of release of funds from Gol is necessary for effective implementation of the scheme.

In this regard, SLBC has already communicated the above to all the Banks vide letter No.: 341/2015/2944/SLBC/F-374 dated 8th June 2015 in pursuance of the communication received from the Commissioner for Industrial Development & Director for Industries & Commerce, Govt of Karnataka.

E-tracking of PMEGP applications

CEO, KVIC, Mumbai vide their Cir. No.PMEGP/Cir./e-tracking/2013-14 dated 24.5.2013 have issued directions for mandatory entries of applications in the e-tracking system of PMEGP from 2013-14. As per the circular, all Banks should enter data relating to sanction and disbursement in the e-tracking system. But, the details of the applicants uploaded after recommendation to the financing Branches are not being done by Bankers. Due to this the purpose of e-tracking system is not being served completely.

In this regard, all the Banks were requested to enter in e-tracking, the sanction, disbursement details and status of applications as the same is mandatory.

(Action : Banks)

Agenda No. 6 : Non participation of few Private Banks in implementation Govt. Sponsored Schemes

The Convenor-SLBC informed that SLBC has been receiving feedbacks from some Lead District Managers that few Private Banks are not participating in implementation of Govt Sponsored Schemes. It is brought to our notice by LDM : Mysuru that some Private Sector Banks, namely, Axis Bank, Federal Bank, HDFC Bank, ICICI Bank, Kotak Mahindra Bank, South Indian Bank are not actively participating in implementation of the Govt Sponsored Schemes, which is affecting the implementation of the schemes in the District. SLBC has taken up the matter with the controllers of these Banks. The GM: RBI has informed that in the recently concluded meeting with Chiefs of Private Sector Banks at RBI, they had agreed to participate in the Govt sponsored programmes. However, it is not being effected at the ground level. The Private Sector Banks were requested to take note and actively participate in the process.

The meeting concluded with vote of thanks by Sri T.K. Srivastava, ED, Syndicate Bank.

Agency-wise participant list is enclosed.

SLBC – KARNATAKA
LIST OF PARTICIPANTS

131st SLBC Meeting held on 27.06.2015

Sl. No.	Name Shriyuths -	Designation	Organization
1	Kaushik Mukherjee	Chief Secretary	Govt of Karnataka
2	Smt Latha Krishna Rau	Addl. Chief Sec. & Dev. Com.	Govt of Karnataka
3	Arun Shrivastava	MD & CEO, Convenor Bank	Syndicate Bank
4	T.K. Srivastava	Exe. Director	Syndicate Bank
5	M I Ganagi	Chief General Manager	NABARD
6	Vivek Deep	General Manager	Reserve Bank of India
7	K. Preetam Lal	Convenor-SLBC & GM	Syndicate Bank
STATE GOVERNMENT DEPARTMENTS			
8	Mahendra Jain	Addl. Chief Secretary	Dept of Cooperation
9	Rajeev Chawla	Principal Secretary	Dept of Horticulture
10	Shambhu Dayal Meena	Principal Secretary	Dept of Housing
11	Dr B Basavaraju	Principal Secretary	Dept of Revenue
12	Smt Prachi Pandey	Addl. Secretary (FR)	Finance Dept.
13	Smt Uma Mahadevan	Secretary	Dept of Agriculture
14	S Shekar	Commissioner	Dept of AH & VS
15	D.V. Swamy	Mission Director-Sanjeevini	NRLM – KSRLPS
16	H S Shivakumara	Director	Dept of Horticulture
17	Sayeed Ahmed	Director	Dept of AH & VS
18	Dr H Subbaiah	Addl. Director	Development Dept
19	Ranga Ramu J	Addl. Director (Viswa)	Dept of Industries & Commerce
20	K R Gurumurthy	Joint Director	Dept of Horticulture
21	Chandrashekaraiah	Project Director (Streeshakthi)	Dept of Women & Child Development
22	C G Suprasanna	Chief Project Officer	Directorate of Municipal Admn.
23	Dr Shivashankar Murthy	Dy Director	Dept of AH & VS (Sheep & Poultry)
24	Smt Shobha H B	Dy. Director	Dept of Agriculture
25	Dr. Mahadevamma M	Dy. Director	Dept of Horticulture
26	Smt Ranjana B K	Dy. Director	Dept of Horticulture
27	Shripad V Hegde	Dy Director	Dept of Planning
28	S M Bhavikatti	DIGR (Enf)	Stamps and Registration
29	H S Santhosh Kumar	J R C S	Dept of Sericulture
30	Prabhakara H L	Project Director(UID&KRDH)	Centre for e-governance
31	N Ramesh	State Programme Manager-FI	KSRLP – Sanjeevini
32	M S Rajashekar	State Mission Manager	DMA
33	Smt Savithramma	ASO	DES
34	Smt Prameeladevi N	ASO	DES
35	G Srinivasa	Superintendent	Dept of Collegiate Education
36	C Gangadhar	Gazetted Manager	Education Department
RESERVE BANK OF INDIA			
37	Laxmipathi	Asst. General Manager	RBI
APEX INSTITUTIONS			
38	K Sathianandan	General Manager	SIDBI
39	P A Prem Kumar	Dy. General Manager	NABARD
40	P Rajendran	Asst General Manager	NABARD

CONVENOR – SYNDICATE BANK			
41	N Madhurbootheswaran	General Manager	Syndicate Bank
42	Y. Srihari	Asst General Manager	Syndicate Bank – SLBC
43	B R Hiremath	Asst General Manager	Syndicate Bank – PSCD
44	H.K. Suresh	Chief Manager	Syndicate Bank – SLBC
45	P Vishwanatha Reddy	Chief Manager	Syndicate Bank – FID
46	K. Chandrashekarappa	Sr Manager	Syndicate Bank – SLBC
47	Siddanagouda	Manager	Syndicate Bank – SLBC
NATIONALISED BANKS			
48	M G Bhat	General Manager	Canara Bank
49	Paramasivam	General Manager	Corporation Bank
50	P Sreedhar	General Manager	Oriental Bank of Commerce
51	P V Venkateswaran	Chief Regional Manager	Indian Overseas Bank
52	A S Verma	Dy. Zonal Manager	Bank of India
53	K. Surendra Hegde	Dy. General Manager	Vijaya Bank
54	Shreenath Joshi	Asst. General Manager	Canara Bank
55	P Balakrishna	AGM / DRM	Central Bank of India
56	V Sri Rama Murthy	Asst. General Manager	Andhra Bank
57	M Pattabhi Ramavadhani	Asst. General Manager	Indian Bank
58	R. Chandrasekhar	Asst. General Manager	IDBI Bank
59	V K Shanbhogue	Chief Manager	Union Bank of India
60	S C Agarwal	Chief Manager	Allahabad Bank
61	Subramanian K	Chief Manager	UCO Bank
62	P Venkat Rao	Chief Manager	United Bank of India
63	G Bhaskara Reddy	Dy. Chief Officer – RD	Central Bank Of India
64	Alexander D'souza	Sr. Manager	Punjab National Bank
65	K Solomon Ravi Kumar	Sr Manager	Bank of Maharashtra
66	N Neeraja	Sr Manager	Andhra Bank
67	Smt Y A Tanuja	Sr Manager	UCO Bank
68	C B Hugar	Sr Manager	Bank of India
69	P.S. Pillai	Sr. Manager	Oriental Bank of Commerce
70	L Suryanarayan	Sr. Manager	Indian Overseas Bank
71	T Srinath Kumar	Sr. Manager	Bharatiya Mahila Bank
72	Rafi Ahmed	Manager (Agri)	Corporation Bank
73	R Rajapriya	Manager	Indian Bank
74	Amit Kumar	Agri. Officer	Dena Bank
STATE BANK GROUP			
75	S Venkateswarlu	General Manager	State Bank of Mysore
76	Dr. G.P. Ray	Dy. General Manager	State Bank of India
77	Jasvinder Pal Singh	Dy. General Manager	State Bank of Mysore
78	P P G Munisubba Reddy	Asst. General Manager	State Bank of India
79	N Lakshmikantha Rao	Asst. General Manager	State Bank of Hyderabad
80	D V S Reddy	Chief Manager	State Bank of India
81	Subramanya Shagrithaya P	Chief Manager (FI)	State Bank of Mysore
82	S Venkitasubramani Iyer	Chief Manager	State Bank of Travancore
83	Sujeet Jha	Asst. Manager	State Bank of Bikaner & Jaipur
PRIVATE BANKS			
84	Dr Meera Aranha	General Manager	Karnataka Bank
85	H S Reddy	Regional Head	Kotak Mahindra Bank
86	Shakti Rajave	Regional Manager- CVM	Kotak Mahindra Bank
87	R Ananda	AVP	Kotak Mahindra Bank
88	P S Venkatesh	VP & Circle Head	Axis Bank

89	B Sadashiva Mallya	SVP & Circle Head	Axis Bank
90	Mehmood Khan D	Nodal Officer	Axis Bank
91	Binod P	AVP	HDFC Bank
92	Alexander Muthalaly	Chief Manager	Federal Bank
93	Venkata Naresh Kumar	Divisional Manager II	ICICI Bank
94	Manku Bhattacharjee	Chief Manager	ICICI Bank
95	N Rajesh	Sr. Manager	Tamilnad Mercantile Bank
96	Yogish Achar K	Sr Manager	Dhanalxmi Bank
97	Smt Yamini Kumar	Branch Manager	RBL Bank
98	H M Girish Kumar	Manager	Karur Vysya Bank
99	Sanjeev Aggarwal	Manager	Jammu & Kashmir Bank
100	Vageesha, O.M.	Asst. Manager	Lakshmi Vilas Bank
101	G Madhu	Asst. Manager	Catholic Syrian Bank
CO OPERATIVE BANKS/ OTHER BANKS/INSTITUTIONS			
102	G S Ramana Reddy	CEO	Apex Bank
103	B S Shireesha	General Manager	K.S.F.C.
104	Venkatesh H.C.	Executive Director	K.F.R.C., Bagalkot
105	S P Jagali	Director	K.F.R.C., Bagalkot
106	K.J. Morab	CEO	AKMI
107	B M Pamar	Ombudsman	AKMI
108	M Linganna	State Project coordinator	RUDSETI
109	G Harinarayan	Development Officer (Technical)	KSCA & RD Bank
REGIONAL RURAL BANKS			
110	G S Ravi Sudhakar	General Manager	Pragati Krishna Grameena Bank
111	Janardhanaiya	General Manager	Kaveri Grameena Bank
112	Suryakanth R Ganga	General Manager	Karnataka Vikas Grameena Bank
BOARDS/CORPORATIONS/GOVT. OF INDIA			
113	K S Mruthyunjaya	Managing Director	K.M.V.S.T. Dev. Corporation
114	Mohammed Saleem	Managing Director	Karnataka Minority Dev. Corp.
115	Dr K N Vijay Prakash	Managing Director	K S W D C
116	Dr K M Md Zafrulla Khan	Managing Director	Karnataka Shep & Wool Dev. Corp.
117	Smt Vinutha N	Asst. Labour Commissioner	Dept of Labour - KSUWSSB
118	Smt Aarti Devan Gupta	Director of Finance	Coffee Board
119	Dr Subray Bhat	Joint Director (AH)	K.M.F.
120	Smt Girija P	Director	National Comm. for Sch. Castes
121	Dhal Singh	Dy Director	National Horticulture Board
122	H.B. Gangadharappa	Dy. Director	Karnataka State Minority Com.
123	D Nataraja	Asst. Director	MSME, GoI
124	Dr M S Jyothi	Technical Officer	Coffee Board
125	Balakrishna Prasad	State Co-ordinator	M/o Housing & Urban Poverty Alleviation
126	M. Jagannadha Rao	State Director	K.V.I.C.
127	V Annappa	Development Officer	K.V.I.B.
128	H N Ravi Kumar	Project Officer	D Devaraj Urs BCDC
129	P C Dhananjaya	Head Job Manager	RO, Coir Board, Bengaluru
130	G N Dayananda	Marketing Manager	Karnataka St. Bio Fuel Dev. Board
131	Rangaswamy R	PA	Department of Post
LEAD DISTRICT MANAGERS			
132	T G Shankar Kumar	Lead District Divisional Manager	LDO, Shimoga
133	C Aruna Kumari	Lead District Chief Manager	LDO, Gadag

134	Ramesh K Dabade	Lead District Chief Manager	LDO, Gulbarga
135	S T Khadri	Lead District Chief Manager	LDO, Yadgir
136	M Ananda	Lead District Chief Manager	LDO, Belgaum
137	I G Kumargoud	Lead District Chief Manager	LDO, Ballari
138	K N Shivalingaiah	Lead District Chief Manager	LDO, Mysore
139	R D Lamani	Lead District Manager	LDO, Vijayapura
140	B S Pavate	Lead District Manager	LDO, Chickballapur
141	P M Desai	Lead District Manager	LDO, Chickmagalur
142	K S Gurudath	Lead District Manager	LDO, Bangalore Urban
143	Bheemappa	Lead District Manager	LDO, Raichur
INSURANCE COMPANIES			
144	P Badmanaban	Regional Manager	United India Insurance
145	B Raviraj Nayak	Sr Manager	LIC of India
146	K P Kumaraswamy	Manager	National Insurance Co
147	V R Nayak	Branch Manager	National Insurance Co
148	A Krishnaraj	Asst. Manager	AIC of India
149	N R Lakshmi Narayana	Deputy Manager	Oriental Insurance Co. Ltd
